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

Fourth Quarter 2024 Guidance

The Company expects (in accordance with IFRSs):

Revenue to be flat to up 2% QoQ.
Gross margin to range from 18% to 20%.

The Management Comments

The Company s revenue in the third quarter increased by 14% sequentially to $2.17 billion, a record high, reaching the milestone of $2 billion in a single quarter for the first time. Meanwhile, 12-inch monthly capacity increased by 21 thousand wafers, which further improved the product mix and increased the blended ASP. The overall utilization rate increased to 90.4% and gross margin increased to 20.5%.

In the fourth quarter, the Company s guidance is: revenue is expected to be flat to up 2% sequentially, gross margin is expected to be in the range of 18% to 20%.

The Company will strengthen our confidence in development, maintain our strategic focus, stabilize our market share and consolidate our position in the industry.

Conference Call / Webcast Announcement

Date: Friday, November 8, 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/2axei2ms/

CONFERENCE CALL
Please register in advance for the conference call at:
https://register.vevent.com/register/BIcb279f11a4744d38b004b10c73af896d

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

Summary of Third Quarter 2024 Operating Results

Amounts in US$ thousands, except for earnings per share

	3Q24	2Q24	QoQ	3Q23	YoY
Revenue	2,171,188	1,901,276	14.2%	1,620,577	34.0%
Cost of sales	(1,727,028)	(1,636,183)	5.6%	(1,298,957)	33.0%
Gross profit	444,160	265,093	67.5%	321,620	38.1%
Operating expenses	(274,273)	(177,953)	54.1%	(234,232)	17.1%
Profit from operations	169,887	87,140	95.0%	87,388	94.4%
Other income, net	72,985	99,875	-26.9%	80,426	-9.3%
Profit before tax	242,872	187,015	29.9%	167,814	44.7%
Income tax expense	(19,602)	(14,753)	32.9%	(11,438)	71.4%
Profit for the period	**223,270**	**172,262**	29.6%	**156,376**	42.8%
Profit for the period attributable to:					
Owners of the Company	148,800	164,569	-9.6%	93,984	58.3%
Non-controlling interests	74,470	7,693	868.0%	62,392	19.4%
Profit for the period	**223,270**	**172,262**	29.6%	**156,376**	42.8%
Gross margin	20.5%	13.9%		19.8%	
Earnings per share[(1)]					
Basic	$0.02	$0.02		$0.01	
Diluted	$0.02	$0.02		$0.01	

Notes:

(1) Based on weighted average ordinary shares of 7,960 million (basic) and 7,981 million (diluted) in 3Q24, 7,954 million (basic) and 7,977 million (diluted) in 2Q24, and 7,932 million (basic) and 7,959 million (diluted) in 3Q23.

Revenue was $2,171.2 million in 3Q24, an increase of 14.2% QoQ from $1,901.3 million in 2Q24. The growth was mainly due to product mix change in 3Q24.

Cost of sales was $1,727 million in 3Q24, compared to $1,636.2 million in2Q24.

Gross profit was $444.2 million in 3Q24, compared to $265.1 million in 2Q24.

Gross margin was 20.5% in 3Q24, compared to 13.9% in 2Q24.

Operating expenses were $274.3 million in 3Q24, compared to $178.0 million in 2Q24. The change was mainly due to the reasons stated in Operating Expenses below.

Other income, net was $73.0 million gain in 3Q24, compared to $99.9 million gain in 2Q24. The change was mainly due to the reasons stated in Other Income, Net below.

Analysis of Revenue

Revenue Analysis			
By Geography	**3Q24**	**2Q24**	**3Q23**
China	86.4%	80.3%	84.0%
America	10.6%	16.0%	12.9%
Eurasia	3.0%	3.7%	3.1%
By Service Type	**3Q24**	**2Q24**	**3Q23**
Wafers	94.4%	92.9%	91.1%
Others	5.6%	7.1%	8.9%
Wafer Revenue Analysis			
By Application	**3Q24**	**2Q24**	**3Q23**
Smartphone	24.9%	32.0%	25.9%
Computer and Tablet	16.4%	13.3%	29.2%
Consumer Electronics	42.6%	35.6%	24.1%
Connectivity and IoT	8.2%	11.0%	11.5%
Industrial and Automotive	7.9%	8.1%	9.3%
By Size	**3Q24**	**2Q24**	**3Q23**
	21.5%	26.4%	26.0%
	78.5%	73.6%	74.0%

Capacity

Monthly capacity increased to 884,250 8 equivalent wafers in 3Q24 from 837,000 wafers in 2Q24.

Shipment and Utilization

	3Q24	2Q24	QoQ	3Q23	YoY
Wafer shipments[1]	2,122,266	2,111,880	0.5%	1,536,845	38.1%
Utilization rate[2]	90.4%	85.2%		77.1%	

Note:
(1) Based on 4 equivalent wafers.
(2) Based on total wafers out divided by estimated total quarterly capacity.

Capex Summary

Capital expenditure was $ 1,178.8 million in 3Q24, compared to $2,251.5 million in 2Q24.

Detailed Financial Analysis

Gross Profit

Amounts in US$ thousands	3Q24	2Q24	QoQ	3Q23	YoY
Cost of sales	1,727,028	1,636,183	5.6%	1,298,957	33.0%
Depreciation and amortisation	686,719	701,547	-2.1%	518,092	32.5%
Other manufacturing costs	1,040,309	934,636	11.3%	780,865	33.2%
Gross profit	444,160	265,093	67.5%	321,620	38.1%
Gross margin	20.5%	13.9%		19.8%	

Depreciation and Amortisation

Amounts in US$ thousands	3Q24	2Q24	QoQ	3Q23	YoY
Depreciation and amortisation	831,097	797,166	4.3%	679,308	22.3%

Operating Expenses

Amounts in US$ thousands	3Q24	2Q24	QoQ	3Q23	YoY
Operating expenses	274,273	177,953	54.1%	234,232	17.1%
Research and development expenses	179,386	180,748	-0.8%	172,836	3.8%
General and administrative expenses	136,182	160,630	-15.2%	128,128	6.3%
Selling and marketing expenses	9,601	9,737	-1.4%	9,454	1.6%
Impairment losses on financial assets, net	620	(1,025)	N/A	(495)	N/A
Other operating income	(51,516)	(172,137)	-70.1%	(75,691)	-31.9%

General and administrative expenses decreased to $136.2 million in 3Q24 from $160.6 million in 2Q24. The change was mainly due to the decrease in new fab start-up costs in 3Q24.

The change in other operating income was primarily due to the change in the recognized income of government funding during this quarter.

Other Income, Net

Amounts in US$ thousands	3Q24	2Q24	QoQ	3Q23	YoY
Other income, net	72,985	99,875	-26.9%	80,426	-9.3%
Interest income	131,868	142,233	-7.3%	187,713	-29.8%
Finance costs	(83,302)	(71,742)	16.1%	(54,132)	53.9%
Foreign exchange (loss)/gain	(2,065)	4,933	N/A	6,540	N/A
Other (losses)/gains, net	(2,927)	7,287	N/A	(11,821)	-75.2%
Share of gain/(loss) of associates and a joint venture	29,411	17,164	71.4%	(47,874)	N/A

The change in other (losses)/gains, net in 3Q24 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

Amounts in US$ thousands	**3Q24**	**2Q24**	**3Q23**
Profit for the period	223,270	172,262	156,376
Finance costs	83,302	71,742	54,132
Depreciation and amortisation	831,097	797,166	679,308
Income tax expense	19,602	14,753	11,438
EBITDA	**1,157,271**	**1,055,923**	**901,254**
Profit margin	**10.3%**	**9.1%**	**9.6%**
EBITDA margin	**53.3%**	**55.5%**	**55.6%**

Liquidity

Amounts in US$ thousands	**3Q24**	**2Q24**
Inventories	2,877,125	2,740,168
Prepayment and prepaid operating expenses	78,827	98,660
Trade and other receivables	938,800	1,235,380
Financial assets at fair value through profit or loss	232,983	101,109
Financial assets at amortised cost	2,869,070	2,963,006
Derivative financial instruments	70,518	85,204
Restricted cash	285,876	280,228
Cash and cash equivalents	3,651,385	3,694,277
Assets classified as held-for-sale	22,030	22,030
Total current assets	**11,026,614**	**11,220,062**
Trade and other payables	3,351,346	3,978,441
Contract liabilities	1,019,979	1,015,698
Borrowings	1,436,334	1,361,165
Lease liabilities	23,168	27,794
Bonds payable	601,027	604,877
Deferred government funding	157,027	159,591
Accrued liabilities	353,592	310,052
Derivative financial instruments	73,020	63,872
Current tax liabilities	12,376	18,049
Total current liabilities	**7,027,869**	**7,539,539**
Cash ratio[(1)]	0.5	0.5
Quick ratio[(2)]	1.2	1.1
Current ratio[(3)]	1.6	1.5

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

Amounts in US$ thousands	**3Q24**	**2Q24**
Cash and cash equivalents	3,651,385	3,694,277
Restricted cash	379,314	370,445
Financial assets at fair value through profit or loss - current[(1)]	232,983	101,109
Financial assets at amortised cost[(2)]	8,368,227	8,814,627
Total cash on hand	**12,631,909**	**12,980,458**
Borrowings - current	1,436,334	1,361,165
Borrowings - non-current	8,322,826	8,424,725
Lease liabilities	34,387	42,483
Bonds payable	601,027	604,877
Total debt	**10,394,574**	**10,433,250**
Net debt[(3)]	(2,237,335)	(2,547,208)
Equity	31,426,011	30,969,673
Debt to equity ratio[(4)]	33.1%	33.7%
Net debt to equity ratio[(5)]	-7.1%	-8.2%

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

Amounts in US$ thousands	**3Q24**	**2Q24**
Net cash generated from operating activities	1,236,416	19,275
Net cash used in investing activities	(1,345,115)	(1,637,666)
Net cash (used in)/generated from financing activities	(97,009)	46,379
Effect of exchange rate changes	162,816	(82,429)
Net decrease in cash and cash equivalents	(42,892)	(1,654,441)

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

	For the three months ended	
	September 30, 2024 (Unaudited)	**June 30, 2024 (Unaudited)**
Revenue	2,171,188	1,901,276
Cost of sales	(1,727,028)	(1,636,183)
Gross profit	444,160	265,093
Research and development expenses	(179,386)	(180,748)
Selling and marketing expenses	(9,601)	(9,737)
General and administration expenses	(136,182)	(160,630)
Impairment losses on financial assets, net	(620)	1,025
Other operating income	51,516	172,137
Operating expenses	(274,273)	(177,953)
Profit from operations	169,887	87,140

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

	As of	
	September 30, 2024 (Unaudited)	**June 30, 2024 (Unaudited)**
ASSETS		
Non-current assets		
Property, plant and equipment	27,274,634	26,914,232
Right-of-use assets	442,924	453,217
Intangible assets	25,942	28,757
Investments in associates	2,076,372	2,027,205
Investment in a joint venture	970	1,482
Deferred tax assets	13,128	13,192
Financial assets at fair value through profit or loss	466,007	462,380
Financial assets at amortised cost	5,499,157	5,851,621
Derivative financial instruments	5,812	8,928
Restricted cash	379,314	370,445
Other assets	269	246
Total non-current assets	36,184,529	36,131,705
Current assets		
Inventories	2,877,125	2,740,168
Prepayment and prepaid operating expenses	78,827	98,660
Trade and other receivables	938,800	1,235,380
Financial assets at fair value through profit or loss	232,983	101,109
Financial assets at amortised cost	2,869,070	2,963,006
Derivative financial instruments	70,518	85,204
Restricted cash	285,876	280,228
Cash and cash equivalents	3,651,385	3,694,277
	11,004,584	11,198,032
Assets classified as held-for-sale	22,030	22,030
Total current assets	11,026,614	11,220,062
TOTAL ASSETS	**47,211,143**	**47,351,767**

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

	As of	
	September 30, 2024 (Unaudited)	**June 30, 2024 (Unaudited)**
EQUITY AND LIABILITIES		
Capital and reserves		
Ordinary shares	31,887	31,825
Share premium	14,251,767	14,138,415
Other reserves	268,311	149,821
Retained earnings	6,065,488	5,916,688
Equity attributable to owners of the Company	20,617,453	20,236,749
Non-controlling interests	10,808,558	10,732,924
Total equity	31,426,011	30,969,673
Non-current liabilities		
Borrowings	8,322,826	8,424,725
Lease liabilities	11,219	14,689
Deferred tax liabilities	58,863	40,393
Deferred government funding	337,730	306,787
Derivative financial instruments	26,625	55,961
Total non-current liabilities	8,757,263	8,842,555
Current liabilities		
Trade and other payables	3,351,346	3,978,441
Contract liabilities	1,019,979	1,015,698
Borrowings	1,436,334	1,361,165
Lease liabilities	23,168	27,794
Bonds payable	601,027	604,877
Deferred government funding	157,027	159,591
Accrued liabilities	353,592	310,052
Derivative financial instruments	73,020	63,872
Current tax liabilities	12,376	18,049
Total current liabilities	7,027,869	7,539,539
Total liabilities	15,785,132	16,382,094
TOTAL EQUITY AND LIABILITIES	**47,211,143**	**47,351,767**

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

	For the three months ended	
	September 30, 2024	**June 30, 2024**
	(Unaudited)	**(Unaudited)**
Operating activities:		
Profit for the period	223,270	172,262
Depreciation and amortisation	831,097	797,166
Share of profit of associates and a joint venture	(29,411)	(17,164)
Other losses/(gains), net	2,927	(7,287)
Changes in working capital and others	208,533	(925,702)
Net cash generated from operating activities	**1,236,416**	**19,275**
Investing activities:		
Acquisition of financial assets at fair value through profit or loss	(291,812)	(142,163)
Proceeds from sale of financial assets at fair value through profit or loss	162,945	280,657
Acquisition of financial assets at amortised cost	(8,458)	(805,521)
Proceeds from maturity of financial assets at amortised cost	577,279	1,384,989
Acquisition of property, plant and equipment	(1,880,836)	(2,361,507)
Proceeds from disposal of property, plant and equipment	11,419	1,777
Acquisition of intangible assets	(1,078)	(2,110)
Capital injection in associates	-	(48,081)
Proceeds from sale of equity interests in associates and a joint venture	49,797	

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

Shanghai, November 7, 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

HUANG Dengshan

Independent Non-executive Directors

FAN Ren Da Anthony

LIU Ming

WU Hanming

CHEN Xinyuan