SOLOMON SYSTECH

SOLOMON SYSTECH (INTERNATIONAL) LIMITED

晶門半導體有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2878)

PROFIT WARNING

This announcement is made by Solomon Systech (International) Limited (the "**Company**", together with its subsidiaries, shall collectively be referred to as the "**Group**") pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors of the Company (the "**Board**") wishes to inform the shareholders and potential investors of the Company that, based on the preliminary review on the unaudited consolidated management accounts of the Group for the six months ended 30 June 2026 and the information currently available to the Board, the Group is expected to record an unaudited consolidated loss attributable to shareholders of approximately US$3.8 million to US$4.1 million for the six months ended 30 June 2026, as compared with approximately US$4.0 million unaudited consolidated profit attributable to shareholders for the six months ended 30 June 2025. The main reasons for the unaudited consolidated loss attributable to shareholders in the first half of year 2026 were because of (i) the decrease in revenue, gross profit and gross profit margin. Such decrease was mainly attributable to the increase in the cost of production, which arise from semiconductor supply chain bottleneck in the global chip ecosystem that lead to increase in production cost, and also constrain output despite growing demand; (ii) an increase in R&D expense for new product development; and (iii) the appreciation of Chinese Renminbi lead to increase in operating cost in Mainland China.

Despite the decrease in unaudited consolidated profit attributable to shareholders in the first half of year 2026 when compared with the first half of year 2025, the Board would like to emphasize that the Group is still able to manage a stable IC shipment in the first half of 2026, which shows the Group's capability to maintain a stable market share despite the unfavorable market condition. At the same time, we have sufficient resources to support our continued commitment to research and development projects, which is critical to sustain the long term competitiveness of the Group, and we will also continue our on-going effective stringent cost control measures to enhance operational efficiency.

The Company is still in the process of finalizing the Group's interim results for the six months ended 30 June 2026. The information contained in this announcement is only based on the Board's preliminary assessment on the Group's latest unaudited consolidated management accounts for the six months ended 30 June 2026, which have not yet been reviewed or audited by the independent external auditors of the Company, nor reviewed by the audit committee of the Board. The unaudited consolidated interim results of the Group for the six months ended 30 June 2026 may be subject to further adjustment(s) and may be different from the information contained in this announcement. Further details of the Group's financial information will be published in the Company's announcement of interim results for the six months ended 30 June 2026, which is expected to be published before the end of August 2026. Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
SOLOMON SYSTECH (INTERNATIONAL) LIMITED
Wang Wah Chi, Raymond
Chief Executive Officer

Hong Kong, 17 July 2026

As at the date of this announcement, the Board comprises: (a) Executive Director – Mr. WANG Wah Chi, Raymond (Chief Executive Officer); (b) Non-executive Directors – Mr. YANG Kun (Chairman), Ms. LIU Fei and Mr. XIE Shan Shan; and (c) Independent Non-executive Directors – Dr. CHAN Philip Ching Ho, Dr. KWOK Hoi Sing and Mr. CHAN Chi Kong.