

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



Quectel Wireless Solutions Co., Ltd.

2021 Annual Financial Report



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1. Main Accounting Data and Financial Indicators

Unit: Yuan Currency: RMB

	2021	2020	Fluctuation (%)	2019
Total assets	8,140,021,182.48	4,601,246,090.65	76.91	2,931,973,545.61
Net assets attributable to shareholders of the Company	3,208,461,512.18	1,868,676,298.94	71.70	1,714,723,122.18
Revenues	11,261,921,747.51	6,105,779,381.15	84.45	4,129,746,036.13
Net profits attributable to shareholders of the Company	358,060,203.50	189,015,964.80	89.43	148,001,477.82
Net profits attributable to shareholders of the Company excluding non-recurring profit or loss	335,345,811.53	170,074,205.56	97.18	134,838,343.05
Net cash flow from operating activities	-488,101,815.91	-398,540,204.22	Non-applicable	-143,946,666.41
Weighted average ROE (%)	12.72	10.57	Increase by 2.15	13.34
Basic earnings per share (Yuan/share)	2.49	1.36	83.09	1.38
Diluted earnings per share (Yuan/share)	2.49	1.36	83.09	1.38

2. Financial Reports

Consolidated Balance Sheet

Dec. 31, 2021

Name of enterprise: Quectel Wireless Solutions Co., Ltd.

Unit: Yuan Currency: RMB

Items	Dec. 31, 2021	Dec. 31, 2020
Current Assets:		
Cash and Bank Balances	1,133,108,786.50	610,586,920.47
Notes Receivable	370,754,212.89	
Accounts Receivable	1,573,978,551.39	871,530,879.09
Accounts Receivable Financing	184,607,663.43	398,913,363.61
Prepayments	121,334,307.70	88,414,738.74
Other Receivables	127,835,091.95	42,368,946.26
Inventories	2,698,770,780.18	1,438,194,584.07
Other Current Assets	384,601,592.37	261,420,150.49
Total Current Assets	6,594,990,986.41	3,711,429,582.73
Non-current Assets:		
Long-term Equity Investments	44,453,625.28	40,454,408.69
Other Equity Instrument Investments	30,000,000.00	60,000,000.00
Fixed Assets	1,136,407,407.14	571,514,752.29
Constructions in Process	30,356,163.46	23,904,831.58
Right-of-use Assets	45,004,186.49	
Intangible Assets	118,341,358.58	93,892,521.03
Long-term Deferred Expenses	67,877,889.01	68,401,355.42
Deferred Tax Assets	12,940,646.16	16,075,215.23
Other Non-current Assets	59,648,919.95	15,573,423.68
Total Non-current Assets	1,545,030,196.07	889,816,507.92
Total assets	8,140,021,182.48	4,601,246,090.65

Current Liabilities:		
Short-term Borrowings	1,668,978,745.82	873,005,577.06
Trading Financial Liabilities		30,414,901.58
Notes Payable	566,043,022.98	270,117,823.98
Accounts Payable	1,694,648,497.91	1,224,867,557.32
Contract Liabilities	88,013,887.95	69,260,718.27
Employee Salaries Payable	278,719,156.38	159,458,055.54
Taxes Payable	16,918,241.94	10,123,809.41
Other Payables	5,809,834.20	1,761,488.14
Non-current Liabilities Due within 1 Year	29,271,565.01	
Other Current Liabilities	286,902,785.88	4,109,860.41
Total Current Liabilities	4,635,305,738.07	2,643,119,791.71
Non-current Liabilities:		
Long-term Borrowings	232,560,000.00	89,450,000.00
Lease Liabilities	31,326,660.45	
Deferred Revenues	31,528,158.56	
Total Non-current Liabilities	295,414,819.01	89,450,000.00
Total Liabilities	4,930,720,557.08	2,732,569,791.71
Shareholders' Equity		
Share Capital	145,370,828.00	107,016,000.00
Capital Reserve	2,196,234,767.20	1,164,264,045.66
Other Comprehensive Income	-31,491,318.70	79,126.96
Surplus Reserve	87,893,859.52	52,975,347.58
Retained Earnings	810,453,376.16	544,341,778.74
Total Equity Attributable to Parent Company	3,208,461,512.18	1,868,676,298.94
Minority Shareholders' Interest	839,113.22	

Total Shareholders' Equity	3,209,300,625.40	1,868,676,298.94
Total Liabilities and Shareholders' Equity	8,140,021,182.48	4,601,246,090.65

Consolidated Income Statement

Jan. to Dec. 2021

Unit: Yuan

Currency: RMB

Item	2021	2020
I. Revenue	11,261,921,747.51	6,105,779,381.15
Including: Operating Revenue	11,261,921,747.51	6,105,779,381.15
II. Total Operating Costs	10,933,757,041.32	5,926,331,841.32
Including: Costs of sales	9,283,875,164.82	4,870,620,652.64
Taxes and Surcharges	13,499,974.85	7,618,509.80
Selling Expenses	360,640,612.12	197,897,412.90
Administrative Expenses	266,162,482.62	184,044,750.10
Research and Development Expenses	1,022,032,952.38	706,678,736.86
Finance Expenses	-12,454,145.47	-40,528,220.98
<i>Including: Interest Expenses</i>	<i>25,441,141.33</i>	<i>15,299,756.95</i>
<i>Interest Income</i>	<i>6,140,198.90</i>	<i>3,665,221.68</i>
Add: Other Income	33,070,018.59	50,697,741.07
Investment Income (loss expressed with "-")	-11,494,321.60	-4,153,056.86
<i>Including: Investment Income from Associates and Joint Ventures</i>	<i>-572,484.81</i>	<i>-545,591.31</i>
Fair Value Gains (loss expressed with "-")		-30,414,901.58
Credit Impairment Losses (loss expressed with "-")	16,559,228.27	-21,690,254.80
Asset Impairment Losses (loss expressed with "-")	-5,783,326.14	-394,400.48
Gains/Losses on Asset Disposal (loss expressed with "-")	-284,097.53	-317,005.12
III. Operating Profit (loss expressed with "-")	360,232,207.78	173,175,662.06
Add: Non-operating Income	5,402,644.88	8,371,223.22
Subtract: Non-operating Expenses	3,979,852.37	2,979,930.86

IV. Total Profit (loss expressed with "-")	361,655,000.29	178,566,954.42
Subtract: Income Tax Expenses	3,317,593.79	-10,449,010.38
V. Net Profit (loss expressed with "-")	358,337,406.50	189,015,964.80
A. Classified by business continuity		
Net profit from continuing operations (loss expressed with "-")	358,337,406.50	189,015,964.80
B. Classified by attribution of the ownership		
1. Net profit attributable to shareholders of the parent company (loss expressed with "-")	358,060,203.50	189,015,964.80
2. Minority Shareholders' Interest (loss expressed with "-")	277,203.00	
VI. Other comprehensive income (net of tax)	-31,570,445.66	57,803.26
A. Other net comprehensive incomes attributable to owners of the Parent Company	-31,570,445.66	57,803.26
1. Other comprehensive income not to be reclassified into profit or loss	-30,000,000.00	
Changes in the fair value of investments on other equity instruments	-30,000,000.00	
2. Other comprehensive income to be reclassified into profit or loss	-1,570,445.66	57,803.26
Converted difference in Foreign Currency Statements	-1,570,445.66	57,803.26
VII. Total comprehensive income	326,766,960.84	189,073,768.06
A. Total comprehensive income attributable to owners of the parent company	326,489,757.84	189,073,768.06
B. Total comprehensive income attributable to the minority shareholders	277,203.00	
VIII. Earnings per share		
A. Basic earnings per share (Yuan/share)	2.49	1.36
B. Diluted earnings per share (Yuan/share)	2.49	1.36

Consolidated Cash Flow Statement

Jan. to Dec. 2021

Unit: Yuan

Currency: RMB

Item	2021	2020
I. Cash flows from operating activities		
Cash received from sales of goods or rendering of services	8,821,188,713.55	4,866,622,849.20
Refunds of taxes	556,144,044.09	279,427,365.14
Cash received from other operating activities	105,117,377.98	72,451,439.36
Sub-total of cash inflows from operating activities	9,482,450,135.62	5,218,501,653.70
Cash paid for goods and services	8,585,362,495.61	4,689,142,674.03
Cash paid to and on behalf of employees	1,018,071,216.63	656,777,223.21
Cash paid for all types of taxes	54,616,180.71	24,198,804.37
Cash paid for other operating activities	312,502,058.58	246,923,156.31
Sub-total of cash outflows from operating activities	9,970,551,951.53	5,617,041,857.92
Net cash flows from operating activities	-488,101,815.91	-398,540,204.22
II. Cash flows from investing activities		
Cash received from disposal or returns of investments	534,039,452.06	300,000,000.00
Cash received from returns on investments		3,061,213.86
Net cash received from the disposal of fixed assets, intangible assets and other long-term assets	610,140.93	422,379.92
Net cash received from the disposal of subsidiary companies and other operating business units	28,637,739.10	
Sub-total of cash inflows from investing activities	563,287,332.09	303,483,593.78
Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets	928,017,403.47	551,487,817.85
Cash paid for the acquisition of investment	579,945,556.02	41,000,000.00
Sub-total of cash outflows from investing	1,507,962,959.49	592,487,817.85

activities		
Net cash flows from investing activities	-944,675,627.40	-289,004,224.07
III. Cash flows from financing activities		
Cash received by absorbing investments	1,061,418,051.06	-
<i>Including: cash received by absorbing investments of the minority shareholders from the subsidiary companies</i>	561,910.22	-
Cash received from borrowings	2,180,682,856.86	2,446,902,558.64
Sub-total of cash inflows from financing activities	3,242,100,907.92	2,446,902,558.64
Cash repayments of borrowings	1,176,847,769.52	1,693,230,747.88
Cash paid for distribution of dividends, profits or for interest expenses	88,950,970.85	53,273,614.01
Cash paid for other things pertaining to financing activities	17,058,497.92	-
Sub-total of cash outflows from financing activities	1,282,857,238.29	1,746,504,361.89
Net cash flows from financing activities	1,959,243,669.63	700,398,196.75
IV. Effect of exchange rate fluctuation on cash and cash equivalents	-3,943,882.64	57,803.26
V. Net increase in cash and cash equivalents	522,522,343.68	12,911,571.72
Add: Balance of cash and cash equivalents at the beginning of the period	610,486,442.82	597,574,871.10
VI. Balance of cash and cash equivalents at the end of the period	1,133,008,786.50	610,486,442.82