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SEMICONDUCTOR MANUFACTURING INTERNATIONAL CORPORATION
中芯國際集成電路製造有限公司*
(Incorporated in the Cayman Islands with limited liability)
(STOCK CODE: 00981)

SMIC REPORTS UNAUDITED RESULTS FOR THE THREE MONTHS ENDED DECEMBER 31, 2023

The consolidated financial information is prepared and presented in accordance with International Financial Reporting Standards ("IFRSs"), unless otherwise stated below.

- Revenue was \$1,678.3 million in 4Q23, compared to \$1,620.6 million in 3Q23, and \$1,621.3 million in 4Q22.
- Gross profit was \$275.0 million in 4Q23, compared to \$321.6 million in 3Q23, and \$518.7 million in 4Q22.
- Gross margin was 16.4% in 4Q23, compared to 19.8% in 3Q23 and 32.0% in 4Q22.
- Unaudited revenue was \$6,321.6 million in 2023, compared to \$7,273.3 million in 2022.
- Unaudited profit attributable to owners of the Company was \$902.5 million in 2023, a decrease of 50.4% from \$1,817.9 million in 2022. The main reasons were: over the past year, the semiconductor industry was at the bottom of the cycle. Demand in the global market was weak. Industry inventories were in high level, with slowing down of de-stocking. The competition within the industry was fierce. As a result, the Group's average capacity utilization rate declined, wafer shipment decreased and product mix changed. In addition, the Group was in high investment period, and depreciation increased accordingly compared with 2022. The above factors together impacted the Group's financial performance in 2023.

Set out below is a copy of the full text of the release by the Company and its subsidiaries (the "Group") on February 6, 2024, in relation to its unaudited results for the three months ended December 31, 2023.

All currency figures stated in this report are in US Dollars unless stated otherwise.

Shanghai, China – February 6, 2024 – Semiconductor Manufacturing International Corporation (SEHK: 00981; SSE STAR MARKET: 688981) ("SMIC", the "Company" or "we"), one of the leading semiconductor foundries in the world, today announced its consolidated results of operations for the three months ended December 31, 2023.

* For identification purposes only

The following statements are forward looking statements based on current expectations and involved risks and uncertainties.

First Quarter 2024 Guidance

The Company expects:

- Revenue to be flat to up 2% QoQ.
- Gross margin to range from 9% to 11%.

The Management Comments

The fourth quarter revenue increased by 3.6% sequentially to \$1,678.3 million, slightly beat the guidance; gross margin was 16.4%, in line with the guidance.

The unaudited revenue in 2023 was \$6.32 billion, down 13% year-over-year; gross margin was 19.3%, basically in line with the Company's guidance provided in the beginning of 2023. Monthly capacity was 806 thousand 8-inch equivalent wafers by the end of the year, and annualized capacity utilization rate was 75%.

The revenue for the first quarter of 2024 is expected to be flat to up 2% sequentially, and the gross margin is expected to be in the range of 9% to 11%.

Based on the premise that there are no significant changes in the external environment, the Company's guidance for the year 2024 is:

- The revenue growth is expected to be not less than industry average in the same markets and around mid-single-digit percentage year-over-year.
- The capital expenditure maintains roughly flat compared to 2023.

Conference Call / Webcast Announcement

Date: Wednesday, February 7, 2024

Time: 8:30 A.M. - 9:30 A.M.

WEBCAST

The call will be webcast live at:

<https://edge.media-server.com/mmc/p/z6jyxkgy>

CONFERENCE CALL

Please register in advance for the conference call at:

<https://register.vevent.com/register/Blabe3972cdbb8470abeec8626c567efbb>

REPLAY

Recording will be available 1 hour after the event and it will be archived for 12 months.

https://www.smics.com/en/site/company_financialSummary

About SMIC

Semiconductor Manufacturing International Corporation (SEHK: 00981; SSE STAR MARKET: 688981) is one of the leading foundries in the world and is the front runner in manufacturing capability, manufacturing scale, and comprehensive service in the Chinese Mainland. SMIC Group provides semiconductor foundry and technology services to global customers on 8-inch and 12-inch wafers. Headquartered in Shanghai, China, SMIC Group has an international manufacturing and service base, with 8-inch and 12-inch wafer fabrication facilities in Shanghai, Beijing, Tianjin and Shenzhen. SMIC Group also has marketing and customer service offices in the U.S., Europe, Japan, and Taiwan, China, and a representative office in Hong Kong, China.

For more information, please visit www.smics.com.

Forward-Looking Statements

This release contains, 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 cyclicity 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 their service supports, orders or judgments from pending litigation, intellectual property litigation in the semiconductor industry, general economic conditions, fluctuations in currency exchange rates and the risk of geopolitics.

Summary of Fourth Quarter 2023 Operating Results

Amounts in US\$ thousands, except for earnings per share and operating data

| | 4Q23 | 3Q23 | QoQ | 4Q22 | YoY |
|--|----------------|----------------|--------|----------------|--------|
| Revenue | 1,678,299 | 1,620,577 | 3.6% | 1,621,270 | 3.5% |
| Cost of sales | (1,403,344) | (1,298,957) | 8.0% | (1,102,581) | 27.3% |
| Gross profit | 274,955 | 321,620 | -14.5% | 518,689 | -47.0% |
| Operating expenses | (167,677) | (234,232) | -28.4% | (236,343) | -29.1% |
| Profit from operations | 107,278 | 87,388 | 22.8% | 282,346 | -62.0% |
| Other income, net | 140,703 | 80,426 | 74.9% | 136,777 | 2.9% |
| Profit before tax | 247,981 | 167,814 | 47.8% | 419,123 | -40.8% |
| Income tax expense | (10,713) | (11,438) | -6.3% | 6,351 | N/A |
| Profit for the period | 237,268 | 156,376 | 51.7% | 425,474 | -44.2% |
| Profit for the period attributable to: | | | | | |
| Owners of the Company | 174,678 | 93,984 | 85.9% | 385,534 | -54.7% |
| Non-controlling interests | 62,590 | 62,392 | 0.3% | 39,940 | 56.7% |
| Profit for the period | 237,268 | 156,376 | 51.7% | 425,474 | -44.2% |
| Gross margin | 16.4% | 19.8% | | 32.0% | |
| Earnings per share ⁽¹⁾ | | | | | |
| Basic | \$0.02 | \$0.01 | | \$0.05 | |
| Diluted | \$0.02 | \$0.01 | | \$0.05 | |
| Wafers shipped (in 8" equivalent wafers) | 1,675,002 | 1,536,845 | 9.0% | 1,574,068 | 6.4% |
| Capacity utilization ⁽²⁾ | 76.8% | 77.1% | | 79.5% | |

Notes:

(1) Based on weighted average ordinary shares of 7,946 million (basic) and 7,968 million (diluted) in 4Q23, 7,932 million (basic) and 7,959 million (diluted) in 3Q23, and 7,915 million (basic) and 7,939 million (diluted) in 4Q22.

(2) Based on total 8" equivalent wafers out divided by estimated total quarterly capacity.

- Revenue was \$1,678.3 million in 4Q23, an increase of 3.6% QoQ from \$1,620.6 million in 3Q23. The rise was mainly due to the increase in wafer shipment in 4Q23.
- Cost of sales was \$1,403.3 million in 4Q23, compared to \$1,299.0 million in 3Q23.
- Gross profit was \$275.0 million in 4Q23, compared to \$321.6 million in 3Q23.
- Gross margin was 16.4% in 4Q23, compared to 19.8% in 3Q23 due to the changes in product mix.
- Operating expenses were \$167.7 million in 4Q23, compared to \$234.2 million in 3Q23. The change was mainly due to the reasons stated in Operating Expenses/(Income) below.
- Other income, net was \$140.7 million gain in 4Q23, compared to \$80.4 million gain in 3Q23. The change was mainly due to the reasons stated in Other Income, Net below.

Analysis of Revenue

| Revenue Analysis | | | |
|-----------------------------------|-------------|-------------|-------------|
| By Geography⁽¹⁾ | 4Q23 | 3Q23 | 4Q22 |
| China | 80.8% | 84.0% | 69.1% |
| America | 15.7% | 12.9% | 25.3% |
| Eurasia | 3.5% | 3.1% | 5.6% |
| By Service Type | 4Q23 | 3Q23 | 4Q22 |
| Wafers | 92.9% | 91.1% | 91.1% |
| Others | 7.1% | 8.9% | 8.9% |
| Wafer Revenue Analysis | | | |
| By Application | 4Q23 | 3Q23 | 4Q22 |
| Smartphone | 30.2% | 25.9% | 28.6% |
| Computer and Tablet | 30.6% | 29.2% | 19.9% |
| Consumer Electronics | 22.8% | 24.1% | 24.2% |
| Connectivity and IoT | 8.8% | 11.5% | 15.0% |
| Industrial and Automotive | 7.6% | 9.3% | 12.3% |
| By Size | 4Q23 | 3Q23 | 4Q22 |
| 8" wafers | 25.8% | 26.0% | 35.6% |
| 12" wafers | 74.2% | 74.0% | 64.4% |

Note:

(1) Presenting the revenue from those companies whose headquarters are in this area, but ultimately selling and shipping the products to their global customers.

Capacity

- Monthly capacity increased to 805,500 8" equivalent wafers in 4Q23 from 795,750 8" equivalent wafers in 3Q23.

Shipment and Utilization

| 8" equivalent wafers | 4Q23 | 3Q23 | QoQ | 4Q22 | YoY |
|---------------------------------|-----------|-----------|------|-----------|------|
| Wafer shipments | 1,675,002 | 1,536,845 | 9.0% | 1,574,068 | 6.4% |
| Utilization rate ⁽¹⁾ | 76.8% | 77.1% | | 79.5% | |

Note:

(1) Based on total 8" equivalent wafers out divided by estimated total quarterly capacity.

Capex Summary

- Capital expenditure was \$ 2,340.9 million in 4Q23, compared to \$2,134.7 million in 3Q23. The total capital expenditure in 2023 was \$7.47 billion.

Detailed Financial Analysis

Gross Profit

| <i>Amounts in US\$ thousands</i> | 4Q23 | 3Q23 | QoQ | 4Q22 | YoY |
|----------------------------------|-------------|-------------|------------|-------------|------------|
| Cost of sales | 1,403,344 | 1,298,957 | 8.0% | 1,102,581 | 27.3% |
| Depreciation and amortisation | 602,245 | 518,092 | 16.2% | 411,367 | 46.4% |
| Other manufacturing costs | 801,099 | 780,865 | 2.6% | 691,214 | 15.9% |
| Gross profit | 274,955 | 321,620 | -14.5% | 518,689 | -47.0% |
| Gross margin | 16.4% | 19.8% | | 32.0% | |

Depreciation and Amortisation

| <i>Amounts in US\$ thousands</i> | 4Q23 | 3Q23 | QoQ | 4Q22 | YoY |
|----------------------------------|-------------|-------------|------------|-------------|------------|
| Depreciation and amortisation | 700,034 | 679,308 | 3.1% | 604,324 | 15.8% |

Operating Expenses/(Income)

| <i>Amounts in US\$ thousands</i> | 4Q23 | 3Q23 | QoQ | 4Q22 | YoY |
|--|-------------|-------------|------------|-------------|------------|
| Operating expenses | 167,677 | 234,232 | -28.4% | 236,343 | -29.1% |
| Research and development expenses | 189,138 | 172,836 | 9.4% | 197,455 | -4.2% |
| General and administrative expenses | 147,821 | 128,128 | 15.4% | 127,338 | 16.1% |
| Selling and marketing expenses | 9,348 | 9,454 | -1.1% | 7,850 | 19.1% |
| Impairment losses on financial assets, net | (990) | (495) | N/A | 617 | N/A |
| Other operating income | (177,640) | (75,691) | 134.7% | (96,917) | 83.3% |

- General and administrative expenses increased to \$147.8 million in 4Q23 from \$128.1 million in 3Q23. The change was mainly due to the increase in new fab start-up costs in 4Q23.

Other Income, Net

| <i>Amounts in US\$ thousands</i> | 4Q23 | 3Q23 | QoQ | 4Q22 | YoY |
|--|-------------|-------------|------------|-------------|------------|
| Other income, net | 140,703 | 80,426 | 74.9% | 136,777 | 2.9% |
| Interest income | 176,919 | 187,713 | -5.8% | 120,615 | 46.7% |
| Finance costs | (62,905) | (54,132) | 16.2% | (39,336) | 59.9% |
| Foreign exchange gain/(loss) | 7,255 | 6,540 | 10.9% | (10,793) | N/A |
| Other gains/(losses), net | 7,203 | (11,821) | N/A | 32,253 | -77.7% |
| Share of profit/(loss) of associates and joint venture | 12,231 | (47,874) | N/A | 34,038 | -64.1% |

The change in other gains/(losses), net in 4Q23 was primarily caused by the change in the fair value of the investments in securities recognised as financial assets at fair value through profit or loss.

EBITDA

| <i>Amounts in US\$ thousands</i> | 4Q23 | 3Q23 | 4Q22 |
|----------------------------------|------------------|----------------|------------------|
| Profit for the period | 237,268 | 156,376 | 425,474 |
| Finance costs | 62,905 | 54,132 | 39,336 |
| Depreciation and amortisation | 700,034 | 679,308 | 604,324 |
| Income tax expense | 10,713 | 11,438 | (6,351) |
| EBITDA | 1,010,920 | 901,254 | 1,062,783 |
| Profit margin | 14.1% | 9.6% | 26.2% |
| EBITDA margin | 60.2% | 55.6% | 65.6% |

Liquidity

| <i>Amounts in US\$ thousands</i> | 4Q23 | 3Q23 |
|---|-------------------|-------------------|
| Inventories | 2,735,921 | 2,576,901 |
| Prepayment and prepaid operating expenses | 106,154 | 96,123 |
| Trade and other receivables | 1,170,008 | 1,218,790 |
| Financial assets at fair value through profit or loss | 214,629 | 145,378 |
| Financial assets at amortised cost | 2,948,991 | 3,427,947 |
| Derivative financial instruments | 42,836 | 117,698 |
| Restricted cash | 179,536 | 153,208 |
| Cash and cash equivalents | 6,215,058 | 6,953,613 |
| Assets classified as held-for-sale | 22,030 | 22,030 |
| Total current assets | 13,635,163 | 14,711,688 |
| Trade and other payables | 3,727,922 | 3,434,281 |
| Contract liabilities | 2,053,222 | 2,093,666 |
| Borrowings | 1,216,283 | 2,254,605 |
| Lease liabilities | 32,340 | 32,264 |
| Deferred government funding | 173,097 | 149,092 |
| Accrued liabilities | 298,022 | 286,643 |
| Derivative financial instruments | 90,180 | 120,220 |
| Current tax liabilities | 10,516 | 19,979 |
| Total current liabilities | 7,601,582 | 8,390,750 |
| Cash ratio ⁽¹⁾ | 0.8 | 0.8 |
| Quick ratio ⁽²⁾ | 1.4 | 1.4 |
| Current ratio ⁽³⁾ | 1.8 | 1.8 |

Notes:

(1) Cash and cash equivalents divided by total current liabilities.

(2) Current assets excluding inventories divided by total current liabilities.

(3) Total current assets divided by total current liabilities.

Capital Structure

| <i>Amounts in US\$ thousands</i> | 4Q23 | 3Q23 |
|--|-------------------|-------------------|
| Cash and cash equivalents | 6,215,058 | 6,953,613 |
| Restricted cash | 435,607 | 403,692 |
| Financial assets at fair value through profit or loss - current ⁽¹⁾ | 214,629 | 145,378 |
| Financial assets at amortised cost ⁽²⁾ | 9,840,224 | 9,854,698 |
| Total cash on hand | 16,705,518 | 17,357,381 |
| Borrowings - current | 1,216,283 | 2,254,605 |
| Borrowings - non-current | 8,334,648 | 6,715,297 |
| Lease liabilities | 58,620 | 66,652 |
| Bonds payable | 599,115 | 598,929 |
| Total debt | 10,208,666 | 9,635,483 |
| Net debt ⁽³⁾ | (6,496,852) | (7,721,898) |
| Equity | 30,845,616 | 30,583,968 |
| Debt to equity ratio ⁽⁴⁾ | 33.1% | 31.5% |
| Net debt to equity ratio ⁽⁵⁾ | -21.1% | -25.2% |

Notes:

(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

| <i>Amounts in US\$ thousands</i> | 4Q23 | 3Q23 |
|--|-------------|-------------|
| Net cash generated from operating activities | 959,888 | 800,701 |
| Net cash used in investing activities | (2,171,391) | (1,710,713) |
| Net cash generated from financing activities | 483,441 | 358,107 |
| Effect of exchange rate changes | (10,493) | (53,750) |
| Net decrease in cash and cash equivalents | (738,555) | (605,655) |

Recent Highlights and Announcements

- Advance Announcement on Performance Meeting in 4th Quarter of 2023 (2024-1-6)
- Notification of Board Meeting (2024-1-5)
- Announcement Pursuant to Rules 13.51B(2) and 13.51(2)(h) of the Hong Kong Listing Rules (2023-12-5)
- 2023 Third Quarter Report (2023-11-9)
- SMIC Reports Unaudited Results for the Three Months Ended September 30, 2023 (2023-11-9)
- Advance Announcement on Performance Meeting in 3rd Quarter of 2023 (2023-10-11)
- Notification of Board Meeting (2023-10-10)

*Please visit SMIC's website at
<https://www.smics.com/en/site/news> and
https://www.smics.com/en/site/company_statutoryDocuments
for further details regarding the recent announcements.*

Semiconductor Manufacturing International Corporation
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
(In US\$ thousands)

| | For the three months ended | |
|---|----------------------------------|-----------------------------------|
| | December 31, 2023 (Unaudited) | September 30, 2023 (Unaudited) |
| Revenue | 1,678,299 | 1,620,577 |
| Cost of sales | (1,403,344) | (1,298,957) |
| Gross profit | 274,955 | 321,620 |
| Research and development expenses | (189,138) | (172,836) |
| Selling and marketing expenses | (9,348) | (9,454) |
| General and administration expenses | (147,821) | (128,128) |
| Impairment losses on financial assets, net | 990 | 495 |
| Other operating income | 177,640 | 75,691 |
| Operating expenses | (167,677) | (234,232) |
| Profit from operations | 107,278 | 87,388 |
| Other income, net | 140,703 | 80,426 |
| Profit before tax | 247,981 | 167,814 |
| Income tax expense | (10,713) | (11,438) |
| Profit for the period | 237,268 | 156,376 |
| Other comprehensive income: | | |
| <i>Items that may be reclassified to profit or loss in subsequent periods</i> | | |
| Exchange differences on translating foreign operations | 24,735 | 11,710 |
| Cash flow hedges | (12,707) | (32,730) |
| Total comprehensive income for the period | 249,296 | 135,356 |
| Profit for the period attributable to: | | |
| Owners of the Company | 174,678 | 93,984 |
| Non-controlling interests | 62,590 | 62,392 |
| | 237,268 | 156,376 |
| Total comprehensive income for the period attributable to: | | |
| Owners of the Company | 186,706 | 72,964 |
| Non-controlling interests | 62,590 | 62,392 |
| | 249,296 | 135,356 |

Semiconductor Manufacturing International Corporation
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(In US\$ thousands)

| | As of | |
|---|----------------------------------|-----------------------------------|
| | December 31, 2023 (Unaudited) | September 30, 2023 (Unaudited) |
| ASSETS | | |
| <i>Non-current assets</i> | | |
| Property, plant and equipment | 23,944,961 | 22,293,909 |
| Right-of-use assets | 473,797 | 484,084 |
| Intangible assets | 33,662 | 35,246 |
| Investments in associates | 2,042,671 | 2,023,917 |
| Investment in joint venture | 2,295 | 3,294 |
| Deferred tax assets | 13,194 | 13,944 |
| Financial assets at fair value through profit or loss | 481,969 | 483,417 |
| Financial assets at amortised cost | 6,891,233 | 6,426,751 |
| Derivative financial instruments | 12,087 | 14,211 |
| Restricted cash | 256,071 | 250,484 |
| Other assets | 209 | 13,517 |
| Total non-current assets | <u>34,152,149</u> | <u>32,042,774</u> |
| <i>Current assets</i> | | |
| Inventories | 2,735,921 | 2,576,901 |
| Prepayment and prepaid operating expenses | 106,154 | 96,123 |
| Trade and other receivables | 1,170,008 | 1,218,790 |
| Financial assets at fair value through profit or loss | 214,629 | 145,378 |
| Financial assets at amortised cost | 2,948,991 | 3,427,947 |
| Derivative financial instruments | 42,836 | 117,698 |
| Restricted cash | 179,536 | 153,208 |
| Cash and cash equivalents | 6,215,058 | 6,953,613 |
| | <u>13,613,133</u> | <u>14,689,658</u> |
| Assets classified as held-for-sale | 22,030 | 22,030 |
| Total current assets | <u>13,635,163</u> | <u>14,711,688</u> |
| TOTAL ASSETS | <u>47,787,312</u> | <u>46,754,462</u> |

Semiconductor Manufacturing International Corporation
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(In US\$ thousands)

| | As of | |
|--|----------------------------------|-----------------------------------|
| | December 31, 2023 (Unaudited) | September 30, 2023 (Unaudited) |
| EQUITY AND LIABILITIES | | |
| <i>Capital and reserves</i> | | |
| Ordinary shares | 31,786 | 31,782 |
| Share premium | 14,117,072 | 14,114,601 |
| Other reserves | 286,849 | 266,536 |
| Retained earnings | 5,680,327 | 5,505,649 |
| Equity attributable to owners of the Company | 20,116,034 | 19,918,568 |
| Non-controlling interests | 10,729,582 | 10,665,400 |
| Total equity | 30,845,616 | 30,583,968 |
| <i>Non-current liabilities</i> | | |
| Borrowings | 8,334,648 | 6,715,297 |
| Lease liabilities | 26,280 | 34,388 |
| Bonds payable | 599,115 | 598,929 |
| Deferred tax liabilities | 38,913 | 39,896 |
| Deferred government funding | 306,611 | 342,055 |
| Derivative financial instruments | 34,547 | 49,179 |
| Total non-current liabilities | 9,340,114 | 7,779,744 |
| <i>Current liabilities</i> | | |
| Trade and other payables | 3,727,922 | 3,434,281 |
| Contract liabilities | 2,053,222 | 2,093,666 |
| Borrowings | 1,216,283 | 2,254,605 |
| Lease liabilities | 32,340 | 32,264 |
| Deferred government funding | 173,097 | 149,092 |
| Accrued liabilities | 298,022 | 286,643 |
| Derivative financial instruments | 90,180 | 120,220 |
| Current tax liabilities | 10,516 | 19,979 |
| Total current liabilities | 7,601,582 | 8,390,750 |
| Total liabilities | 16,941,696 | 16,170,494 |
| TOTAL EQUITY AND LIABILITIES | 47,787,312 | 46,754,462 |

Semiconductor Manufacturing International Corporation
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
(In US\$ thousands)

| | For the three months ended | |
|---|----------------------------------|-----------------------------------|
| | December 31, 2023 (Unaudited) | September 30, 2023 (Unaudited) |
| Operating activities: | | |
| Profit for the period | 237,268 | 156,376 |
| Depreciation and amortisation | 700,034 | 679,308 |
| Share of (profit)/loss of associates and joint venture | (12,231) | 47,874 |
| Other (gains)/losses, net | (7,203) | 11,821 |
| Changes in working capital and others | 42,020 | (94,678) |
| Net cash generated from operating activities | 959,888 | 800,701 |
| Investing activities: | | |
| Acquisition of financial assets at fair value through profit or loss | (109,749) | (60,140) |
| Proceeds from sale of financial assets at fair value through profit or loss | 53,923 | 51,268 |
| Acquisition of financial assets at amortised cost | (1,095,057) | (1,376,092) |
| Proceeds from maturity of financial assets at amortised cost | 1,265,485 | 1,782,008 |
| Acquisition of property, plant and equipment | (2,317,547) | (2,253,086) |
| Proceeds from disposal of property, plant and equipment | - | 3,480 |
| Acquisition of intangible assets | (1,645) | - |
| Acquisition of land-use right | - | (543) |
| Proceeds from sale of equity interests in associates and joint venture | 36,585 | 71,472 |
| Dividends received from associates | 2,091 | 6,382 |
| Guarantee deposits paid | (24,168) | - |
| Proceeds from settlement of derivative financial instruments | 18,691 | 64,538 |
| Net cash used in investing activities | (2,171,391) | (1,710,713) |
| Financing activities: | | |
| Proceeds from borrowings | 1,664,936 | 333,150 |
| Repayment of borrowings | (1,185,885) | (390,083) |
| Repayment of the principal portion of the lease liabilities | (8,032) | (14,752) |
| Proceeds from issue of shares under share incentive plans | 1,608 | 46,299 |
| Capital injection from non-controlling interests | - | 393,675 |
| Proceeds from/(payments for) settlement of derivative financial instruments | 10,814 | (31,214) |
| Guarantee deposits refunded | - | 21,032 |
| Net cash generated from financing activities | 483,441 | 358,107 |
| Effects of exchange rate changes on cash and cash equivalents | (10,493) | (53,750) |
| Net decrease in cash and cash equivalents | (738,555) | (605,655) |
| Cash and cash equivalents, beginning of the period | 6,953,613 | 7,559,268 |
| Cash and cash equivalents, end of the period | 6,215,058 | 6,953,613 |

By order of the Board
Semiconductor Manufacturing International Corporation
Company Secretary / Board Secretary
Guo Guangli

Shanghai, February 6, 2024

As at the date of this announcement, the directors of the Company are:

Executive Director

LIU Xunfeng

Non-executive Directors

LU Guoqing

CHEN Shanzhi

YANG Lumin

Independent Non-executive Directors

LAU Lawrence Juen-Yee

FAN Ren Da Anthony

LIU Ming

WU Hanming