

# SMIC Q4 2025

## Financial Presentation

February 2026

# Forward-Looking Statements

---

This presentation may contain, in addition to historical information, forward-looking statements. These forward-looking statements are based on SMIC's current assumptions, expectations, beliefs, plans, objectives, and projections about future events or performance. SMIC uses words including but not limited to "believe", "anticipate", "intend", "estimate", "expect", "project", "target", "going forward", "continue", "ought to", "may", "seek", "should", "plan", "could", "vision", "goal", "aim", "aspire", "objective", "schedule", "outlook" and other similar expressions to identify forward looking statements. These forward-looking statements are estimates made by SMIC's senior management based on their best judgment and involve significant risks, both known and unknown, uncertainties and other factors that may cause SMIC's actual performance, financial condition or results of operations to be materially different from those suggested by the forward-looking statements including, among others, risks associated with cyclical and market conditions in the semiconductor industry, intense competition in the semiconductor industry, timely wafer acceptance by SMIC's customers, timely introduction of new technologies, SMIC's ability to ramp new products into volume, supply and demand for semiconductor foundry services, shortages in equipment, parts, raw materials, software and service supports, orders or judgments from pending litigation, common intellectual property litigation in the semiconductor industry, macro-economic conditions, fluctuations in currency exchange rates and the risk of geopolitics.

# 4Q25 Financial Highlights (unaudited)

- **Revenue was \$2,489 million**
  - Up 4.5% QoQ from \$2,382 million in 3Q25
  - Up 12.8% YoY from \$2,207 million in 4Q24
- **Gross margin was 19.2%**
  - Compared to 22.0% in 3Q25
  - Compared to 22.6% in 4Q24
- **Profit from operations was \$299 million**
  - Compared to \$351 million in 3Q25
  - Compared to \$214 million in 4Q24
- **Profit attributable to SMIC was \$173 million**
  - Compared to \$192 million in 3Q25
  - Compared to \$108 million in 4Q24
- **EBITDA was \$1,405 million**
  - Compared to \$1,430 million in 3Q25
  - Compared to \$1,280 million in 4Q24

# 2025 Financial Highlights (unaudited)

- **Revenue was \$9,327 million**
  - Compared to \$8,030 million in 2024
- **Gross margin was 21.0%**
  - Compared to 18.0% in 2024
- **Profit from operations was \$1,110 million**
  - Compared to \$474 million in 2024
- **Profit attributable to SMIC was \$685 million**
  - Compared to \$493 million in 2024
- **EBITDA was \$5,256 million**
  - Compared to \$4,380 million in 2024

# Income Statement

(US\$ thousands)	4Q25	3Q25	QoQ	4Q24	YoY
<b>Revenue</b>	<b>2,488,710</b>	<b>2,381,822</b>	<b>4.5%</b>	<b>2,207,281</b>	<b>12.8%</b>
Gross profit	478,121	522,811	-8.5%	499,011	-4.2%
<b>Gross margin</b>	<b>19.2%</b>	<b>22.0%</b>		<b>22.6%</b>	
<b>Operating income(expenses)</b>	<b>(179,501)</b>	<b>(171,742)</b>	<b>4.5%</b>	<b>(284,544)</b>	<b>-36.9%</b>
<i>Research &amp; Development</i>	(239,676)	(203,147)	18.0%	(217,035)	10.4%
<i>General &amp; Administrative</i>	(145,680)	(42,346)	244.0%	(166,851)	-12.7%
<i>Selling &amp; Marketing</i>	(8,109)	(10,553)	-23.2%	(11,466)	-29.3%
<i>Other operating income</i>	213,768	88,073	142.7%	110,306	93.8%
<b>Profit from operations</b>	<b>298,620</b>	<b>351,069</b>	<b>-14.9%</b>	<b>214,467</b>	<b>39.2%</b>
Other income, net	(72,117)	(13,993)	415.4%	140,791	N/A
Income tax expense	(23,128)	(21,610)	7.0%	(84,312)	-72.6%
<b>Profit attributable to SMIC</b>	<b>172,851</b>	<b>191,758</b>	<b>-9.9%</b>	<b>107,587</b>	<b>60.7%</b>
Profit attributable to non-controlling interests	30,524	123,708	-75.3%	163,359	-81.3%

- **Research and development expenses** increased to \$239.7 million in 4Q25 from \$203.1 million in 3Q25. The change was mainly due to the higher level of R&D activities in 4Q25.
- **General and administrative expenses** increased to \$145.7 million in 4Q25 from \$42.3 million in 3Q25. The change was mainly due to the increase in start-up costs in 4Q25.
- 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	
	Dec 31, 2025	Sep 30, 2025
Cash and cash equivalents	5,872,500	3,481,713
Restricted cash	-	-
Financial assets at fair value through profit or loss - current <sup>(1)</sup>	380,857	381,981
Financial assets at amortised cost <sup>(2)</sup>	5,682,865	7,521,544
<b>Total cash on hand</b>	<b>11,936,222</b>	<b>11,385,238</b>
Borrowings - current	2,593,077	3,595,623
Borrowings - non-current	9,994,773	7,912,678
Lease liabilities	8,331	11,867
<b>Total debt</b>	<b>12,596,181</b>	<b>11,520,168</b>
Net debt <sup>(3)</sup>	659,959	134,930
Equity	35,020,523	33,076,364
Debt to equity ratio <sup>(4)</sup>	36.0%	34.8%
Net debt to equity ratio <sup>(5)</sup>	1.9%	0.4%

(1) Mainly contain structural deposits and monetary funds.

(2) Mainly contain bank deposits over 3 months.

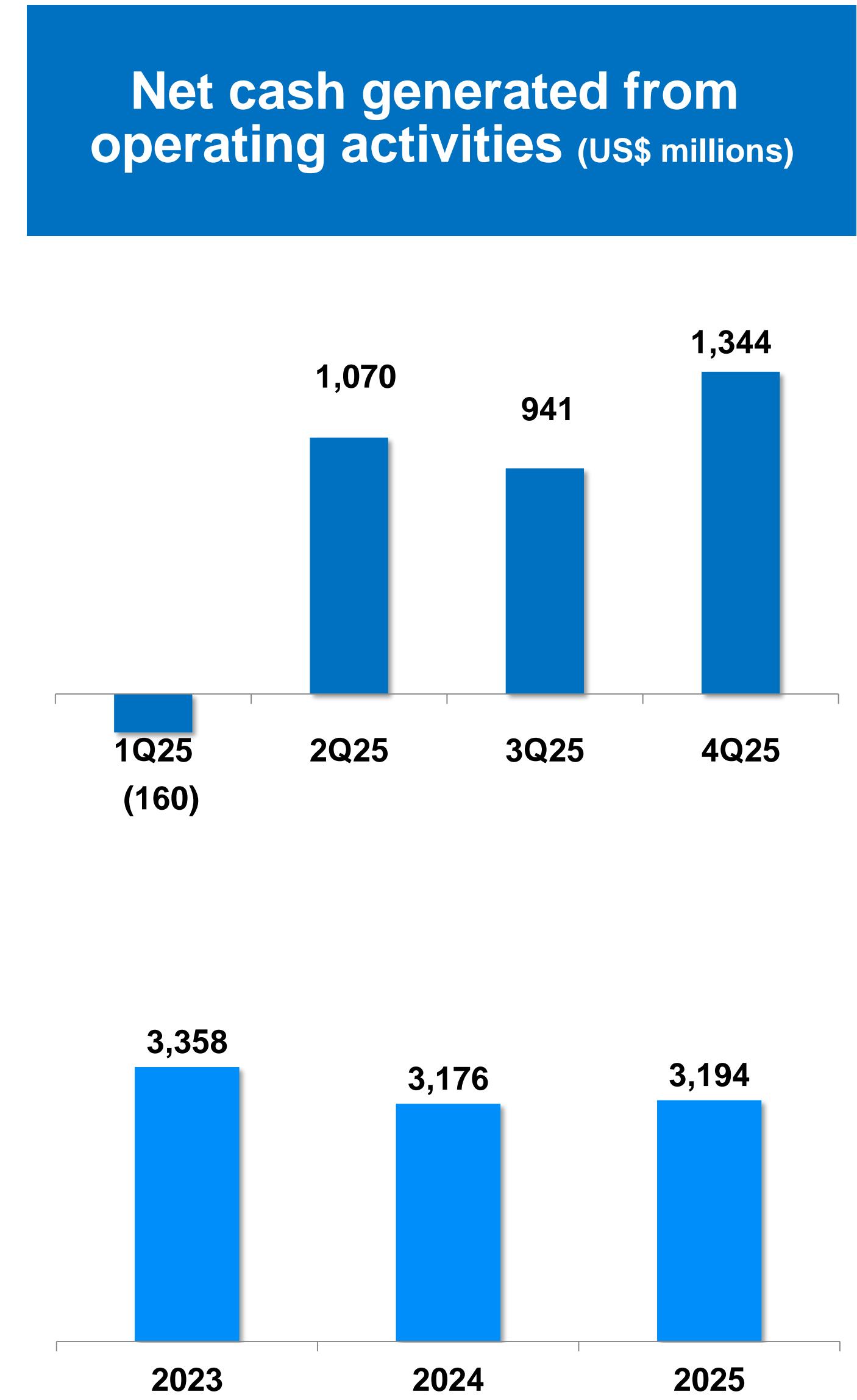
(3) Total debt minus total cash on hand.

(4) Total debt divided by equity.

(5) Net debt divided by equity.

# Cash Flow

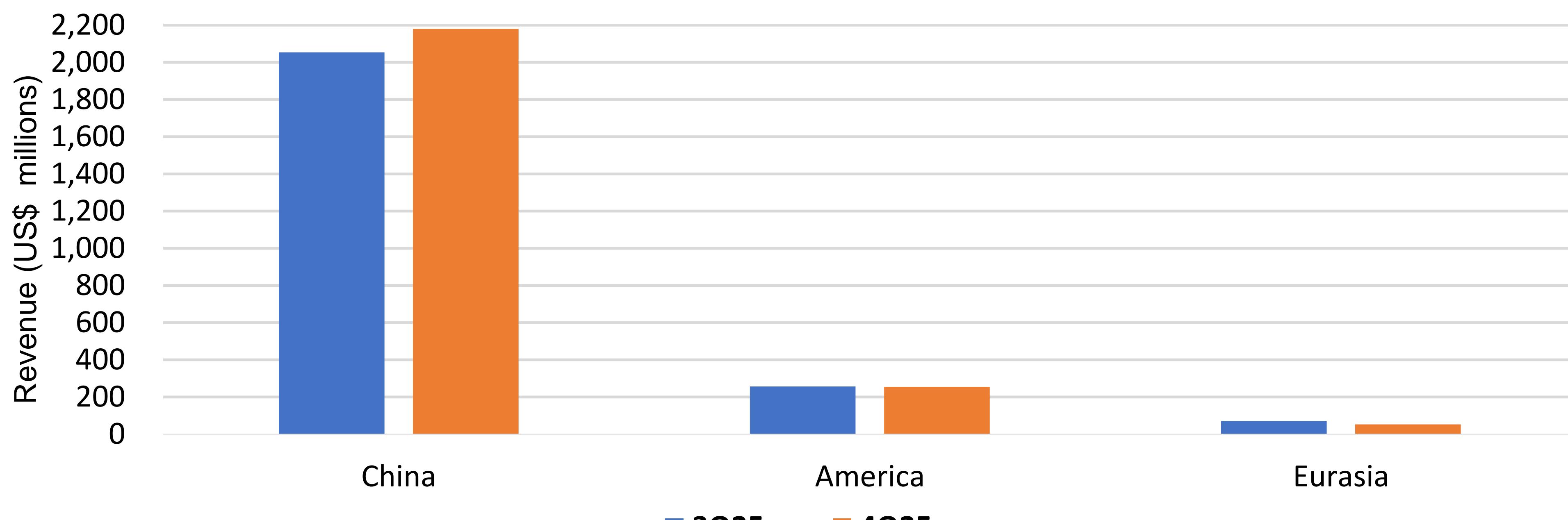
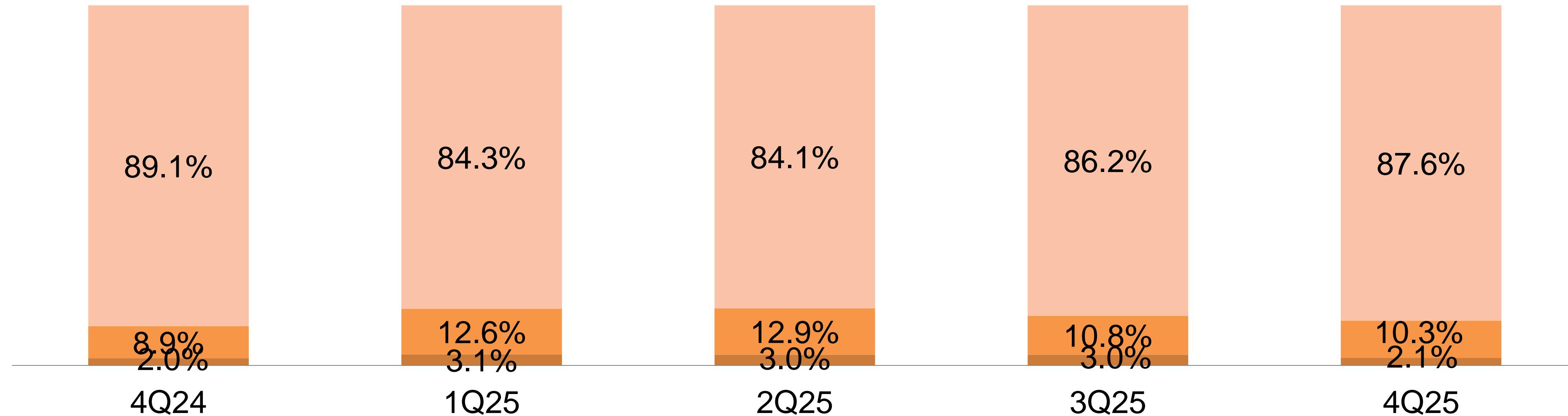
(US\$ thousands)	For the three months ended	
	Dec 31, 2025	Sep 30, 2025
<b>Cash and cash equivalents at the beginning of the period</b>	3,481,713	5,082,675
<b>Net cash generated from operating activities</b>	1,343,934	941,112
<b>Net cash used in investing activities</b>	(1,546,087)	(2,062,136)
<b>Net cash generated from/(used in) financing activities</b>	2,561,778	(489,594)
<b>Net increase/(decrease) in cash and cash equivalents</b>	2,390,787	(1,600,962)
<b>Cash and cash equivalents at the end of the period</b>	5,872,500	3,481,713



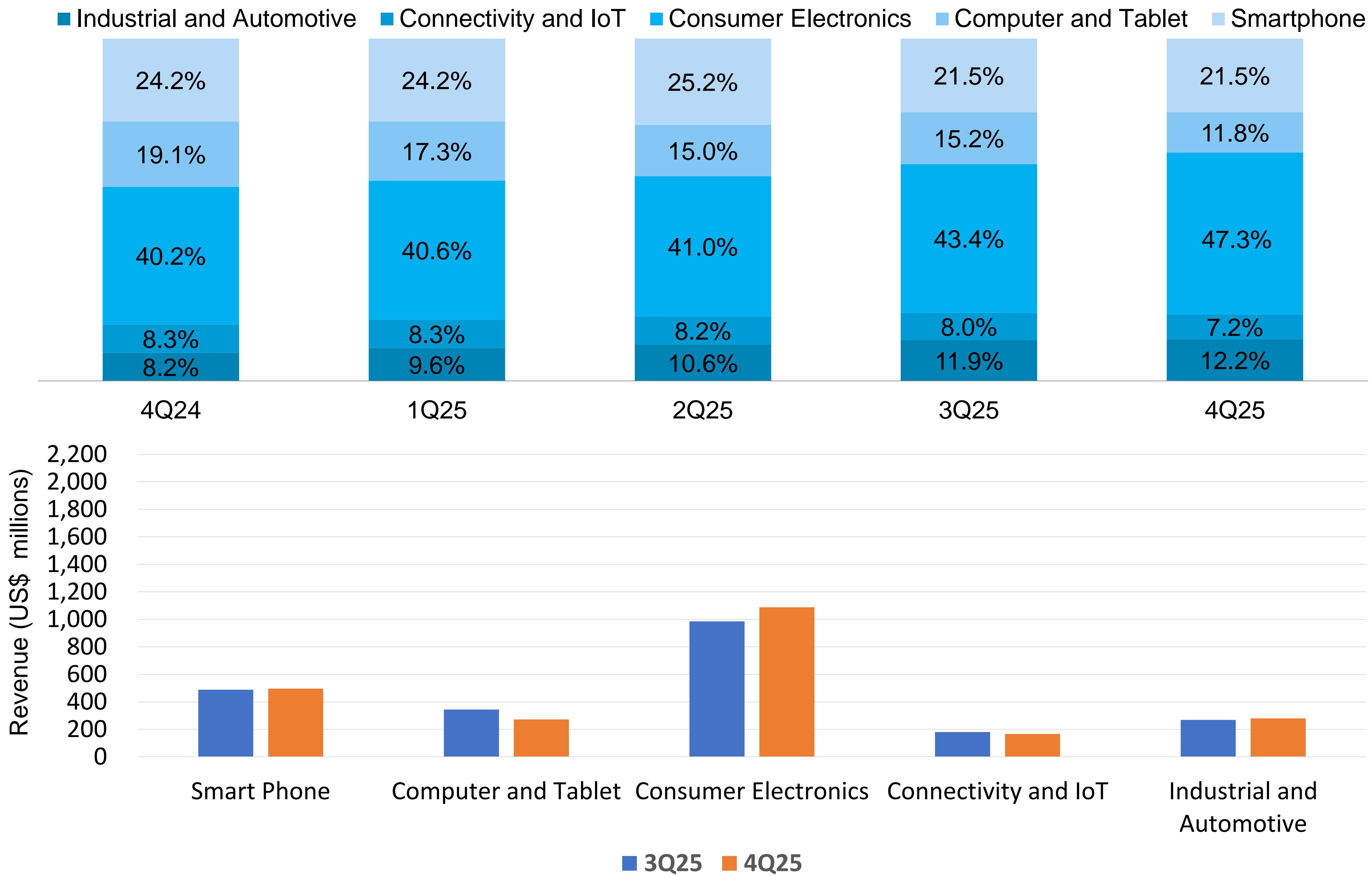
(unaudited)

# Total Revenue By Geography

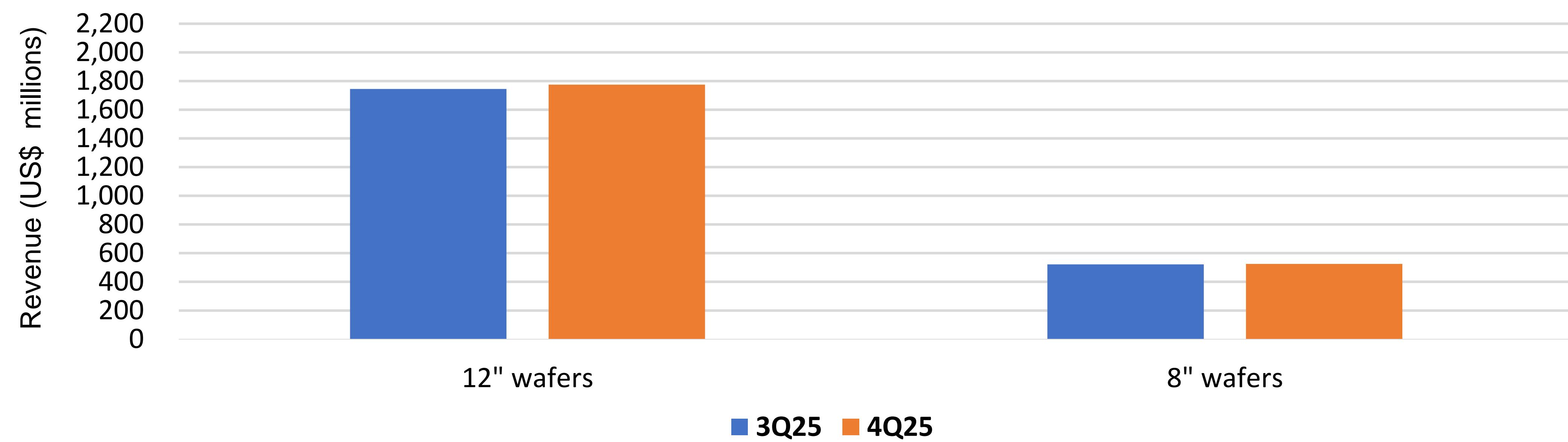
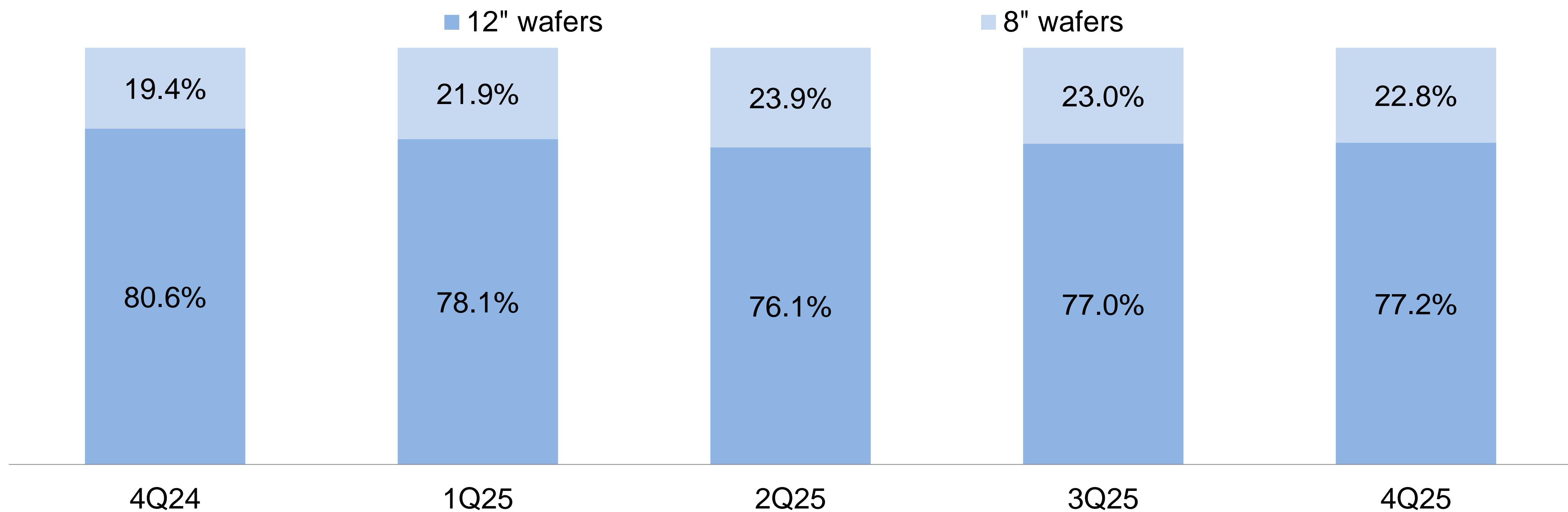
■ Eurasia ■ America ■ China



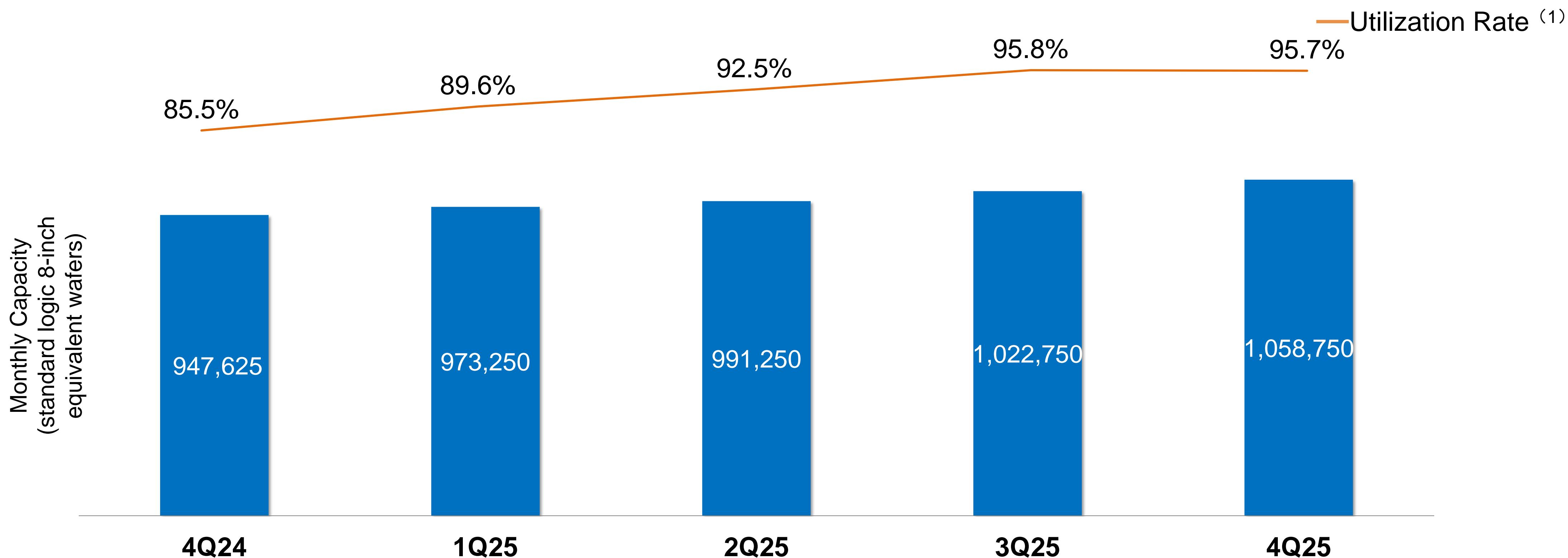
# Wafer Revenue By Application



# Wafer Revenue By Size



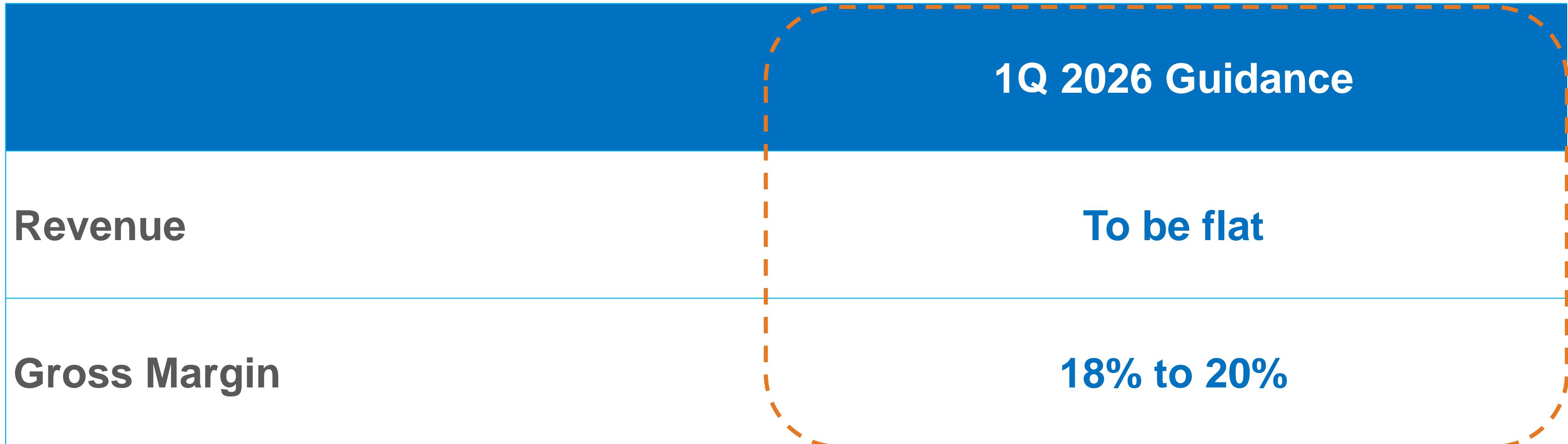
# Capacity, Utilization and Shipment



	4Q24	1Q25	2Q25	3Q25	4Q25
Wafer Shipments (standard logic 8-inch equivalent wafers)	1,991,761	2,292,153	2,390,236	2,499,465	2,514,970

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

# 1Q 2026 Guidance



## 2026 Guidance

### 2026 Guidance

Revenue

**The revenue growth is expected to be higher than industry average in the same markets.**

Capex

**Roughly flat compared to 2025**

---

# Appendix

# 4Q 2025 Results and Guidance

	4Q 2025 Guidance	4Q 2025 Results
<b>Revenue</b>	flat to +2% QoQ	4.5% QoQ
<b>Gross Margin</b>	18% to 20%	19.2%

# Capital Expenditure and Depreciation

(US\$ millions)	1Q25	2Q25	3Q25	4Q25	2025 (unaudited)
<b>Capital Expenditure</b>	1,416	1,885	2,394	2,408	8,102
<b>Depreciation and amortisation</b>	866	879	996	1,070	3,810

# Thank You!

Contact us: [ir@smics.com](mailto:ir@smics.com)