

Company Stock Code: 603236.SS
Short Name of the Company: Quectel



Quectel Wireless Solutions Co., Ltd. 2023 Q1 Financial Report

Disclosure Date: Apr. 25, 2023



Contents

Contents	1
1. Key Accounting Data	2
Key Accounting data and Financial Indicators	2
Key Accounting Data, Financial Indicators and Reasons for the Fluctuation	3
2. Financial Reports	3
Consolidated Balance Sheet	3
Consolidated Income Statement	5
Consolidated Cash Flow Statement	6

1. Key Accounting Data

Key Accounting data and Financial Indicators

Unit: Yuan Currency: RMB

Items		Reporting Period	YOY Growth (%)
Operating Revenues		3,136,793,163.68	2.58
Net Profit Attributable to Shareholders of the Company		-134,907,489.28	-209.14
Net Profit Attributable to Shareholders of the Company after Deducting Non-recurring Gains and Losses		-145,644,542.25	-237.59
Net cash flows from operating activities		278,466,831.14	N/A
Basic Earnings per Share (Yuan/Share)		-0.71	-209.23
Diluted Earnings per Share (Yuan/Share)		-0.71	-209.23
Weighted Average ROE (%)		-3.69	Decrease by 7.47
	By the End of the Reporting Period	By the End of Last Year	YOY Growth (%)
Total Assets	10,647,934,910.67	10,273,173,226.84	3.65
Net Profit Attributable to Shareholders of the Company	3,601,030,484.03	3,720,246,850.43	-3.20

2. Financial Reports

Consolidated Balance Sheet

Mar. 31, 2023

Business name: Quectel Wireless Solutions Co.,Ltd.

Unit:Yuan Currency:RMB

Items	Mar. 31, 2023	Dec. 31, 2022
Current Assets:		
Cash and Bank Balances	2,689,611,270.06	2,198,895,359.92
Financial Assets Held for Trading	27,723,694.99	23,045,661.96
Bills Receivable	321,095,281.25	288,267,958.90
Accounts Receivable	1,664,658,176.29	2,056,369,637.41
Accounts Receivable Financing	202,111,624.53	174,832,161.40
Prepayments	155,443,102.89	129,472,748.21
Other Receivables	78,730,441.89	153,516,286.09
Inventories	3,387,638,021.45	3,013,664,013.65
Other Current Assets	145,969,821.98	262,702,212.20
Total Current Assets	8,672,981,435.33	8,300,766,039.74
Non-current Assets		
Long-term Equity Investments	39,425,818.29	39,419,091.42
Other Equity Instrument Investments	53,560,865.34	51,462,716.57
Fixed Assets	1,209,413,966.80	1,219,128,608.85
Constructions in Process	96,779,163.11	98,395,710.59
Right-of-Use Assets	59,599,662.91	59,978,502.25
Intangible Assets	402,001,607.48	377,596,657.61
Long-term Deferred Expenses	66,258,146.01	72,409,305.53
Deferred Tax Assets	18,323,086.59	20,840,892.42
Other Non-current Assets	29,591,158.81	33,175,701.86
Total Non-current Assets	1,974,953,475.34	1,972,407,187.10
Total assets	10,647,934,910.67	10,273,173,226.84
Current Liabilities		
Short-term Borrowings	2,237,320,685.90	2,015,119,188.34
Notes Payable	292,809,673.43	697,435,647.79
Accounts Payable	2,661,408,750.75	2,011,631,628.07
Contract Liabilities	112,870,228.95	177,471,576.39
Employee Salaries Payable	236,194,347.93	315,636,100.31
Taxes Payable	18,635,589.50	61,614,708.04
Other Payables	16,196,090.95	18,839,950.03
Non-current Liabilities Maturing Within One Year	83,180,295.32	83,885,465.14
Other Current Liabilities	299,952,251.00	143,555,751.60
Total Current Liabilities	5,958,567,913.73	5,525,190,015.71

Non-current Liabilities:		
Long-term Borrowings	1,039,030,925.89	973,030,925.90
Lease Liabilities	30,326,282.31	31,071,394.76
Deferred Revenues	21,159,379.57	24,164,076.94
Deferred Tax Liabilities	275,640.60	
Total Non-current Liabilities	1,090,792,228.37	1,028,266,397.60
Total Liabilities	7,049,360,142.10	6,553,456,413.31
Shareholders' Equity		
Share Capital	188,982,076.00	188,982,076.00
Capital Reserve	2,176,818,274.91	2,172,856,355.00
Other Comprehensive Income	-43,453,633.69	-55,182,836.66
Surplus Reserve	142,865,339.97	142,865,339.97
Retained Earnings	1,135,818,426.84	1,270,725,916.12
Total Equity Attributable to Parent Company	3,601,030,484.03	3,720,246,850.43
Minority Shareholders' Interest	-2,455,715.46	-530,036.90
Total Shareholders' Equity	3,598,574,768.57	3,719,716,813.53
Total Liabilities and Shareholders' Equity	10,647,934,910.67	10,273,173,226.84

Consolidated Income Statement

Jan. to Mar., 2023

Business name: Quectel Wireless Solutions Co.,Ltd.

Unit:Yuan Currency:RMB

Items	2023 Q1	2022 Q1
I. Revenue	3,136,793,163.68	3,057,769,876.70
Including: Operating revenue	3,136,793,163.68	3,057,769,876.70
II. Total operating costs	3,292,740,724.75	2,954,282,373.62
Including: Costs of sales	2,584,920,623.85	2,501,472,976.74
Taxes and surcharges	2,345,946.87	4,770,807.23
Selling expenses	115,691,755.51	108,781,305.77
Administrative expenses	97,058,415.84	60,379,493.90
Research and development expenses	439,376,006.50	275,662,855.83
Finance expenses	53,347,976.18	3,214,934.15
Including: Interest expenses	22,114,280.03	6,598,882.73
Interest income	1,018,950.12	651,927.26
Add: Other income	7,217,784.60	21,063,500.54
Investment income (loss expressed with "-")	426,667.49	-114,631.12
Including: investment income from associates and joint ventures	6,726.87	-114,631.12
Fair value gains (loss expressed with "-")	4,678,033.03	
Credit impairment losses (loss expressed with "-")	7,429,174.10	-403,881.06
Asset impairment losses (loss expressed with "-")	3,791,457.65	-1,235,720.48
Gains/loss on asset disposal (loss expressed with "-")	-16,422.51	346,181.68
III. Operating profit (loss expressed with "-")	-132,420,866.71	123,142,952.64
Add: Non-operating income	290,117.08	668,761.21
Subtract: Non-operating expenses	1,852,399.85	819,222.35
IV. Total profit (loss expressed with "-")	-133,983,149.48	122,992,491.50
Subtract: Income tax expenses	2,850,018.36	-775,660.53
V. Net profit (loss expressed with "-")	-136,833,167.84	123,768,152.03
A. Classification by business continuity		
Net profit from continuing operations (loss expressed with "-")	-136,833,167.84	123,768,152.03
B. Classification by ownership		

1. Net profit attributable to shareholders of parent company (loss expressed with "-")	-134,907,489.28	123,612,243.93
2. Minority interest (loss expressed with "-")	-1,925,678.56	155,908.10
VI. Other comprehensive income (net of tax)	11,729,202.97	-4,154,141.66
A. Net after-tax other comprehensive income attributable to owners of the parent company	11,729,202.97	-4,154,141.66
1. Other comprehensive income that cannot be reclassified into profit or loss	10,098,148.77	
Changes in fair value of other equity instrument investments	10,098,148.77	
2. Other comprehensive income to be reclassified to profit or loss	1,631,054.20	-4,154,141.66
Differences in translation of foreign currency financial statements	1,631,054.20	-4,154,141.66
VII. Total comprehensive income	-125,103,964.87	119,614,010.37
A. Total comprehensive income attributable to shareholders of the parent	-123,178,286.31	119,458,102.27
B. Total comprehensive income attributable to minority shareholders	-1,925,678.56	155,908.10
VIII. Earnings per share		
A. Basic earnings per share (Yuan/share)	-0.71	0.65
B. Diluted earnings per share (Yuan/share)	-0.71	0.65

Consolidated Cash Flow Statement

Jan. to Mar., 2023

Business name: Quectel Wireless Solutions Co.,Ltd.

Unit:Yuan Currency:RMB

Items	2023 Q1	2022 Q1
I. Cash flows from operating activities		
Cash received from sales of goods or rendering of services	3,461,879,899.35	3,362,573,253.48
Refunds of taxes	259,877,853.68	191,995,599.94
Cash received from other operating activities	8,526,851.80	22,454,260.79
Sub-total of cash inflows from operating activities	3,730,284,604.83	3,577,023,114.21
Cash paid for goods and services	2,700,135,991.48	2,976,067,711.38
Cash paid to and on behalf of employees	597,995,454.89	471,586,998.78
Cash paid for all types of taxes	2,238,912.87	22,382,054.45
Cash paid for other operating activities	151,447,414.45	122,667,819.13

Sub-total of cash outflows from operating activities	3,451,817,773.69	3,592,704,583.74
Net cash flows from operating activities	278,466,831.14	-15,681,469.53
II. Cash flows from investing activities		
Cash received from disposal or returns of investments	8,000,000.00	
Net cash received from the disposal of fixed assets, intangible assets and other long-term assets	3,551.86	
Sub-total of cash inflows from investing activities	8,003,551.86	
Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets	47,566,306.12	54,890,012.12
Cash paid for the acquisition of investment		29,999,973.00
Sub-total of cash outflows from investing activities	47,566,306.12	84,889,985.12
Net cash flows from investing activities	-39,562,754.26	-84,889,985.12
III. Cash flows from financing activities		
Cash received by absorbing investments		381,175.00
Including: Subsidiaries absorb cash received from minority shareholders' investments		381,175.00
Cash received from borrowings	281,420,692.22	222,276,285.91
Sub-total of cash inflows from financing activities	281,420,692.22	222,657,460.91
Cash repayments of borrowings		
Cash paid for distribution of dividends, profits or for interest expenses	10,458,186.89	2,731,165.76
Other cash paid related to financing activities	9,670,266.23	734,158.89
Sub-total of cash outflows from financing activities	20,128,453.12	3,465,324.65
Net cash flows from financing activities	261,292,239.10	219,192,136.26
IV. Effect of exchange rate fluctuation on cash and cash equivalents	-9,480,405.84	-2,194,640.13

V. Net increase in cash and cash equivalents	490,715,910.14	116,426,041.48
Add: Balance of cash and cash equivalents at the beginning of the period	2,198,795,359.92	1,133,008,786.50
VI. Balance of cash and cash equivalents at the end of the period	2,689,511,270.06	1,249,434,827.98