

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



NEXCHIP SEMICONDUCTOR CORPORATION

合肥晶合集成電路股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 2249)

ANNOUNCEMENT OF UNAUDITED RESULTS FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2026

The board (the “**Board**”) of directors (the “**Directors**”) of Nexchip Semiconductor Corporation (the “**Company**”) is pleased to announce the unaudited results of the Company and its subsidiaries (collectively, the “**Group**” or “**We**”) for the three months ended September 30, 2026 (the “**third quarter of 2026**”). This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Hong Kong Listing Rules**”) and the inside information provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

This consolidated financial information has been prepared in accordance with International Financial Reporting Standards. The Group’s financial information for the third quarter of 2026 has not been audited by the external auditor. The audit committee of the Company has reviewed the Group’s results for the third quarter of 2026.

OUTLOOK

According to the unaudited financial information, the Group’s revenue for the third quarter of 2026 was RMB3,252,131 thousand, representing a quarter-on-quarter increase of 9.88% and a year-on-year increase of 19.57%. The Group’s gross profit margin for the third quarter of 2026 was 25.46%, representing a quarter-on-quarter increase of 3.18 percentage points and a year-on-year increase of 3.55 percentage points.

The guidance for the fourth quarter of 2026 is (unaudited): the Group expects revenue for the fourth quarter of 2026 to be in the range of approximately RMB3,200,000 thousand to RMB3,400,000 thousand; and the Group expects gross profit margin for the fourth quarter of 2026 to be in the range of approximately 20% to 24%.

The guidance above represents management’s business expectations based on existing orders, customer needs, capacity utilization, and other operating information currently available as of the date of this announcement. It is intended only to illustrate the Group’s current business trends and does not constitute a profit forecast under the Hong Kong Listing Rules, nor does it constitute any investment advice regarding the Company. Investors are advised to exercise caution regarding investment risks.

SUMMARY OF THE OPERATING RESULTS FOR THE THIRD QUARTER OF 2026

Unit: RMB'000

	The third quarter of 2026 (Unaudited)	The second quarter of 2026 (Unaudited)	Quarter-on- quarter	The third quarter of 2025 (Unaudited)	Year-on-year
Revenue	3,252,131	2,959,682	9.88%	2,719,924	19.57%
Cost of sales	(2,424,203)	(2,300,376)	5.38%	(2,124,056)	14.13%
Gross profit	827,928	659,306	25.58%	595,868	38.94%
Gross profit margin	25.46%	22.28%	Increased by 3.18 percentage points	21.91%	Increased by 3.55 percentage points
Other income	187,745	51,915	261.64%	215,088	(12.71)%
Selling expenses	(18,109)	(23,418)	(22.67)%	(16,368)	10.64%
General and administrative expenses	(137,012)	(132,990)	3.02%	(120,799)	13.42%
Finance costs	(166,698)	(158,370)	5.26%	(137,852)	20.93%
Research and development expenses	(322,974)	(306,638)	5.33%	(384,109)	(15.92)%
Profit before income tax	209,821	207,028	1.35%	163,496	28.33%
Profit for the period	219,883	193,004	13.93%	163,496	34.49%
Profit/(loss) for the period attributable to:					
Owners of the Company	229,441	194,714	17.83%	218,041	5.23%
Non-controlling interests	(9,558)	(1,710)	N/A	(54,545)	N/A
Earnings per share for profit attributable to owners of the Company					
Basic (RMB per share)	0.11	0.10	10.00%	0.11	–
Diluted (RMB per share)	0.11	0.10	10.00%	0.11	–

Revenue Analysis

Revenue for the third quarter of 2026 was RMB3,252,131 thousand, representing a quarter-on-quarter increase of 9.88% as compared with RMB2,959,682 thousand for the second quarter of 2026, and a year-on-year increase of 19.57% as compared with RMB2,719,924 thousand for the third quarter of 2025. The increase in the Group's revenue was primarily due to the increase in sales volume of products of the Company resulting in the continuous growth in revenue during the reporting period.

Revenue by business line:

Unit: RMB'000

	The third quarter of 2026 (Unaudited)		The second quarter of 2026 (Unaudited)		The third quarter of 2025 (Unaudited)	
	Amount	Percentage (%)	Amount	Percentage (%)	Amount	Percentage (%)
IC wafer foundry	3,252,131	100.00	2,959,682	100.00	2,712,911	99.74
DDIC	1,839,950	56.58	1,529,877	51.68	1,497,515	55.05
CIS	869,974	26.75	797,214	26.94	700,680	25.76
Other IC	542,207	16.67	632,591	21.38	514,716	18.93
Others	—	—	—	—	7,013	0.26
Total	<u>3,252,131</u>	<u>100.00</u>	<u>2,959,682</u>	<u>100.00</u>	<u>2,719,924</u>	<u>100.00</u>

Revenue by geographical region:

Unit: RMB'000

	The third quarter of 2026 (Unaudited)		The second quarter of 2026 (Unaudited)		The third quarter of 2025 (Unaudited)	
	Amount	Percentage (%)	Amount	Percentage (%)	Amount	Percentage (%)
Chinese Mainland	1,989,535	61.19	1,870,313	63.19	1,781,678	65.50
Taiwan, China	925,960	28.47	800,285	27.04	767,360	28.21
Other countries/regions	336,636	10.34	289,084	9.77	170,886	6.29
Total	<u>3,252,131</u>	<u>100.00</u>	<u>2,959,682</u>	<u>100.00</u>	<u>2,719,924</u>	<u>100.00</u>

Revenue by process technology node:

Unit: RMB'000

	The third quarter of 2026 (Unaudited)		The second quarter of 2026 (Unaudited)		The third quarter of 2025 (Unaudited)	
	Amount	Percentage (%)	Amount	Percentage (%)	Amount	Percentage (%)
55nm and below	528,346	16.25	481,015	16.25	264,139	9.71
90nm	1,339,813	41.19	1,165,406	39.38	1,231,563	45.28
110nm	857,552	26.37	745,662	25.19	727,242	26.74
150nm	526,420	16.19	567,599	19.18	489,967	18.01
Others	–	–	–	–	7,013	0.26
Total	<u>3,252,131</u>	<u>100.00</u>	<u>2,959,682</u>	<u>100.00</u>	<u>2,719,924</u>	<u>100.00</u>

Cost of sales

In the third quarter of 2026, the Group's cost of sales was RMB2,424,203 thousand, representing a year-on-year increase of 14.13% as compared with RMB2,124,056 thousand for the third quarter of 2025, primarily due to the expansion of product sales scale, increased input, and an increase in relevant depreciation expenses resulting from the transfer of construction in progress to property, plant and equipment.

Gross profit and gross profit margin

In the third quarter of 2026, the Group's gross profit was RMB827,928 thousand. The gross profit margin was 25.46%, representing a year-on-year increase of 3.55 percentage points, primarily due to the economies of scale resulting from the increased sales volume of new products, which were reflected in the current period results.

Other income

In the third quarter of 2026, the Group's other income was RMB187,745 thousand, representing a year-on-year decrease of 12.71% as compared with RMB215,088 thousand for the third quarter of 2025, primarily due to the recognition of a technology transfer income in relation to photomask technology transfer in the same period of last year, partially offset by an increase in the amortization of deferred government grants.

Selling expenses

In the third quarter of 2026, the Group's selling expenses were RMB18,109 thousand, representing a year-on-year increase of 10.64% as compared with RMB16,368 thousand for the third quarter of 2025, primarily due to an increase in sales personnel's remuneration in line with business growth.

General and administrative expenses

In the third quarter of 2026, the Group's general and administrative expenses were RMB137,012 thousand, representing a year-on-year increase of 13.42% as compared with RMB120,799 thousand for the third quarter of 2025, primarily due to an increase in remuneration of management personnel as the Company expanded, and an increase in depreciation and amortization.

Finance costs

In the third quarter of 2026, the Group's finance costs were RMB166,698 thousand, representing a year-on-year increase of 20.93% as compared with RMB137,852 thousand for the third quarter of 2025, primarily due to an increase in interest on borrowings and a decrease in interest capitalized, resulting in a corresponding reduction in net interest expenses on borrowings.

Research and development expenses

In the third quarter of 2026, the Group's research and development expenses were RMB322,974 thousand, representing a year-on-year decrease of 15.92% as compared with RMB384,109 thousand for the third quarter of 2025, primarily due to the capitalization of the research and development projects that met the capitalization criteria during the period.

Profit for the period

In the third quarter of 2026, the Group's profit for the period was RMB219,883 thousand, representing a year-on-year increase of 34.49% as compared with RMB163,496 thousand for the third quarter of 2025, primarily due to (i) the increase in sales volume, resulting in the scaling up of revenue; and (ii) an increase in gross profit margin.

Summary of Cash Flows

Unit: RMB'000

	The third quarter of 2026 (Unaudited)	The second quarter of 2026 (Unaudited)	The third quarter of 2025 (Unaudited)
Net cash flows generated from operating activities	1,923,048	1,834,185	969,281
Net cash flows used in investing activities	(1,820,833)	(2,307,053)	(3,093,869)
Net cash flows generated from financing activities	7,338,607	2,291,881	1,361,733
Net increase/(decrease) in cash and cash equivalents	7,440,822	1,819,013	(762,855)
Cash and cash equivalents at the beginning of the period	4,680,698	2,874,143	3,103,955
Effect of foreign exchange rate changes, net	(79,158)	(12,458)	(11,158)
Cash and cash equivalents at the end of the period	12,042,362	4,680,698	2,329,942

Net cash flows generated from operating activities for the third quarter of 2026 were RMB1.923 billion, representing an increase of RMB954 million as compared with the same period of last year, mainly due to the year-on-year increase in revenue and the increase in cash received from the sale of goods and provision of services.

Net cash outflows used in investing activities for the third quarter of 2026 were RMB1.821 billion, which included investment expenditures on property, plant and equipment of RMB1.646 billion and investment expenditures on financial assets of RMB180 million, partially offset by the interest income of RMB5.530 million.

Net cash flows generated from financing activities for the third quarter of 2026 were RMB7.339 billion, of which RMB6.366 billion was received from the listing of H Shares and RMB1.630 billion was obtained from bank borrowings, partially offset by the repayment of borrowings of RMB397 million, the interest payment of RMB131 million and the payment of listing fees of RMB129 million.

Condensed Consolidated Statement of Comprehensive Income

	Three months ended		
	September 30, 2026 RMB'000 (Unaudited)	June 30, 2026 RMB'000 (Unaudited)	September 30, 2025 RMB'000 (Unaudited)
Revenue	3,252,131	2,959,682	2,719,924
Cost of sales	(2,424,203)	(2,300,376)	(2,124,056)
Gross profit	827,928	659,306	595,868
Other income	187,745	51,915	215,088
Other gains and (losses), net	(145,828)	131,403	22,954
Research and development expenses	(322,974)	(306,638)	(384,109)
General and administrative expenses	(137,012)	(132,990)	(120,799)
Selling expenses	(18,109)	(23,418)	(16,368)
Net impairment losses recognized on financial assets	97	(241)	79
Finance costs	(166,698)	(158,370)	(137,852)
Share of results of associates, net	(15,328)	(13,939)	(11,365)
Profit before income tax	209,821	207,028	163,496
Income tax expense	10,062	(14,024)	–
Profit for the period	219,883	193,004	163,496
Profit for the period attributable to:			
Owners of the Company	229,441	194,714	218,041
Non-controlling interests	(9,558)	(1,710)	(54,545)
	219,883	193,004	163,496
Other comprehensive (loss)/income for the period, net of tax			
<i>Item that may be reclassified subsequently to profit or loss:</i>			
Exchange differences on translation of financial statements of foreign operations, net of tax	(7,919)	(8,292)	(101)
<i>Item that will not be reclassified subsequently to profit or loss:</i>			
Changes in fair value of financial assets at fair value through other comprehensive income, net of tax	(883,883)	1,142,718	112,593
Total comprehensive income for the period	(671,919)	1,327,430	275,988

	Three months ended		
	September 30, 2026 RMB'000 (Unaudited)	June 30, 2026 RMB'000 (Unaudited)	September 30, 2025 RMB'000 (Unaudited)
Total comprehensive income/(loss) for the period attributable to:			
Owners of the Company	(662,361)	1,329,140	330,534
Non-controlling interests	(9,558)	(1,710)	(54,545)
	<u>(671,919)</u>	<u>1,327,430</u>	<u>275,989</u>
Earnings per share (EPS) for profit attributable to owners of the Company			
Basic (RMB per share)	<u>0.11</u>	<u>0.10</u>	<u>0.11</u>
Diluted (RMB per share)	<u>0.11</u>	<u>0.10</u>	<u>0.11</u>

Condensed Consolidated Statement of Financial Position

	As at September 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000
ASSETS AND LIABILITIES		
Non-current assets		
Property, plant and equipment	43,721,091	42,375,241
Right-of-use assets	98,977	98,843
Intangible assets	1,349,717	1,223,955
Investments in associates	751,150	549,728
Financial assets at fair value through profit or loss	31,878	43,662
Financial assets at fair value through other comprehensive income	671,623	501,964
Prepayments, other receivables and other assets	1,278,337	959,851
	<u>47,902,773</u>	<u>45,753,244</u>
Current assets		
Inventories	1,714,296	1,714,857
Trade receivables	1,225,639	1,187,472
Prepayments, other receivables and other assets	748,647	636,741
Financial assets at fair value through profit or loss	1,966,323	1,722,972
Financial assets at fair value through other comprehensive income	–	6,063
Restricted bank deposits	107,303	–
Cash and cash equivalents	12,042,362	2,276,620
	<u>17,804,570</u>	<u>7,544,725</u>
Current liabilities		
Trade and other payables	2,732,099	2,955,582
Contract liabilities	308,812	316,652
Borrowings	2,272,618	1,972,941
Bonds payable	7,182	16,256
Income tax payable	423	–
	<u>5,321,134</u>	<u>5,261,431</u>
Net current assets	<u>12,483,436</u>	<u>2,283,294</u>
Total assets less current liabilities	<u>60,386,209</u>	<u>48,036,538</u>

	As at September 30, 2026 <i>RMB'000</i> (Unaudited)	As at December 31, 2025 <i>RMB'000</i>
Non-current liabilities		
Trade and other payables	–	1,476
Borrowings	20,864,516	17,519,740
Bonds payable	2,000,000	2,000,000
Deferred income	814,548	427,633
Deferred tax liabilities	2,367	–
	<u>23,681,431</u>	<u>19,948,849</u>
Net assets	<u>36,704,779</u>	<u>28,087,689</u>
EQUITY		
Share capital	2,234,787	2,007,592
Treasury shares	(891,776)	(891,776)
Other reserves	25,535,410	19,210,449
Retained earnings	1,999,406	1,442,267
	<u>28,877,827</u>	<u>21,768,532</u>
Equity attributable to owners of the Company	28,877,827	21,768,532
Non-controlling interests	7,826,952	6,319,157
Total equity	<u>36,704,779</u>	<u>28,087,689</u>

Condensed Consolidated Statement of Cash Flows

	Three months ended		
	September 30, 2026 <i>RMB'000</i> (Unaudited)	June 30, 2026 <i>RMB'000</i> (Unaudited)	September 30, 2025 <i>RMB'000</i> (Unaudited)
Operating activities			
Profit before income tax	209,821	207,028	163,496
Depreciation and amortization	1,161,384	1,136,691	1,052,684
Share of results of associates, net	15,328	13,939	11,365
Changes in working capital and others	536,515	476,527	(258,264)
Net cash flows generated from operating activities	1,923,048	1,834,185	969,281
Investing activities			
Purchase of property, plant and equipment	(1,482,808)	(2,396,048)	(2,986,676)
Purchase of intangible assets	(163,555)	(141,547)	(158,089)
Interest received	5,530	21,666	5,420
Investments in associates			(300,000)
Proceeds from disposal of fixed income certificates			130,000
Purchase of fixed income certificates			(60,000)
Proceeds from disposal of financial assets at fair value through profit or loss	1,132,000	1,309,197	800,000
Purchase of financial assets at fair value through profit or loss	(1,312,000)	(1,108,183)	(524,524)
Purchase of financial assets at fair value through other comprehensive income	–	(41,721)	–
Proceeds from disposal of financial assets at fair value through other comprehensive income	–	49,583	–
Net cash flows used in investing activities	(1,820,833)	(2,307,053)	(3,093,869)

	Three months ended		
	September 30,	June 30,	September 30,
	2026	2026	2025
	RMB'000	RMB'000	RMB'000
	(Unaudited)	(Unaudited)	(Unaudited)
Financing activities			
Proceeds from issuance of shares	6,365,629	–	–
Proceeds from borrowings	1,630,000	3,168,703	970,000
Proceeds from issuance of bonds payable	–	–	999,680
Payment of restricted bank deposits	–	(108,703)	–
Repayment of borrowings	(396,595)	(568,240)	(489,495)
Interest paid for borrowings and bonds payable	(131,233)	(198,515)	(112,830)
Payments of listing expenses	(129,194)	(1,364)	(5,622)
Net cash flows generated from financing activities	7,338,607	2,291,881	1,361,733
Net increase/(decrease) in cash and cash equivalents	7,440,822	1,819,013	(762,855)
Cash and cash equivalents at the beginning of the period	4,680,698	2,874,143	3,103,955
Effect of foreign exchange rate changes, net	(79,158)	(12,458)	(11,158)
Cash and cash equivalents at the end of the period	12,042,362	4,680,698	2,329,942

By order of the Board
Nexchip Semiconductor Corporation
 合肥晶合集成電路股份有限公司
Mr. Tsai Kuo-Chih
Executive Director and Chairperson of the Board

Hong Kong, October 26, 2026

As at the date of this announcement, the Board comprises: (i) Mr. Tsai Kuo-Chih and Mr. Zhu Caiwei as executive Directors; (ii) Mr. Lu Qinhang, Mr. Qiu Wensheng, Mr. Guo Zhaozhi and Ms. Yang Guoqing as non-executive Directors; and (iii) Prof. Sheng Mingquan, Prof. Lin Zhiting and Mr. Chen Ting as independent non-executive Directors.