Q TECHNOLOGY (GROUP) COMPANY LIMITED
丘鈦科技(集團)有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1478)

DISCLOSEABLE TRANSACTION
SUBSCRIPTION FOR WEALTH MANAGEMENT PRODUCTS

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On 15 January 2025, the Group subscribed for two Wealth Management Products issued by CZB with its idle funds totaling RMB200 million, i.e. the Subscription.

IMPLICATION UNDER THE LISTING RULES

Pursuant to Rule 14.07 of the Listing Rules, as one of the applicable percentage ratios in respect of the Subscription is more than 5% but less than 25%, the Subscription constitutes a discloseable transaction of the Company under Chapter 14 of the Listing Rules and is therefore subject to the reporting and announcement requirements under Chapter 14 of the Listing Rules.

SUBSCRIPTION FOR WEALTH MANAGEMENT PRODUCT

On 15 January 2025, the Group (through its wholly-owned subsidiary, Kunshan QT China) subscribed for two low-risk Wealth Management Products issued by CZB with its idle funds of RMB200 million. A summary of the Wealth Management Products are set out as follows:

Date of subscription: 15 January 2025

Parties: (i) Kunshan QT China, as the subscriber; and

(ii) CZB, as the issuer.

Name of the Wealth Management Products:	(i) CZB Unit Structured Deposit (Product Code: EEY25002DT)(浙商銀行單位結構性存款(產品代碼:EEY25002DT)) (the "**Product A**") (ii) CZB Unit Structured Deposit (Product Code: EEY25002UT)(浙商銀行單位結構性存款(產品代碼:EEY25002UT)) (the "**Product B**")
Subscription amount:	The subscription amount of the two products is RMB100 million respective, and the total amount is RMB200 million.
Term of investment period:	364 days (from 17 January 2025 to 16 January 2026)
Type of the product:	Guaranteed principal with floating return
Risk level of the product:	Level PR1 (low-risk)
Use of proceeds:	The funds will be invested in bank deposits and derivative financial instruments. Derivative financial instruments include but are not limited to credit, equity, commodities, foreign exchange, interest rate options and other derivative financial instruments.
Expected annualised rate of return:	1.50% or 2.25% or 2.60%, subject to the actual yield-to-maturity. The return is pegged to the euro-dollar exchange rate, among which: (i) Product A will earn a higher yield when the closing price of the relevant exchange rate breaks out of the fluctuation band downwards; (ii) Product B will earn a higher yield when the closing price of the relevant exchange rate breaks out of the fluctuation band upward.
Fee:	Free of charge
Early termination:	Early termination or redemption is not allowed

Note: The terms of Product A and Product B are the same except for the calculation method of income.

Upon the expiration of the Subscription, if the both the annualised rates of return of the Wealth Management Products can meet the highest expected annualised rates of return, the Group may obtain a maximum of approximately RMB5,258,000 in total of the wealth management income, subject to the final settlement of the bank.

As at the date of the Subscription, the Group did not hold any outstanding wealth management products of CZB.

REASONS FOR AND BENEFITS OF THE SUBSCRIPTION

The Group invests wealth management products with idle cash derived from its business operations to make full use of its idle funds and improve the rate of return on idle funds without affecting its normal operations, and the Wealth Management Products are principal guaranteed structured deposit products, thus achieving a balanced income and maintaining high liquidity and lower risk. In addition, the Wealth Management Product offer a better potential return to the Group when compared to the deposit interest rates normally offered by commercial banks in the PRC and Hong Kong.

The Directors believe that the Subscription is on normal commercial terms, fair and reasonable, in line with the treasury policy of the Company and in the interests of the Company and its shareholders as a whole.

INFORMATION OF THE PARTIES

The Group is primarily engaged in the design, research and development, manufacture and sales of camera modules and fingerprint recognition modules, and centred on mid-to-high end camera and fingerprint recognition module market for intelligent mobile terminals such as global smart phone and tablet PC brands, Internet of Things (IoT), smart vehicles, etc.

CZB is a licensed bank under the laws of the PRC, which is principally engaged in the provision of corporate and retail banking, treasury business, and other banking service.

To the best of the Directors' knowledge, information and belief, after making all reasonable enquiries, CZB and its ultimate beneficial owner are third parties independent of, and not connected with, the Company and its connected persons.

IMPLICATION UNDER THE LISTING RULES

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GENERAL

None of the Directors is deemed to be interested in the Subscription. Therefore, no Director is required to abstain from voting on the approval of Subscription at the Board meeting.

DEFINITIONS

In this announcement, the following expressions shall have the meanings set out below unless the context otherwise requires:

"Board"	the board of Directors
"Company"	Q Technology (Group) Company Limited, a company incorporated in the Cayman Islands with limited liability, the issued Shares of which are listed and traded on the main board of the Stock Exchange (stock code: 1478)
"connected person"	has the meaning ascribed thereto under the Listing Rules
"CZB"	China Zheshang Bank Co., Ltd., a joint-stock commercial bank incorporated in the PRC, the issued shares of which are listed and traded on the main board of the Stock Exchange and Shanghai Stock Exchange respectively (stock code: 2016.HK and 601916.SH)
"Director(s)"	the director(s) of the Company
"Group"	the Company and its subsidiaries
"Kunshan QT China"	Kunshan QTech Microelectronics Co., Ltd., a company established in the PRC, and an indirect wholly-owned subsidiary of the Company
"Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited
"PRC"	the People's Republic of China
"RMB"	Renminbi, the lawful currency of PRC
"Share(s)"	ordinary share(s) of HK$0.01 each in the share capital of the Company
"Shareholder(s)"	holders of the Share(s)
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"Wealth Management Product(s)"	the two structured deposits of Product A and Product B issued by CZB and subscribed by the Group under relevant subscription agreements

"Subscription"	the subscription of the Wealth Management Products made by the Group from CZB on 15 January 2025
"subsidiary(ies)"	has the meaning ascribed thereto under the Listing Rules
"%"	per cent.

By Order of the Board
Q Technology (Group) Company Limited
He Ningning
Chairman and Executive Director

Hong Kong, 15 January 2025

As at the date of this announcement, the executive Directors are Mr. He Ningning (chairman), Mr. Hu Sanmu (chief executive officer) and Mr. Fan Fuqiang; and the independent non-executive Directors are Mr. Chu Chia-Hsiang, Mr. Ko Ping Keung and Ms. Hui Hiu Ching.