

X Financial (NYSE: XYF) Reports Q2 2025 Results: Revenue +66%, Record Loan Originations, Improved Asset Quality

SHENZHEN, China, Aug. 18, 2025 /PRNewswire/ -- X Financial (NYSE: XYF), a leading Chinese fintech platform, today announced its unaudited financial results for the second quarter ended June 30, 2025.

Q2 2025 Highlights

- **Total net revenue reached \$317.3 million** (RMB2,273.1 million), up **65.6%** year-over-year ("YoY"), driven by robust loan facilitation growth and healthy platform activity.
- **Total loan amount facilitated and originated^[1] hit a record RMB38.99 billion** (~\$5.43 billion), up **71.4% YoY**, as borrower demand remained strong. X Financial facilitated and originated approximately **3.72 million loans**, with **active borrowers rising 73.7% YoY** to 2.85 million.
- **Net income rose 27.1% YoY** to \$73.7 million (RMB528.0 million). **Non-GAAP adjusted net income** was \$82.8 million (RMB593.2 million), up **58.3% YoY**.
- The **31–60 days delinquency rate decreased to 1.16%** (from 1.29% in the same period of 2024) and **91–180 days rate declined to 2.91%** (from 4.38% in the same period of 2024).

"Q2 2025 continued our strong momentum, with nearly RMB39 billion in total loan amount facilitated and originated and revenue up 66%," said **Kent Li**, President of X Financial. "We added over 427,000 active borrowers this quarter, maintained healthy asset quality, and scaled our platform efficiently. These results underscore our disciplined execution and focus on long-term value creation."

(In thousands, except for share and per share data)	Three Months Ended	Three Months Ended	Three Months Ended	QoQ	YoY
	June 30, 2024	March 31, 2025	June 30, 2025		
	RMB	RMB	RMB		
Total net revenue	1,372,588	1,937,505	2,273,123	17.3 %	65.6 %
Net income	415,303	458,127	528,016	15.3 %	27.1 %
Non-GAAP adjusted net income	374,661	466,766	593,215	27.1 %	58.3 %
Net income per ADS—basic	8.46	10.92	12.60	15.4 %	48.9 %
Net income per ADS—diluted	8.28	10.56	12.00	13.6 %	44.9 %

[1] Represents the total amount of loans that the Company facilitated and originated during the relevant period.

Business Outlook & Share Repurchase Plans

- **Business Outlook:** Based on current trends, X Financial expects the total loan amount facilitated and originated in the third quarter of 2025 to be in the range of **RMB32.0 billion to RMB34.0 billion**. This represents a deliberate moderation from record Q2 levels, as management places greater emphasis on asset quality and profitability over pure volume growth. The Company remains attentive to challenges and uncertainties from the evolving regulatory environment, while maintaining confidence in resilient borrower demand and disciplined execution.
- **Capital Return to Shareholders:** From January 1, 2025 through August 15, 2025, X Financial repurchased an aggregate of approximately **16.7 million Class A ordinary shares**, including approximately **2.3 million ADSs**, for a total consideration of approximately **US\$47.7 million** under its share repurchase programs. The Company's previous US\$50 million repurchase authorization has been fully utilized. The Company now has approximately **US\$68.2 million** remaining under its new US\$100 million share repurchase program, which is effective through November 30, 2026. This program underscores the Company's confidence in its long-term growth outlook and its commitment to enhancing shareholder value. Repurchases under the program remain subject to market conditions and other factors and may be modified or suspended at management's discretion.
- **Declaration of Semi-Annual Dividend:** Pursuant to the semi-annual dividend policy, the Board today approved the declaration and payment of a semi-annual dividend of **US\$0.28 per ADS** (approximately **US\$0.0467 per ordinary share**). The holders of the Company's ordinary shares shown on the Company's record at the close of trading on **September 26, 2025** (U.S. Eastern Daylight Time) will be entitled to the semi-annual dividend. These shareholders, including the Bank of New York Mellon, the depository of our ADS program (the "Depository"), will receive the payments of dividends on or about **October 15, 2025**. Dividends to the Company's ADS holders will be paid by the Depository on or after **October 15, 2025**, and the precise timing of receipt will vary based on the processing efficiency of the respective holding brokerage.

"We remain committed to disciplined execution and long-term value creation," said **Frank Fuya Zheng**, Chief Financial Officer. "Our strong Q2 performance, with GAAP earnings of US\$1.76 per ADS and non-GAAP earnings of US\$1.98 per ADS, together with our solid balance sheet, position us to return capital while investing in sustainable growth."

Conference Call

X Financial's management team will host an earnings conference call at 8:30 AM U.S. Eastern Time on August 19, 2025 (8:30 PM Beijing / Hong Kong Time on August 19, 2025).

Dial-in details for the earnings conference call are as follows:

United States: 1-888-346-8982
 Hong Kong: 852-301-84992
 Mainland
 China: 4001-201203
 International: 1-412-902-4272
 Passcode: X Financial

Please dial in ten minutes before the call is scheduled to begin and provide the passcode to join the call. A replay of the conference call may be accessed by phone at the following numbers until August 26, 2025:

United
 States: 1-877-344-7529
 International: 1-412-317-0088

Passcode: 1404098

Additional Information

This press release contains highlights only. For the Company's complete financial results and management's discussion and analysis for the second quarter of 2025, please refer to the Form 6-K filed with the U.S. Securities and Exchange Commission on August 19, 2025.

About X Financial

X Financial (NYSE: XYF) (the "Company") is a leading Chinese fintech platform. The Company is committed to connecting borrowers on its platform with its institutional funding partners. With its proprietary big data-driven technology, the Company has established strategic partnerships with financial institutions across multiple areas of its business operations, enabling it to facilitate and originate loans to prime borrowers under a risk assessment and control system.

For more information, please visit <http://ir.xiaoyinggroup.com>.

Use of Non-GAAP Financial Measures

In evaluating our business, we consider and use non-GAAP measures as supplemental measures to review and assess our operating performance. We present the non-GAAP financial measures because they are used by our management to evaluate our operating performance and formulate business plans. We believe that the use of the non-GAAP financial measures facilitates investors' assessment of our operating performance and help investors to identify underlying trends in our business that could otherwise be distorted by the effect of certain income or expenses that we include in income (loss) from operations and net income (loss). We also believe that the non-GAAP measures provide useful information about our core operating results, enhance the overall understanding of our past performance and future prospects and allow for greater visibility with respect to key metrics used by our management in its financial and operational decision-making.

We use in this press release the following non-GAAP financial measures: (i) adjusted net income (loss), (ii) adjusted net income (loss) per basic ADS, (iii) adjusted net income (loss) per diluted ADS, (iv) adjusted net income (loss) per basic share, and (v) adjusted net income (loss) per diluted share, each of which excludes share-based compensation expense, impairment losses on financial investments, income (loss) from financial investments, gain (loss) from financial investments at equity method and impairment losses on long-term investments. These non-GAAP financial measures have limitations as analytical tools, and when assessing our operating performance, investors should not consider them in isolation, or as a substitute for the financial information prepared and presented in accordance with U.S. GAAP.

We mitigate these limitations by reconciling the non-GAAP financial measures to the most directly comparable U.S. GAAP financial measures, which should be considered when evaluating our performance. We encourage you to review our financial information in its entirety and not rely on a single financial measure.

For more information on these non-GAAP financial measures, please see the table captioned "Unaudited Reconciliations of GAAP and Non-GAAP results" set forth at the end of this press release.

Exchange Rate Information

This press release contains translations of certain RMB amounts into U.S. dollars at specified rates solely for the convenience of the reader. Unless otherwise noted, all translations from RMB to U.S. dollars are made at a rate of **RMB7.1636 to US\$1.00**, the exchange rate in effect as of June 30, 2025, as published in the Federal Reserve Board's H.10 statistical release. **Percentages stated in this release are calculated based on the RMB amounts.**

Disclaimer

Safe Harbor Statement

This announcement contains forward-looking statements within the meaning of Section 21E of the Securities Exchange Act of 1934, as amended. These forward-looking statements are made under the "safe harbor" provisions of the U.S. Private Securities Litigation Reform Act of 1995. These statements can be identified by terminology such as "will," "expects," "anticipates," "future," "intends," "plans," "believes," "estimates," "potential," "continue," "ongoing," "targets," "guidance" and similar statements. The Company may also make written or oral forward-looking statements in its periodic reports to the U.S. Securities and Exchange Commission (the "SEC"), in its annual report to shareholders, in press releases and other written materials and in oral statements made by its officers, directors or employees to third parties. Any statements that are not historical facts, including statements about the Company's beliefs and expectations, are forward-looking statements that involve factors, risks and uncertainties that could cause actual results to differ materially from those in the forward-looking statements. Such factors and risks include, but not limited to the followings: the Company's goals and strategies; its future business development, financial condition and results of operations; the expected growth of the credit industry, and marketplace lending in particular, in China; the demand for and market acceptance of its marketplace's products and services; its ability to attract and retain borrowers and investors on its marketplace; its relationships with its strategic cooperation partners; competition in its industry; and relevant government policies and regulations relating to the corporate structure, business and industry. Further information regarding these and other risks, uncertainties or factors is included in the Company's filings with the SEC. All information provided in this announcement is current as of the date of this announcement, and the Company does not undertake any obligation to update such information, except as required under applicable law.

Use of Projections

This announcement also contains certain financial forecasts (or guidance) with respect to the Company's projected financial results. The Company's independent auditors have not audited, reviewed, compiled or performed any procedures with respect to the projections or guidance for the purpose of their inclusion in this announcement, and accordingly, they did not express an opinion or provide any other form assurance with respect thereto for the purpose of this announcement. This guidance should not be relied upon as being necessarily indicative of future results. The assumptions and estimates underlying the prospective financial information are inherently uncertain and are subject to a wide variety of significant business, economic and competitive risks and uncertainties that could actual results to differ materially from those contained in the prospective financial information. Accordingly, there can be no assurance that the prospective results are indicative of the future performance of the Company, or that actual results will not differ materially from those set forth in the prospective financial information. Inclusion of the prospective financial information in this announcement should not be regarded as a representation by any person that the results contained in the prospective financial information will actually be achieved. You should review this information together with the Company's historical information.

For more information, please contact:

X Financial

Mr. Noah Kauffman (Chief Financial Strategy Officer)

X Financial
Unaudited Condensed Consolidated Balance Sheets

(In thousands, except for share and per share data)	As of December 31, 2024			As of June 30, 2025		
		RMB		RMB		USD
ASSETS						
Cash and cash equivalents		984,611		1,152,990		160,951
Restricted cash, net		676,793		788,224		110,032
Accounts receivable and contract assets, net		2,029,550		3,161,642		441,348
Loans receivable from Credit Loans and other loans, net		4,828,317		5,017,643		700,436
Deposits to institutional cooperators, net		1,958,297		2,141,552		298,949
Prepaid expenses and other current assets		34,079		126,514		17,661
Financial guarantee derivative		1,038		12,055		1,683
Deferred tax assets, net		197,713		259,651		36,246
Long-term investments		498,038		508,480		70,981
Property and equipment, net		15,833		18,532		2,587
Intangible assets, net		36,592		37,151		5,186
Financial investments		513,476		426,144		59,487
Other non-current assets		44,951		37,277		5,204
TOTAL ASSETS		11,819,288		13,687,855		1,910,751
LIABILITIES						
Payable to investors and institutional funding partners at amortized cost		2,184,086		2,454,750		342,670
Contingent guarantee liabilities		187,641		322,645		45,040
Deferred guarantee income		164,725		323,073		45,099
Short-term borrowings		328,500		401,500		56,047
Accrued payroll and welfare		94,717		77,739		10,852
Other tax payable		279,993		345,598		48,244
Income tax payable		591,491		631,032		88,089
Accrued expenses and other current liabilities		941,506		1,334,032		186,223
Other non-current liabilities		27,516		19,924		2,781
Deferred tax liabilities		65,959		56,660		7,909
TOTAL LIABILITIES		4,866,134		5,966,953		832,954
Commitments and Contingencies						
Equity:						
Common shares (250,678,439 and 245,300,795 shares outstanding as of December 31, 2024 and June 30, 2025)		207		207		29
Treasury stock		(509,644)		(685,242)		(95,656)
Additional paid-in capital		3,207,028		3,244,966		452,980
Retained earnings		4,174,511		5,083,697		709,657
Other comprehensive income		81,052		77,274		10,787
TOTAL EQUITY		6,953,154		7,720,902		1,077,797
TOTAL LIABILITIES AND EQUITY		11,819,288		13,687,855		1,910,751

X Financial
Unaudited Condensed Consolidated Statements of Comprehensive Income

(In thousands, except for share and per share data)	Three Months Ended June 30,			Six Months Ended June 30,		
	2024	2025	2025	2024	2025	2025
	RMB	RMB	USD	RMB	RMB	USD
Net revenues						
Loan facilitation service	732,249	1,369,443	191,167	1,346,399	2,447,823	341,703
Post-origination service	154,669	271,407	37,887	307,411	537,448	75,025
Financing income	351,012	319,938	44,662	685,640	630,078	87,955
Guarantee income	45,564	102,570	14,318	78,490	185,498	25,895
Other revenue	89,094	209,765	29,282	162,622	409,781	57,203
Total net revenue	1,372,588	2,273,123	317,316	2,580,562	4,210,628	587,781
Operating costs and expenses:						
Origination and servicing	415,071	513,974	71,748	841,618	987,699	137,877
Borrower acquisitions and marketing	323,636	756,264	105,570	572,010	1,465,271	204,544
General and administrative	39,073	49,539	6,915	77,547	101,284	14,139
Provision for accounts receivable and contract assets	9,016	33,360	4,657	17,671	42,408	5,920
Provision for loans receivable	95,865	46,394	6,476	157,405	108,590	15,159
Provision for contingent guarantee liabilities	21,376	207,383	28,950	69,269	271,130	37,848
Change in fair value of financial guarantee derivative	-	(9,574)	(1,336)	-	(14,991)	(2,093)

Provision for credit losses for deposits and other financial assets	5,498	727	101	5,448	1,276	178
Total operating costs and expenses	909,535	1,598,067	223,081	1,740,968	2,962,667	413,572
Income from operations	463,053	675,056	94,235	839,594	1,247,961	174,209
Interest income (expenses), net	(1,818)	3,984	556	(6,109)	1,265	177
Foreign exchange gain (loss)	(7,807)	2,101	293	(8,231)	(10,381)	(1,449)
Income (loss) from financial investments ^[1]	(3,829)	(15,378)	(2,147)	4,498	(19,056)	(2,660)
Other income (loss), net	(657)	221	31	3,388	2,156	301
Income before income taxes	448,942	665,984	92,968	833,140	1,221,945	170,578
Income tax expense	(89,568)	(110,795)	(15,466)	(154,593)	(227,323)	(31,733)
Gain from equity in affiliates, net of tax	824	9,830	1,372	2,869	7,647	1,067
Gain (loss) from financial investments at equity method, net of tax ^[1]	55,105	(37,003)	(5,165)	97,024	(16,126)	(2,251)
Net income	415,303	528,016	73,709	778,440	986,143	137,661
Less: net income attributable to non-controlling interests	-	-	-	-	-	-
Net income attributable to X Financial shareholders	415,303	528,016	73,709	778,440	986,143	137,661
Net income	415,303	528,016	73,709	778,440	986,143	137,661
Other comprehensive income, net of tax of nil:						
Gain from equity in affiliates	-	184	26	30	184	26
Income (loss) from financial investments	2,294	-	-	4,519	(768)	(107)
Foreign currency translation adjustments	3,970	(2,995)	(418)	5,188	(3,194)	(446)
Comprehensive income	421,567	525,205	73,317	788,177	982,365	137,134
Less: comprehensive income attributable to non-controlling interests	-	-	-	-	-	-
Comprehensive income attributable to X Financial shareholders	421,567	525,205	73,317	788,177	982,365	137,134
Net income per share—basic	1.41	2.10	0.29	2.65	3.91	0.55
Net income per share—diluted	1.38	2.00	0.28	2.60	3.75	0.52
Net income per ADS—basic	8.46	12.60	1.76	15.90	23.46	3.27
Net income per ADS—diluted	8.28	12.00	1.68	15.60	22.50	3.14
Weighted average number of ordinary shares outstanding—basic	293,914,248	251,566,501	251,566,501	294,224,447	251,927,644	251,927,644
Weighted average number of ordinary shares outstanding—diluted	300,458,575	263,948,357	263,948,357	299,681,672	263,019,346	263,019,346

[1] The Company has revised the presentation of the gain (loss) from financial investments at equity method after income tax expense, which previously reported as "Income (loss) from financial investments" before income tax expense. Additionally, "Impairment losses on long-term investments" accounted under the equity method have been reclassified into the gain (loss) from equity in affiliates after income tax expense. This change in presentation does not affect the net income for any periods presented.

X Financial Unaudited Reconciliations of GAAP and Non-GAAP Results

(In thousands, except for share and per share data)	Three Months Ended June 30,			Six Months Ended June 30,		
	2024	2025	2025	2024	2025	2025
	RMB	RMB	USD	RMB	RMB	USD
GAAP net income	415,303	528,016	73,709	778,440	986,143	137,661
Less: Income (loss) from financial investments (net of tax of nil)	(3,829)	(15,378)	(2,147)	4,498	(19,056)	(2,660)
Less: Impairment losses on financial investments (net of tax of nil)	-	-	-	-	-	-
Less: Impairment losses on long-term investments (net of tax)	-	-	-	-	-	-
Less: Gain (loss) from financial investments at equity method (net of tax of nil)	55,105	(37,003)	(5,165)	97,024	(16,126)	(2,251)
Add: Share-based compensation expenses (net of tax of nil)	10,634	12,818	1,789	19,946	38,656	5,396
Non-GAAP adjusted net income	374,661	593,215	82,810	696,864	1,059,981	147,968
Non-GAAP adjusted net income per share—basic	1.27	2.36	0.33	2.37	4.21	0.59
Non-GAAP adjusted net income per share—diluted	1.25	2.25	0.31	2.33	4.03	0.56
Non-GAAP adjusted net income per ADS—basic	7.62	14.16	1.98	14.22	25.26	3.53
Non-GAAP adjusted net income per ADS—diluted	7.50	13.50	1.88	13.98	24.18	3.38
Weighted average number of ordinary shares outstanding—basic	293,914,248	251,566,501	251,566,501	294,224,447	251,927,644	251,927,644
Weighted average number of ordinary shares outstanding—diluted	300,458,575	263,948,357	263,948,357	299,681,672	263,019,346	263,019,346

SOURCE X Financial

<https://ir.xiaoyingroup.com/2025-08-18-X-Financial-NYSE-XYF-Reports-Q2-2025-Results-Revenue-66--Record-Loan-Originations--Improved-Asset-Quality>