

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



Quectel Wireless Solutions Co., Ltd.

2023 Q3 Financial Statement



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1. Q3 Accounting Data and Financial Indicators

Unit: Yuan Currency: RMB

Items	Within the Reporting Period of This Year	Within the Same Period of Last Year		YOY Growth (%)	From the Beginning of This Year to the End of the Reporting Period	Within the Same Period of Last Year		YOY Growth (%)
		Before the Adjustment as per the Latest Chinese Accounting Standards	After the Adjustment as per the Latest Chinese Accounting Standards	After the Adjustment as per the Latest Chinese Accounting Standards		Before the Adjustment as per the Latest Chinese Accounting Standards	After the Adjustment as per the Latest Chinese Accounting Standards	After the Adjustment as per the Latest Chinese Accounting Standards
Operating Revenues	3,454,944,994.47	3,447,484,054.44	3,447,484,054.44	0.22	9,966,795,619.27	10,136,240,870.10	10,136,240,870.10	-1.67
Net Profit Attributable to Shareholders of the Company	97,348,787.67	158,810,142.60	158,617,375.71	-38.63	-18,024,634.54	435,517,681.54	435,146,523.88	-104.14
Net Profit Attributable to Shareholders of the Company after Deducting Non-recurring Gains and Losses	89,685,342.64	75,998,783.88	75,806,016.99	18.31	-64,979,250.19	331,065,889.96	330,694,732.30	-119.65
Net Cash Flow from Operating Activities	Inapplicable	Inapplicable	Inapplicable	Inapplicable	364,218,208.57	360,672,827.00	360,672,827.00	0.98
Basic Earnings per Share (Yuan/Share)	0.37	0.60	0.60	-38.33	-0.07	1.65	1.64	-104.27
Diluted Earnings per Share (Yuan/Share)	0.37	0.60	0.60	-38.33	-0.07	1.65	1.64	-104.27
Weighted Average ROE (%)	2.80	4.60	4.59	1.79 percentage decrease	-0.49	12.93	12.70	13.19 percentage decrease
	By the End of the Reporting Period	By the End of Last Year			YOY Growth (%)			
		Before the Adjustment as per the Latest Chinese Accounting Standards	After the Adjustment as per the Latest Chinese Accounting Standards	After the Adjustment as per the Latest Chinese Accounting Standards	After the Adjustment as per the Latest Chinese Accounting Standards			
Total Assets	10,705,645,091.18	10,273,173,226.84		10,273,167,441.39	4.21			
Owner's Equity Attributable to Shareholders of the Company	3,507,297,674.18	3,720,246,850.43		3,720,241,064.98	-5.72			

2. Q3 Financial Statement

Consolidated Balance Sheet

September 30, 2023

Name of enterprise: Quectel Wireless Solutions Co., Ltd

Unit: Yuan Currency: RMB

Items	September 30, 2023	December 31, 2022
Current Assets:		
Cash Funds	2,055,714,590.04	2,198,895,359.92
Financial Assets Held for Trading		23,045,661.96
Bills Receivable	380,984,602.07	288,267,958.90
Accounts Receivable	1,625,745,400.46	2,056,369,637.41
Accounts Receivable Financing	278,697,024.38	174,832,161.40
Prepayments	249,396,358.68	129,472,748.21
Other Receivables	98,758,502.51	153,516,286.09
Inventories	3,222,860,091.20	3,013,664,013.65
Other Current Assets	186,192,606.40	262,702,212.20
Total Current Assets	8,098,349,175.74	8,300,766,039.74
Non-current Assets		
Long-term Equity Investments	39,356,633.56	39,419,091.42
Other Equity Instrument Investments	30,588,251.81	51,462,716.57
Fixed Assets	1,188,653,301.48	1,219,128,608.85
Construction in Progress	43,253,814.33	98,395,710.59
Right-of-Use Assets	754,124,774.51	59,978,502.25
Intangible Assets	420,591,245.12	377,596,657.61
Long-term Deferred Expenses	64,253,903.05	72,409,305.53
Deferred Tax Assets	26,263,258.00	20,835,106.97
Other Non-current Assets	40,210,733.58	33,175,701.86
Total Non-current Assets	2,607,295,915.44	1,972,401,401.65
Total Assets	10,705,645,091.18	10,273,167,441.39
Current Liabilities		
Short-term Borrowings	1,230,114,129.15	2,015,119,188.34
Bills Payable	604,706,665.19	697,435,647.79
Accounts Payable	2,559,385,402.60	2,011,631,628.07
Contract Liabilities	245,762,045.50	177,471,576.39
Employee Salaries Payable	210,836,533.27	315,636,100.31
Taxes Payable	13,558,847.68	61,614,708.04
Other Payables	15,479,699.62	18,839,950.03
Non-current Liabilities Maturing within One Year	72,775,923.12	83,885,465.14
Other Current Liabilities	283,673,002.65	143,555,751.60
Total Current Liabilities	5,236,292,248.78	5,525,190,015.71

Non-current Liabilities:		
Long-term Borrowings	1,467,669,199.59	973,030,925.90
Lease Liabilities	478,348,900.23	31,071,394.76
Deferred Revenues	20,218,628.09	24,164,076.94
Total Non-current Liabilities	1,966,236,727.91	1,028,266,397.60
Total Liabilities	7,202,528,976.69	6,553,456,413.31
Shareholders' Equity		
Share Capital	264,574,906.00	188,982,076.00
Capital Reserve	2,105,868,638.55	2,172,856,355.00
Subtract: Treasury Stock	20,848,388.78	
Other Comprehensive Income	-49,475,846.89	-55,182,836.66
Special Reserve	599,605.20	
Surplus Reserve	142,865,339.97	142,865,339.97
Undistributed Profit	1,063,713,420.13	1,270,720,130.67
Total Equity Attributable to Parent Company	3,507,297,674.18	3,720,241,064.98
Minority Shareholders' Interest	-4,181,559.69	-530,036.90
Total Shareholders' Equity	3,503,116,114.49	3,719,711,028.08
Total Liabilities and Shareholders' Equity	10,705,645,091.18	10,273,167,441.39



Consolidated Income Statement

From January to September, 2023

Name of enterprise: Quectel Wireless Solutions Co., Ltd

Unit: Yuan Currency: RMB

Items	First Three Quarters of 2023 (From January to September)	First Three Quarters of 2022 (From January to September)
I. Revenue	9,966,795,619.27	10,136,240,870.10
Including: Operating revenue	9,966,795,619.27	10,136,240,870.10
II. Total Operating Costs	10,036,386,955.42	9,758,319,188.78
Including: Operating costs	8,136,309,169.14	8,190,779,292.89
Taxes and surcharges	8,147,989.36	7,204,978.02
Selling expenses	321,369,672.09	338,622,082.39
Administrative expenses	319,610,541.29	212,641,378.20
Research and development expenses	1,203,632,658.85	945,553,714.28
Finance expenses	47,316,924.69	63,517,743.00
Including: Interest expenses	70,759,694.56	28,022,163.50
Interest income	14,081,049.65	2,021,923.15
Add: Other income	20,869,912.73	43,956,393.40
Investment income (loss expressed with "-")	51,919,575.98	40,314,590.32
Including: Investment income from associates and joint ventures	27,639.56	5,673.87
Fair value gains (loss expressed with "-")	-23,045,661.96	37,862,431.70
Credit impairment losses (loss expressed with "-")	7,075,885.78	-4,860,367.72
Asset impairment losses (loss expressed with "-")	-11,511,648.31	-65,922,312.30
Gains/loss on asset disposal (loss expressed with "-")	-61,965.82	286,920.60
III. Operating Profit (loss expressed with "-")	-24,345,237.75	429,559,337.32
Add: Non-operating income	2,298,335.25	3,024,658.12
Subtract: Non-operating expenses	4,997,748.24	1,579,688.09
IV. Total Profit (loss expressed with "-")	-27,044,650.74	431,004,307.35
Subtract: Income tax expenses	-5,268,493.42	-4,809,725.85
V. Net Profit (loss expressed with "-")	-21,776,157.32	435,814,033.20
A. Classification by business continuity		
1. Net profit from continuing operations (loss expressed with "-")	-21,776,157.32	435,814,033.20
B. Classification by ownership		
1. Net profit attributable to shareholders of parent	-18,024,634.54	435,146,523.88

company (loss expressed with "-")		
2. Minority interest (loss expressed with "-")	-3,751,522.78	667,509.32
VI. Other Comprehensive Income (net of tax)	5,706,989.77	-22,795,155.13
Net after-tax other comprehensive income attributable to owners of the parent company	5,706,989.77	-22,795,155.13
1. Other comprehensive income that cannot be reclassified into profit or loss	9,125,535.24	-14,491,941.60
Changes in fair value of other equity instrument investments	9,125,535.24	-14,491,941.60
2. Other comprehensive income to be reclassified to profit or loss	-3,418,545.47	-8,303,213.53
Differences in translation of foreign currency financial statements	-3,418,545.47	-8,303,213.53
VII. Total Comprehensive Income	-16,069,167.55	413,018,878.07
A. Total comprehensive income attributable to shareholders of the parent company	-12,317,644.77	412,351,368.75
B. Total comprehensive income attributable to minority shareholders	-3,751,522.78	667,509.32
VIII. Earnings per Share		
A. Basic earnings per share (Yuan/share)	-0.07	1.64
B. Diluted earnings per share (Yuan/share)	-0.07	1.64



Consolidated Cash Flow Statement

From January to September, 2023

Name of enterprise: Quectel Wireless Solutions Co., Ltd

Unit: Yuan Currency: RMB

Items	First Three Quarters of 2023 (From January to September)	First Three Quarters of 2022 (From January to September)
I. Cash Flows from Operating Activities		
Cash received from sales of goods or rendering of services	10,230,631,993.60	10,211,454,492.16
Refunds of taxes	696,863,256.44	666,409,953.73
Cash received from other operating activities	37,249,297.64	82,139,560.48
Sub-total of cash inflows from operating activities	10,964,744,547.68	10,960,004,006.37
Cash received from sales of goods or rendering of services	8,712,230,211.28	9,180,148,486.08
Cash paid to and on behalf of employees	1,497,902,509.80	1,104,874,118.01
Cash paid for all types of taxes	20,668,380.71	69,485,621.93
Cash paid for other operating activities	369,725,237.32	244,822,953.35
Sub-total of cash outflows from operating activities	10,600,526,339.11	10,599,331,179.37
Net Cash Flows from Operating Activities	364,218,208.57	360,672,827.00
II. Cash Flows from Investing Activities		
Cash received from returns on investments	30,500,000.00	
Cash received from investment incomes	90,097.42	50,000.00
Net cash received from the disposal of fixed assets, intangible assets and other long-term assets	51,690.75	110,199.97
Cash received from other investment activities		41,640,000.00
Sub-total of cash inflows from investing activities	30,641,788.17	41,800,199.97
Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets	195,810,121.91	395,658,735.30
Cash paid for the acquisition of investment		34,999,973.00
Cash paid for other investing activities		41,640,000.00
Sub-total of cash outflows from investing activities	195,810,121.91	472,298,708.30
Net Cash Flows from Investing Activities	-165,168,333.74	-430,498,508.33
III. Cash Flows from Financing Activities		
Cash received by absorbing investments		2,315,772.83
Including: Cash received by absorbing investments of minority shareholders		2,315,772.83
Cash received from borrowings	1,267,257,710.61	1,489,141,700.38
Sub-total of cash inflows from financing activities	1,267,257,710.61	1,491,457,473.21

Cash repayments of borrowings	1,309,553,621.40	1,218,956,564.12
Cash paid for distribution of dividends, profits or for interest expenses	271,248,020.51	125,594,156.85
Other cash paid related to financing activities	57,308,516.96	34,103,966.27
Sub-total of cash outflows from financing activities	1,638,110,158.87	1,378,654,687.24
Net Cash Flows from Financing Activities	-370,852,448.26	112,802,785.97
IV. Effect of Exchange Rate Fluctuation on Cash and Cash Equivalents	28,621,803.55	85,725,519.80
V. Net Increase in Cash and Cash Equivalents	-143,180,769.88	128,702,624.44
Add: Balance of cash and cash equivalents at the beginning of the Reporting Period	2,198,795,359.92	1,133,008,786.50
VI. Balance of Cash and Cash Equivalents by the End of the Reporting Period	2,055,614,590.04	1,261,711,410.94