DEFINITIONS

In this document, unless the context otherwise requires, the following terms shall have the meanings set forth below. Certain technical terms are explained in "Glossary of Technical Terms."

"2021 Convertible Bonds"	the publicly issued convertible bonds in the aggregate principal amount of RMB581,190,000 by our Company in August 2021, which were listed on the Shenzhen Stock Exchange (bond code: 123122) on August 24, 2021
"2021 Stock Option Incentive Plan"	the stock option incentive plan adopted by our Company on February 4, 2021, to attract and retain our key employees
"2022 Stock Option Incentive Plan"	the stock option incentive plan adopted by our Company on March 23, 2022, to attract and retain our key employees
"2026 Restricted Stock Incentive Plan"	the restricted incentive plan adopted by our Company on April 27, 2026, to attract and retain our key employees
"A Share(s)"	ordinary shares issued by our Company, with a nominal value of RMB1.0 each, which are listed on the ChiNext of the Shenzhen Stock Exchange and traded in Renminbi
"A Shareholder(s)"	holder(s) of A Share(s)
"Accountants' Report"	the accountants' report of our Company for the Track Record Period, as included in Appendix I to this document
"Acting in Concert Agreement"	the concert party agreement entered into by and among Mr. Yang, Ms. Chen, Mr. Gong, and Quick Talent on December 9, 2016
"affiliate(s)"	with respect to any specified person, any other person, directly or indirectly, controlling or controlled by or under direct or indirect common control with such specified person
"AFRC"	Accounting and Financial Reporting Council of Hong Kong
"Articles" or **"Articles of Association"**	the articles of association of our Company, as amended, which shall become effective on the [**REDACTED**], a summary of which is set out in Appendix III to this document
"Board" or **"Board of Directors"**	the board of Directors of our Company
"business day"	a day on which banks in Hong Kong are generally open to the public for normal banking business and which is not a Saturday, Sunday or public holiday in Hong Kong
"CAGR"	compound annual growth rate

[**REDACTED**]

"China," "Chinese Mainland" or **"PRC"**	the People's Republic of China, excluding, for the purpose of this document (unless otherwise indicated), the Hong Kong Special Administrative Region, the Macau Special Administrative Region, and the Taiwan Province
"Companies Ordinance"	the Companies Ordinance (Chapter 622 of the Laws of Hong Kong), as amended, supplemented, or otherwise modified from time to time
"Companies (Winding Up and Miscellaneous Provisions) Ordinance"	the Companies (Winding Up and Miscellaneous Provisions) Ordinance (Chapter 32 of the Laws of Hong Kong), as amended, supplemented, or otherwise modified from time to time
"Company," "our Company," or **"the Company"**	Shanghai Fullhan Microelectronics Co., Ltd., a joint stock company with limited liability incorporated in China on April 16, 2004 (including its predecessor, Shanghai Fullhan Microelectronics Co., Ltd. (上海富瀚微電子有限公司)), the A shares of which have been listed on the ChiNext of the Shenzhen Stock Exchange (stock code: 300613)
"Compliance Adviser"	Altus Capital Limited (浩德融資有限公司)
"CSRC"	China Securities Regulatory Commission (中國證券監督管理委員會)
"Director(s)"	the director(s) of our Company
"EIT"	enterprise income tax
"EIT Law"	PRC Enterprise Income Tax Law (《中華人民共和國企業所得税法》)
"ESG"	environmental, social and governance
"Exchange Participant(s)"	a person (a) who, in accordance with the Rules of the Stock Exchange, may trade on or through the Stock Exchange; and (b) whose name is entered in a list, register or roll kept by the Stock Exchange as a person who may trade on or through the Stock Exchange

"Extreme Conditions"	the occurrence of "extreme conditions" as announced by any government authority of Hong Kong due to serious disruption of public transport services, extensive flooding, major landslides, large-scale power outage or any other adverse conditions before Typhoon Signal No. 8 or above is replaced with Typhoon Signal No. 3 or below
"FVTPL"	fair value through profit and loss

[**REDACTED**]

"F&S" or **"Frost & Sullivan"**	Frost & Sullivan (Beijing) Inc., Shanghai Branch Co., our industry consultant and an Independent Third Party
"F&S Report"	an independent market research report prepared by F&S, which was commissioned by our Company for the purpose of this document

[**REDACTED**]

"Group," "our Group," "the Group," "we," "us," or **"our"**	our Company and its subsidiaries, or our Company and any one or more of its subsidiaries, as the context may require
"Guide for New Listing Applicants" or **"Guide"**	the Guide for New Listing Applicants issued by the Stock Exchange in December 2023, with effect from January 1, 2024, as amended, supplemented, or otherwise modified from time to time
"H Share(s)"	shares in the share capital of our Company with a nominal value of RMB1.0 each, which are to be subscribed for and traded in HK dollars and to be [**REDACTED**] on the Stock Exchange
"H Shareholder(s)"	holder(s) of H Share(s)

[**REDACTED**]

DEFINITIONS

[**REDACTED**]

"Hong Kong" or **"HK"**	the Hong Kong Special Administrative Region of the PRC
"Hong Kong dollars," "HKD," or **"HK$"**	Hong Kong dollars and cents, respectively, the lawful currency of Hong Kong

[**REDACTED**]

"IAS"	International Accounting Standards
"IATF"	International Automotive Task Force

"IFRSs"	International Financial Reporting Standards, which include standards, amendments and interpretations promulgated by the International Accounting Standards Board and the International Accounting Standards and interpretation issued by the International Accounting Standards Committee
"Independent Third Party(ies)"	any entity(ies) or person(s) who, to the best of our Directors' knowledge, information and belief, having made all reasonable enquiries, is not a connected person of our Company within the meaning of the Listing Rules

[**REDACTED**]

"ISO"	International Organization for Standardization
"Latest Practicable Date"	April 20, 2026, being the latest practicable date for the purpose of ascertaining certain information contained in this document prior to its publication
"Legend Holdings"	Legend Holdings Corporation, a company listed on the Stock Exchange (stock code: 3396)

[**REDACTED**]

"Listing Rules" or **"Hong Kong Listing Rules"**	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, as amended from time to time

DEFINITIONS

"Main Board"	the stock exchange (excluding the option market) operated by the Stock Exchange, which is independent from and operated in parallel with the GEM of the Stock Exchange
"MOF"	Ministry of Finance of the PRC (中華人民共和國財政部)
"MOFCOM"	Ministry of Commerce of the PRC (中華人民共和國商務部)
"Molchip Technology"	Molchip Technology (Shanghai) Co., Ltd. (眸芯科技(上海)有限公司), a limited liability company established in China on March 29, 2018, and one of our major subsidiaries
"Mr. Gong"	Mr. Gong Chuanjun (龔傳軍先生), a member of the Single Largest Shareholders Group
"Mr. Yang"	Mr. Yang Xiaoqi (楊小奇先生), our Director, Chairman and chief executive officer, a founding shareholder of our Company, and a member of the Single Largest Shareholders Group
"Ms. Chen"	Ms. Chen Chunmei (陳春梅女士), a founding shareholder of our Company and a member of the Single Largest Shareholders Group

[**REDACTED**]

"Orient Qihui"	Tibet Orient Qihui Investment Co., Ltd. (西藏東方企慧投資有限公司), an investment company established in China on September 22, 2014, and one of our Shareholders

[**REDACTED**]

[**REDACTED**]

"PRC Company Law" or **"Company Law"**	Company Law of the People's Republic of China (《中華人民共和國公司法》), as amended, supplemented or otherwise modified from time to time
"PRC Legal Adviser"	King & Wood, the PRC legal adviser to our Company
"PRC Securities Law" or **"Securities Law"**	Securities Law of the People's Republic of China (《中華人民共和國證券法》), as amended, supplemented or otherwise modified from time to time

[**REDACTED**]

"Quick Talent"	Quick Talent Holdings Ltd (杰智控股有限公司), a private limited company established in Hong Kong on September 22, 2010, which is a member of the Single Largest Shareholders Group
"Regulation S"	Regulation S under the U.S. Securities Act
"RMB" or **"Renminbi"**	Renminbi, the lawful currency of Chinese Mainland
"SAC"	Securities Association of China (中國證券業協會)
"SAFE"	State Administration of Foreign Exchange of the PRC (中國國家外匯管理局)
"SAT"	State Administration of Taxation of the PRC (國家稅務總局)
"SFC"	the Securities and Futures Commission of Hong Kong
"SFO" or **"Securities and Futures Ordinance"**	Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended, supplemented, or otherwise modified from time to time

"Shanghai YG"	Shanghai YG Electronics Technology Co., Ltd. (上海仰歌電子科技有限公司), a limited liability company established in China on May 11, 2015, and one of our major subsidiaries
"Share(s)"	ordinary shares in the capital of our Company with a nominal value of RMB1.0 each
"Shareholder(s)"	holder(s) of our Share(s)
"Share Incentive Plans"	the 2026 Restricted Stock Incentive, the 2021 Stock Option Incentive Plan and the 2022 Stock Option Incentive Plan
"Single Largest Shareholders Group"	the group of our single largest shareholders as described in "History, Development and Corporate Structure — Our Single Largest Shareholders Group"
"SOE(s)"	state-owned enterprise(s)
"Sole Sponsor" or "[**REDACTED**]"	Huatai Financial Holdings (Hong Kong) Limited
"sq.m."	square meter(s)
"State Council"	State Council of the PRC (中華人民共和國國務院)
"Stock Exchange" or **"Hong Kong Stock Exchange"**	The Stock Exchange of Hong Kong Limited, a wholly-owned subsidiary of Hong Kong Exchanges and Clearing Limited
"Stock Option Incentive Plans"	the 2021 Stock Option Incentive Plan and the 2022 Stock Option Incentive Plan
"Strategy and ESG Committee"	the strategy and ESG committee of the Board
"SZSE"	Shenzhen Stock Exchange
"Takeovers Code"	the Codes on Takeovers and Mergers and Share Buy-backs issued by the SFC, as amended, supplemented or otherwise modified from time to time
"Track Record Period"	the period comprising the years ended [December 31, 2023, 2024 and 2025]

[**REDACTED**]

"United States," "U.S.," or **"US"**	the United States of America, its territories, its possessions, and all areas subject to its jurisdiction

"U.S. dollars," "US dollars," "USD," or **"US$"**	United States dollars, the lawful currency of the United States
"U.S. Securities Act"	the United States Securities Act of 1933, as amended, and the rules and regulations promulgated thereunder
"VAT"	Value-Added Tax

[**REDACTED**]

"%"	per cent

In this document, the terms "associate," "close associate," "connected person," "core connected person," "connected transaction," and "subsidiary" shall have the meanings ascribed to such terms under the Listing Rules, unless the context otherwise requires.

Certain amounts and percentage figures included in this document have been subject to rounding. Accordingly, figures shown as totals in certain tables may not be an arithmetic aggregation of the figures preceding them. Any discrepancies in any table or chart between the total shown and the sum of the amounts listed are due to rounding.

For ease of reference, the names of PRC laws and regulations, governmental authorities, institutions, companies, natural persons or other entities (including certain of our subsidiaries) have been included in this document in both the Chinese and English languages. In the event of any inconsistency, the Chinese version shall prevail.