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上海復旦微電子集團股份有限公司

Shanghai Fudan Microelectronics Group Company Limited*

(a joint stock limited company incorporated in the People's Republic of China)

(Stock Code: 1385)

2026 FIRST QUARTERLY REPORT

The board of directors (the “Board”) of Shanghai Fudan Microelectronics Group Company Limited (the “Company”) is pleased to announce the first quarterly unaudited consolidated results of the Company and its subsidiaries (the “Group”) prepared in accordance with China Accounting Standards for Business Enterprises for the three months ended 31 March 2026. This announcement is made pursuant to the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) and Rules 13.09(2) and 13.10B of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited.

IMPORTANT NOTICE:

The Board, the directors (the “Directors”), and the senior management of the Company warrant the truthfulness, accuracy and completeness of the contents of this quarterly report and accept responsibility severally and jointly for any false statement, misleading representation herein or material omission herefrom.

The legal representative, principal in charge of accounting and head of accounting department (Accounting Chief) of the Company warrant the truthfulness, accuracy and completeness of the financial information of this quarterly report.

The first quarterly financial statements were unaudited or not

Yes No

1. PRINCIPAL ACCOUNTING DATA

(1) Principal accounting data and key financial indicators

RMB0'000

Item	Reporting Period	The corresponding period of last year	Change as compared with the corresponding period of last year (%)
Revenue	103,204.99	88,794.72	16.23
Operating profits	14,007.92	13,111.57	6.84
Net profits attributable to shareholders of the parent company	14,830.86	13,617.75	8.91
Net profits attributable to shareholders of the parent company after deducting non-recurring profit or loss	14,402.28	13,296.90	8.31
Net cash flows from operating activities	24,966.10	(2,658.97)	N/A
Basic earnings per share (RMB/share)	0.18	0.17	5.88
Diluted earnings per share (RMB/share)	0.18	0.17	5.88
Weighted average return on net asset (%)	2.39	2.28	Increased by 0.11 percentage point
Total research and development investment	31,633.16	26,714.26	18.41
Percentage of research and development investment over revenue (%)	30.65	30.09	Increased by 0.56 percentage point

	As at the end of the Reporting Period	As at the end of last year	Change as compared with last year (%)
Total assets	917,819.38	920,513.58	-0.29
Total equity attributable to shareholders of the parent company	628,259.40	613,481.62	2.41

Note: "Reporting Period" means and hereinafter referred to the 3-month period from the beginning to the end of the current quarter.

A. Overview of revenue and net profit

1. Situation of the period from January to March 2026

For the period from January to March 2026, the revenue of the Group was approximately RMB1,032 million which representing an increase of approximately 16.23% when compared with the same period of last year. The net profits attributable to shareholders of the parent company were approximately RMB148 million which representing an increase of approximately 8.91% when compared with the same period of last year. The net profits attributable to shareholders of the parent company after deducting non-recurring profit or loss were approximately RMB144 million which representing an increase of approximately 8.31% when compared with the same period of last year.

The revenue of each product line was: approximately RMB236 million for security and identification IC chips which representing an increase of approximately 16.34% when compared with the same period of last year; approximately RMB293 million for non-volatile memory which representing an increase of approximately 23.39% when compared with the same period of last year; approximately RMB123 million for smart meter chips which representing an increase of approximately 19.61% when compared with the same period of last year; approximately RMB347 million for FPGA and other products which representing an increase of approximately 10.67% when compared with the same period of last year; and approximately RMB33 million for testing services (after consolidation elimination) which representing an increase of approximately 5.73% when compared with the same period of last year.

B. Analysis of key factors impacting net profit for January to March 2026

1. Impact of revenue and gross profit on net profit

From January to March 2026, benefiting from an upturn in industry conditions and growing demand from downstream customers, the Group's revenue across all product lines increased to varying extents compared with the same period of last year, with gross profit rising by approximately RMB54.2455 million when compared with the same period of last year.

2. Impact of expenses on net profit

(1) Increase in research and development costs

In order to continue driving product iteration and portfolio expansion, and to further develop products based on multi-source manufacturing processes, the Group has maintained a high level of investment in research and development, resulting in an increase in R&D expenses of approximately RMB63.0586 million when compared with the same period of last year. This increase was primarily attributable to higher costs associated with FPGA product line board design fees and the amortisation of intangible assets.

(2) Decrease in impairment losses on assets

Impairment losses on assets decreased by approximately RMB21.2651 million when compared with the same period of last year. This was primarily due to a reduction in inventory impairment losses on the FPGA product line, as well as a rise in non-volatile memory prices, which led to the reversal of part of the provision for inventory impairment, resulting in a decrease in inventory impairment losses.

(2) Non-recurring profit or loss items and amounts

RMB

Item	Amount of the Reporting Period
Gains or losses from disposal of non-current assets, includes reversal of provision for impairment of assets	34,758.79
Government grants recognized in the current period's profit or loss, except for those government grants that are closely related to the Company's normal business operations, in compliance with national policies and in accordance with standards, and have a continuing impact on the Company's profit or loss	5,285,617.26
Gains and losses arising from changes in the fair value of financial assets and financial liabilities held by non-financial corporations and gains and losses arising from the disposal of financial assets and financial liabilities, except for effective hedging operations related to the Company's normal business operations	1,127,945.41
Non-operating income and expenses other than the above items	(50,749.61)
Other profit and loss items in line with the definition of non-recurring profit or loss	
Less : Income tax effect	492,850.06
Minority interest effect (after tax)	1,618,894.04
Total	4,285,827.75

Explanation of items recognized as non-recurring profit or loss items which are not listed in “Interpretative Announcement No. 1 - Non-Recurring Profit or Loss of Companies with Public Offerings” and the amount of such items is material and items; and items recognized as recurring profit or loss items which are listed in “Interpretative Announcement No. 1 - Non-Recurring Profit or Loss of Companies with Public Offerings”.

Applicable Not applicable

(3) Changes and the reasons of changes in principal accounting data and key financial indicators

Applicable Not applicable

Item	Change (%)	Main Reasons
Net cash flows generated from operating activities	N/A	Net cash flow turned positive primarily due to an increase in cash received from the sale of goods during the reporting period, coupled with a decrease in payments made for the purchase of goods, resulting in an improvement in net cash flow from operating activities.

2. SHAREHOLDERS INFORMATION

The table below sets out the total number of ordinary shareholders, the number of preference shareholders whose voting rights have been restored, and the shareholding status of the top 10 shareholders.

Share

Total number of ordinary shareholders at the end of the Reporting Period	24,723	Total number of preference shareholders whose voting rights have been restored at the end of the Reporting Period (if any)	N/A
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Top 10 shareholders (Excluding shares lent through refinancing business)							
Name of shareholders	Nature of shareholders	Number of shares held	% held	Number of shares held with selling restriction	Number of restricted shares including refinancing or lending shares	Status on charges, pledges or frozen	
						Status of shares	Number
HKSCC Nominees Limited	Foreign entity	284,272,770	34.51			Unknown	
Shanghai Fuxin Fangao IC Technology Co. Ltd.	State-owned entity	106,730,000	12.96			Nil	
Shanghai Fudan Fukong Technology Enterprise Holdings Limited	State-owned entity	101,732,384	12.35			Nil	
HKSCC	Foreign entity	18,153,864	2.20			Nil	
Industrial and Commercial Bank of China Limited – Huaxia Military Industry Security Flexible Allocation Hybrid Securities Investment Fund	Other	11,396,799	1.38			Nil	
China Merchants Bank Co., Ltd. – Galaxy Innovation Growth Mixed Securities Investment Fund	Other	10,000,000	1.21			Nil	
CITIC Securities Co., Ltd. – Yongying Guozheng Commercial Satellite Communications Industry Exchange-Traded Fund	Other	9,808,491	1.19			Nil	
CITIC Securities Co., Ltd. – Harvest SSE STAR Market Chip Exchange-Traded Fund	Other	7,891,276	0.96			Nil	
China Merchants Bank Co., Ltd. – Yongying High-End Equipment Smart Selection Hybrid Initiated Securities Investment Fund	Other	5,804,909	0.70			Nil	
Shanghai Zhengben Corporate Management Consultant Partnership Enterprise (limited partnership)	Domestic non-state-owned entity	4,491,444	0.55			Pledged	4,491,444

Shareholdings of the top 10 shareholders which not subject to selling restrictions (Excluding shares lent through refinancing business)			
Name of shareholders	Number of shares in circulation without any selling restrictions	Type and number of shares	
		Type	Number
HKSCC Nominees Limited	284,272,770	Overseas listed foreign invested shares	284,272,770
Shanghai Fuxin Fangao IC Technology Co. Ltd.	106,730,000	RMB ordinary shares	106,730,000
Shanghai Fudan Fukong Technology Enterprise Holdings Limited	101,732,384	RMB ordinary shares	101,732,384
HKSCC	18,153,864	RMB ordinary shares	18,153,864
Industrial and Commercial Bank of China Limited – Huaxia Military Industry Security Flexible Allocation Hybrid Securities Investment Fund	11,396,799	RMB ordinary shares	11,396,799
China Merchants Bank Co., Ltd. – Galaxy Innovation Growth Mixed Securities Investment Fund	10,000,000	RMB ordinary shares	10,000,000
CITIC Securities Co., Ltd. – Yongying Guozheng Commercial Satellite Communications Industry Exchange-Traded Fund	9,808,491	RMB ordinary shares	9,808,491
CITIC Securities Co., Ltd. – Harvest SSE STAR Market Chip Exchange-Traded Fund	7,891,276	RMB ordinary shares	7,891,276
China Merchants Bank Co., Ltd. – Yongying High-End Equipment Smart Selection Hybrid Initiated Securities Investment Fund	5,804,909	RMB ordinary shares	5,804,909
Shanghai Zhengben Corporate Management Consultant Partnership Enterprise (limited partnership)	4,491,444	RMB ordinary shares	4,491,444
Details relating to the related relationship of the above shareholders or the parties acting in concert	The Company is not aware whether other shareholders have related party relationship or acting-in-concert arrangements.		
Description of the top 10 shareholders and the top 10 unrestricted shareholders participating in margin trading and securities lending and refinancing business (if any)	Not applicable.		

Note1: As at the end of the Reporting Period, the total number of A Shares shareholders is 24,711 and H Shares shareholders is 12.

Note2: Shares held by HKSCC Nominees Limited are held on behalf of its clients. As 4,000 H shares held by individual shareholder(s) were in transit and have not registered for transfer, the number of shares held by HKSCC Nominees Limited from the record of the Company's share registrar as at 31 March 2026 was 284,276,770 shares which has a difference of 4,000 shares. As the relevant rules of the Hong Kong Stock Exchange do not require clients to report whether the shares that they hold are charged, pledged or frozen, thus it is unable to provide statistics on the number of shares that have been charged, pledged or frozen.

Note3: Shares owned by Shanghai Zhengben Corporate Management Consultant Partnership Enterprise (limited partnership) are under judicial frozen/tagging. For details, please refer to the share frozen/waiting list announcement of the Shareholder for each period.

Shareholders holding more than 5% of the shares, the top 10 shareholders and the top 10 shareholders not subject to selling restrictions participating in the securities lending and refinancing business

Applicable Not applicable

Changes in the top 10 shareholders and top 10 shareholders not subject to selling restrictions compared with the previous period due to lending/repatriation of refinancing facilities

Applicable Not applicable

3. OTHER REMINDERS

Other important information about the Company's operating conditions during the reporting period that need to remind investors

Applicable Not applicable

4. QUARTERLY FINANCIAL STATEMENTS

(1) Audit opinion

Applicable Not applicable

(2) Financial statements

Consolidated Balance Sheet 31 March 2026

Item	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Current assets:		
Cash at bank and on hand	1,331,083,445.28	1,298,621,710.02
Financial assets held for trading	210,386,268.49	180,133,750.68
Notes receivables	249,438,894.03	296,994,501.37
Accounts receivable	2,108,032,787.17	1,876,899,180.89
Receivables for financing	183,638,144.21	190,455,252.30
Prepayments	209,681,114.36	346,455,226.64
Other receivables	5,427,992.33	5,802,950.31
Inventories	2,536,817,281.58	2,636,594,349.55
Other current assets	25,140,705.21	27,539,158.57
Total current assets	6,859,646,632.66	6,859,496,080.33
Non-current assets:		
Long-term equity investments	46,032,566.44	46,892,929.09
Investment in other equity instruments	55,158,675.66	55,347,871.25
Fixed assets	1,408,860,352.38	1,467,987,999.20
Construction in progress	85,185,760.34	81,428,048.12
Right-of-use assets	46,217,354.81	41,875,235.62
Intangible assets	268,045,923.41	310,123,944.62
Development costs	243,951,056.30	204,362,592.25
Long-term prepaid expenses	47,594,880.42	50,152,070.41

Deferred tax assets	17,549,086.59	17,542,624.19
Other non-current assets	99,951,462.70	69,926,424.80
Total non-current assets	2,318,547,119.05	2,345,639,739.55
Total assets	9,178,193,751.71	9,205,135,819.88
Current liabilities:		
Short-term borrowings	625,867,487.50	675,896,654.17
Accounts payable	254,504,356.75	233,204,494.78
Contract liabilities	145,226,434.43	127,777,512.09
Employee benefits payable	131,864,617.77	212,158,413.45
Taxes payables	44,418,758.92	37,303,192.73
Other payables	50,908,989.64	68,838,190.24
Non-current liabilities due within one year	170,834,052.98	175,772,810.70
Other current liabilities	181,688,549.04	175,187,801.73
Total current liabilities	1,605,313,247.03	1,706,139,069.89
Non-current liabilities:		
Long-term borrowings	574,026,685.00	637,126,685.00
Lease liabilities	30,037,279.19	31,738,955.78
Provisions	34,035,079.00	34,035,079.00
Deferred income	34,505,213.57	35,374,548.33
Deferred tax liabilities	6,538,671.30	6,538,728.07
Total non-current liabilities	679,142,928.06	744,813,996.18
Total liabilities	2,284,456,175.09	2,450,953,066.07
Owners' equity (or shareholders' equity):		
Paid-in capital (or share capital)	82,371,925.00	82,371,325.00
Capital reserve	1,939,671,759.74	1,939,566,639.74
Other comprehensive income	32,709,340.58	33,345,873.50
Surplus reserve	41,185,662.50	41,185,662.50
Undistributed profits	4,186,655,338.78	4,038,346,732.33
Total equity attributable to shareholders of the parent company (or shareholders' equity)	6,282,594,026.60	6,134,816,233.07
Minority interests	611,143,550.02	619,366,520.74
Total shareholders' equity (or shareholders' equity)	6,893,737,576.62	6,754,182,753.81
Total liabilities and shareholders' equity (or shareholders' equity)	9,178,193,751.71	9,205,135,819.88

Consolidated Income Statement
From January to March 2026

RMB

Item	For the first quarter from January to March	
	2026 (Unaudited)	2025 (Unaudited)
I. Total revenue	1,032,049,852.98	887,947,169.25
Including revenue	1,032,049,852.98	887,947,169.25
II. Total operating costs	889,443,939.51	730,170,478.47
Including: Cost of sales	461,594,080.83	371,736,892.39
Taxes and surcharges	7,644,975.35	5,023,204.51
Selling expenses	58,637,058.81	60,000,148.56
Administrative expenses	40,059,274.29	37,958,469.20
Research and development expenses	310,953,008.88	247,894,406.78
Finance costs	10,555,541.35	7,557,357.03
Including: Interest expenses	8,343,238.31	9,984,840.83
Interest income	2,126,081.58	4,282,779.09
Add: Other income	18,623,700.09	17,201,983.80
Investment income (loss is expressed with negative value)	22,652.77	865,995.87
Including: Investment income from associates and joint venture	(852,774.83)	(343,401.24)
Gains from change in fair value (loss is expressed with negative value)	252,517.81	(157,952.22)
Credit impairment loss (loss is expressed with negative value)	(12,740,676.18)	(14,624,843.83)
Asset impairment loss (loss is expressed with negative value)	(8,668,943.81)	(29,934,042.26)
Gains on disposal of assets	34,758.79	(12,084.74)
III. Operating profits	140,129,922.94	131,115,747.40
Add: Non-operating income	130,638.75	0.54
Less: Non-operating expenses	181,388.36	-
IV. Total profit	140,079,173.33	131,115,747.94
Less: Income tax expenses	(6,462.40)	2,397,171.29
V. Net profit	140,085,635.73	128,718,576.65
(1) Classified by continuity of operations		
Net profits from continuing operation	140,085,635.73	128,718,576.65
(2) Classified by ownership of the equity		
1. Net profits attributable to shareholders of the parent company	148,308,606.45	136,177,463.96
2. Gain or loss of minority interests (loss is expressed with negative value)	(8,222,970.72)	(7,458,887.31)
VI. Other comprehensive income, net of tax	(636,532.92)	(174,452.36)

Other comprehensive income, net of tax, attributable to shareholders of the parent company	(636,532.92)	(174,452.36)
Other comprehensive income that will be reclassified to profit or loss	(636,532.92)	(174,452.36)
Exchange differences arising from translation of foreign currency denominated financial statements	(636,532.92)	(174,452.36)
VII. Total comprehensive income	139,449,102.81	128,544,124.29
(I) Total comprehensive income attributable to shareholders of the parent company	147,672,073.53	136,003,011.60
(II) Total comprehensive income attributable to minority interests	(8,222,970.72)	(7,458,887.31)
VIII. Earnings per share:		
(I) Basic earnings per share (RMB/share)	0.18	0.17
(II) Diluted earnings per share (RMB/share)	0.18	0.17

For the business combination under common control effected in the current period, the net profit recognized by the merged party before the combination was RMB0, and the net profit recognized by the merged party in the previous period was RMB0.

**Consolidated Statement of Cash Flows
From January to March 2026**

Item	RMB	
	For the first quarter from January to March	
	2026	2025
	(Unaudited)	(Unaudited)
I. Cash flows generated from operating activities:		
Cash received from sale of goods or rendering of services	884,984,618.53	788,158,950.32
Refund of taxes and surcharges	1,630,681.84	3,991,881.94
Cash received relating to other operating activities	25,467,389.86	10,984,331.10
Sub-total of cash inflows from operating activities	912,082,690.23	803,135,163.36
Cash paid for goods and services	193,211,812.46	395,484,289.52
Cash paid to and on behalf of employees	352,202,726.08	313,535,430.30
Payments of taxes and surcharges	68,181,981.39	44,187,520.30
Cash paid relating to other operating activities	48,825,166.87	76,517,614.44
Sub-total of cash outflow from operating activities	662,421,686.80	829,724,854.56
Net cash flows generated from operating activities	249,661,003.43	(26,589,691.20)
II. Cash flows generated from investing activities		
Net cash received from disposal of investments	350,000,468.85	300,183,643.00

Net cash received from return of investments	875,427.60	433,155.24
Net cash recovered from disposal of fixed assets, intangible assets and other long-term assets	106,014.07	14,000.00
Other cash received relating to other investment activities	-	749,883.04
Sub-total of cash inflows from investment activities	350,981,910.52	301,380,681.28
Cash paid to acquire fixed assets, intangible assets and other long-term assets	51,209,328.45	62,394,529.30
Cash paid for investments	380,000,000.00	299,000,000.00
Sub-total of cash outflows from investment activities	431,209,328.45	361,394,529.30
Net cash flows from investment activities	(80,227,417.93)	(60,013,848.02)
III. Cash flows generated from financing activities:		
Cash proceeds from investments by others	105,720.00	-
Cash received from loans obtained	45,000,000.00	307,000,000.00
Sub-total of cash inflow from financing activities	45,105,720.00	307,000,000.00
Cash repayments of borrowings	168,167,254.60	327,100,000.00
Cash paid for distribution of dividends, profit or interest expenses	7,953,734.89	9,893,083.73
Other cash paid relating to financing activities	3,146,143.24	4,198,005.69
Sub-total of cash outflow from financing activities	179,267,132.73	341,191,089.42
Net cash flows generated from financing activities	(134,161,412.73)	(34,191,089.42)
IV. Effect of changes in foreign exchange rate on cash and cash equivalents	(2,855,686.35)	(1,798,273.67)
V. Net increase in cash and cash equivalents	32,416,486.42	(122,592,902.30)
Add: Balance of cash and cash equivalents at the beginning of the period	1,294,510,634.03	1,063,300,787.15
VI. Balance of cash and cash equivalents at the end of the period	1,326,927,120.45	940,707,884.85

Particulars on adjustment to relevant items in the financial statements as at the beginning of the year according to new accounting standards or standard interpretations since 2026.

Applicable Not applicable

By order of the Board
Shanghai Fudan Microelectronics Group Company Limited*
Chairman
Zhang Wei

Shanghai, the PRC, 29 April 2026

As at the date of this announcement, the Company's executive Directors are Mr. Zhang Wei and Mr. Shen Lei; non-executive Directors are Ms. Yan Na, Mr. Zhuang Qifei, Ms. Zhang Rui and Mr. Song Jiale, and independent non-executive Directors are Ms. Shi Yanling, Ms. Wang Meijuan, Mr. Hu Xue and Mr. Zhang Yu Ming; employee Director is Mr. Shen Mingjie.

* For identification purpose only