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)

INSIDE INFORMATION
LATEST DEVELOPMENT OF THE TAX DISPUTE OF Q TECH INDIA

This announcement is made by Q Technology (Group) Company Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

Reference is made to the Company's announcements dated 22 November 2024, 14 January 2025 and 27 January 2026, and the annual results announcement for the year ended 31 December 2025 dated 16 March 2026 and the 2025 annual report (the "**Announcements**"), in relation to the tax dispute of Kunshan Q Tech Microelectronic (India) Private Limited ("**Q Tech India**", which was originally a wholly-owned subsidiary of the Company and, following the Company's disposal of a portion of its equity interest therein, became a joint venture of the Company on 26 September 2025). Unless otherwise defined, capitalized terms used in this announcement shall have the same meanings as defined in the Announcements.

As disclosed in the Announcements, pursuant to the Order, the TY20/21 FAO passed by the relevant Indian tax authority to Q Tech India was legally invalid and has been quashed. In Addition, on 8 March 2026, Q Tech India further received a revised income tax computation form and notice of demand (the "**Revised Tax Computation and Demand Notice**") issued by the relevant Indian tax authority pursuant to the Order of ITAT, pursuant to which the relevant Indian tax authority adjusted the tax payable by Q Tech India for the financial year ended 31 March 2021 to nil.

Based on the Revised Tax Computation and Demand Notice and after considering the opinions from the Indian legal counsel, the Company has resolved to reverse the provision previously made by the Company in respect of the dispute arising from the TY20/21 FAO, with an aggregated amount of approximately RMB75,236,000 (the "**Provision Reversal**").

The above amount of the Provision Reversal represents a preliminary assessment made by the Board based on the information currently available, and has not been reviewed or audited by the independent auditor or the audit committee of the Company, and is therefore subject to further adjustments.

As at the date of this announcement, two other tax dispute proceedings initiated by Q Tech India in relation to the TY19/20 FAO and TY21/22 FAO are still pending. Accordingly, the Company has not made any adjustments or reversal to the provision amounts made for those two proceedings. The Company will keep its shareholders and potential investors informed of any further material development by way of announcement(s) as and when appropriate.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

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

Hong Kong, 5 June 2026

As at the date of this announcement, the executive directors of the Company 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. Xiaomin Fu and Ms. Hui Hiu Ching.