

SMIC Q1 2026

Financial Presentation

May 2026

1Q26 Financial Highlights (unaudited)

- **Revenue was \$2,505 million**

 - Up 0.7% QoQ from \$2,489 million in 4Q25

 - Up 11.5% YoY from \$2,247 million in 1Q25

- **Gross margin was 20.1%**

 - Compared to 19.2% in 4Q25

 - Compared to 22.5% in 1Q25

- **Profit from operations was \$248 million**

 - Compared to \$299 million in 4Q25

 - Compared to \$310 million in 1Q25

- **Profit attributable to SMIC was \$197 million**

 - Compared to \$173 million in 4Q25

 - Compared to \$188 million in 1Q25

- **EBITDA was \$1,435 million**

 - Compared to \$1,405 million in 4Q25

 - Compared to \$1,292 million in 1Q25

Income Statement

| (US\$ thousands) | 1Q26 | 4Q25 | QoQ | 1Q25 | YoY |
|--|------------------|------------------|---------------|------------------|---------------|
| Revenue | 2,505,487 | 2,488,710 | 0.7% | 2,247,201 | 11.5% |
| Gross profit | 503,603 | 478,121 | 5.3% | 505,868 | -0.4% |
| Gross margin | 20.1% | 19.2% | | 22.5% | |
| Operating income(expenses) | (255,811) | (179,501) | 42.5% | (196,297) | 30.3% |
| <i>Research & Development</i> | <i>(187,097)</i> | <i>(239,676)</i> | <i>-21.9%</i> | <i>(148,899)</i> | <i>25.7%</i> |
| <i>General & Administrative</i> | <i>(118,218)</i> | <i>(145,680)</i> | <i>-18.9%</i> | <i>(149,318)</i> | <i>-20.8%</i> |
| <i>Selling & Marketing</i> | <i>(9,667)</i> | <i>(8,109)</i> | <i>19.2%</i> | <i>(11,362)</i> | <i>-14.9%</i> |
| <i>Other operating income</i> | <i>58,800</i> | <i>213,768</i> | <i>-72.5%</i> | <i>113,527</i> | <i>-48.2%</i> |
| Profit from operations | 247,792 | 298,620 | -17.0% | 309,571 | -20.0% |
| Other income, net | 7,539 | (72,117) | N/A | 39,705 | -81.0% |
| Income tax expense | (24,419) | (23,128) | 5.6% | (25,854) | -5.6% |
| Profit attributable to SMIC | 197,448 | 172,851 | 14.2% | 188,035 | 5.0% |
| Profit attributable to non-controlling interests | 33,464 | 30,524 | 9.6% | 135,387 | -75.3% |

- **Research and development expenses** decreased to \$187.1 million in 1Q26 from \$239.7 million in 4Q25. The change was mainly due to the lower level of R&D activities in 1Q26.
- **General and administrative expenses** decreased to \$118.2 million in 1Q26 from \$145.7 million in 4Q25. The change was mainly due to the decrease in start-up costs in 1Q26.
- The change in **other operating income** was primarily due to the change in the recognized income of government funding during this quarter.

Capital Structure

| (US\$ thousands) | As of | |
|--|-------------------|-------------------|
| | Mar 31, 2026 | Dec 31, 2025 |
| Cash and cash equivalents | 7,279,039 | 5,872,500 |
| Restricted cash | - | - |
| Financial assets at fair value through profit or loss - current ⁽¹⁾ | 365,619 | 380,857 |
| Financial assets at amortised cost ⁽²⁾ | 6,209,125 | 5,682,865 |
| Total cash on hand | 13,853,783 | 11,936,222 |
| Borrowings - current | 4,306,045 | 2,593,077 |
| Borrowings - non-current | 10,201,489 | 9,994,773 |
| Lease liabilities | 4,728 | 8,331 |
| Total debt | 14,512,262 | 12,596,181 |
| Net debt ⁽³⁾ | 658,479 | 659,959 |
| Equity | 35,791,097 | 35,020,523 |
| Debt to equity ratio ⁽⁴⁾ | 40.5% | 36.0% |
| Net debt to equity ratio ⁽⁵⁾ | 1.8% | 1.9% |

(1) Mainly contain structural deposits and monetary funds.

(2) Mainly contain bank deposits over 3 months.

(3) Total debt minus total cash on hand.

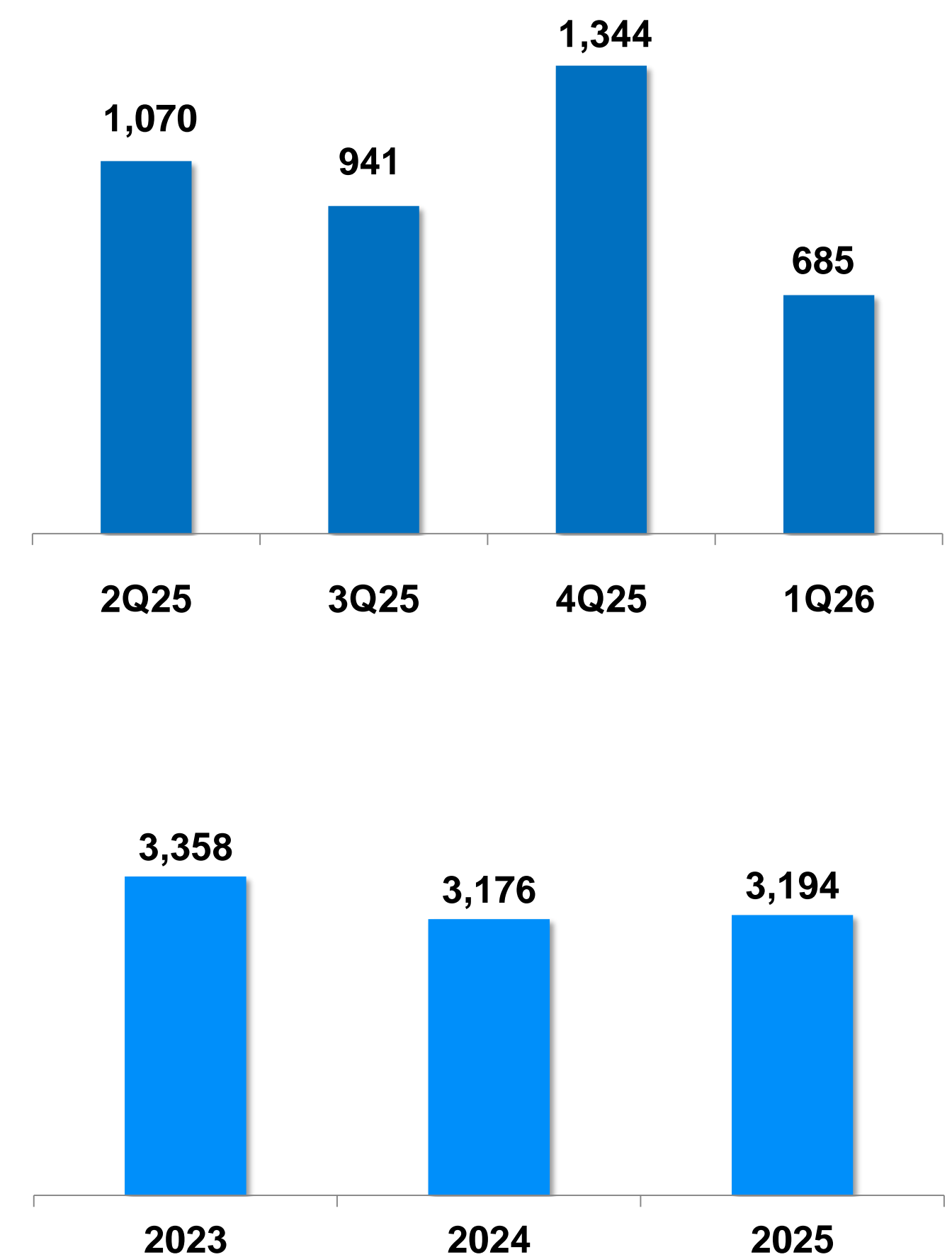
(4) Total debt divided by equity.

(5) Net debt divided by equity.

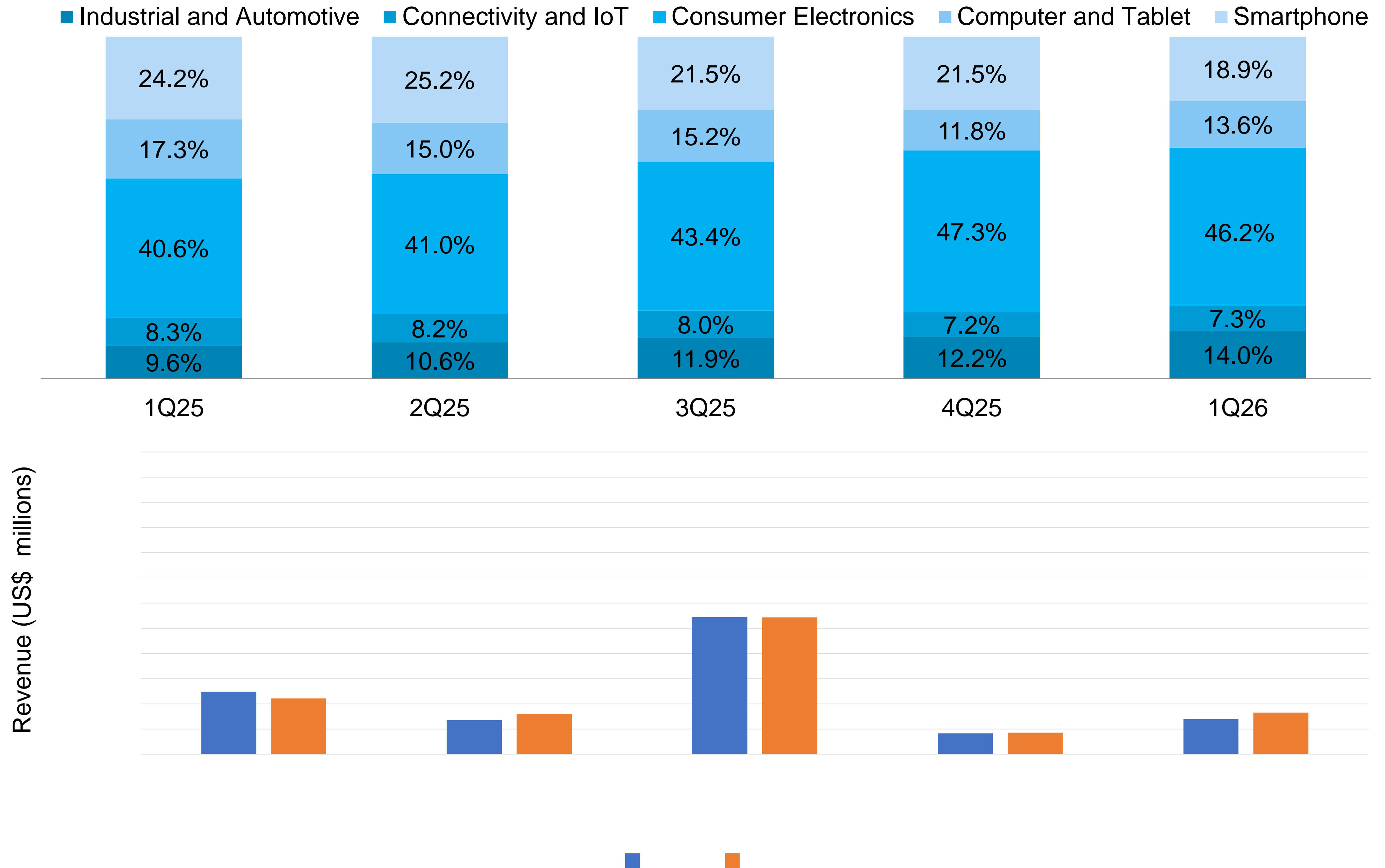
Cash Flow

| (US\$ thousands) | For the three months ended | |
|--|----------------------------|--------------|
| | Mar 31, 2026 | Dec 31, 2025 |
| Cash and cash equivalents at the beginning of the period | 5,872,500 | 3,481,713 |
| Net cash generated from operating activities | 684,985 | 1,343,934 |
| Net cash used in investing activities | (1,696,597) | (1,546,087) |
| Net cash generated from financing activities | 2,365,336 | 2,561,778 |
| Net increase in cash and cash equivalents | 1,406,539 | 2,390,787 |
| Cash and cash equivalents at the end of the period | 7,279,039 | 5,872,500 |

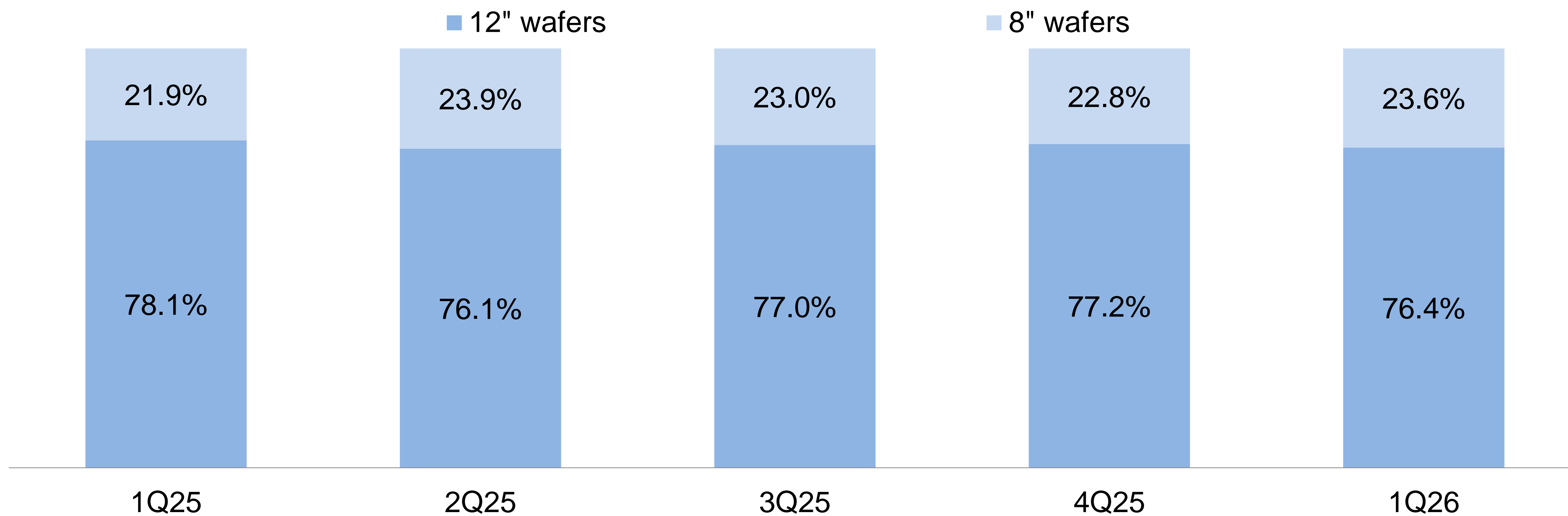
Net cash generated from operating activities (US\$ millions)



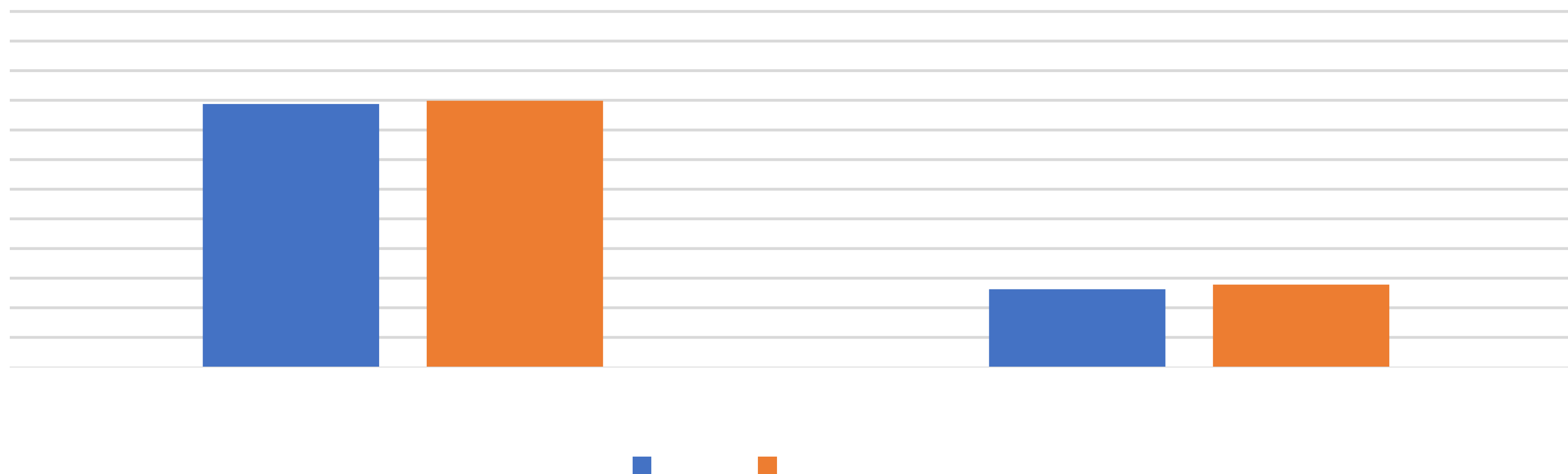
Wafer Revenue By Application



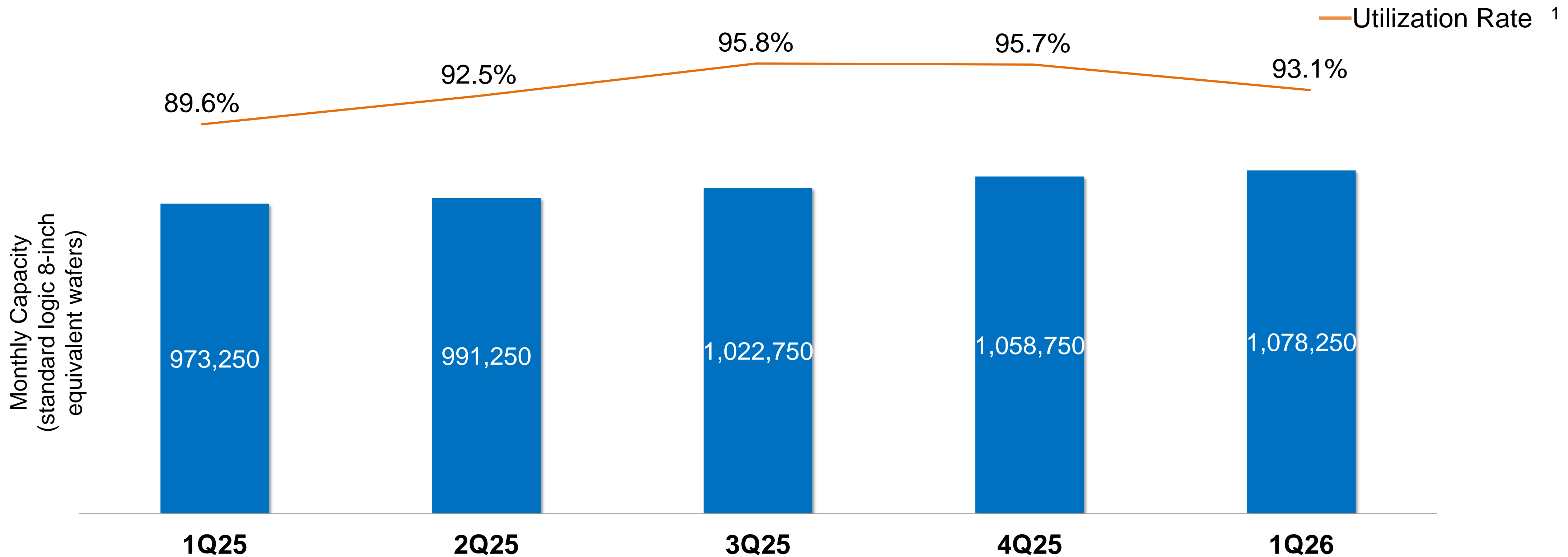
Wafer Revenue By Size



Revenue (US\$ millions)



Capacity, Utilization and Shipment



| | 1Q25 | 2Q25 | 3Q25 | 4Q25 | 1Q26 |
|---|-----------|-----------|-----------|-----------|-----------|
| Wafer Shipments (standard logic 8-inch equivalent wafers) | 2,292,153 | 2,390,236 | 2,499,465 | 2,514,970 | 2,509,137 |

(1) Utilization rate is reported based on total wafers out divided by estimated total quarterly capacity.

2Q 2026 Guidance

| | 2Q 2026 Guidance |
|--------------|------------------|
| Revenue | +14% to +16% QoQ |
| Gross Margin | 20% to 22% |

Appendix

1Q 2026 Results and Guidance

| | 1Q 2026 Guidance | 1Q 2026 Results |
|---------------------|------------------|-----------------|
| Revenue | To be flat | 0.7% QoQ |
| Gross Margin | 18% to 20% | 20.1% |

Capital Expenditure and Depreciation

| (US\$ millions) | 1Q25 | 2Q25 | 3Q25 | 4Q25 | 1Q26 |
|--------------------------------------|-------|-------|-------|-------|-------|
| Capital Expenditure | 1,416 | 1,885 | 2,394 | 2,408 | 1,563 |
| Depreciation and amortisation | 866 | 879 | 996 | 1,070 | 1,088 |

Thank You!

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