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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 THIRD QUARTERLY REPORT

The board of directors (the “Board”) of Shanghai Fudan Microelectronics Group Company Limited (the “Company”) is pleased to announce the third quarterly unaudited consolidated results of the Company and its subsidiaries (the “Group”) prepared in accordance with China Accounting Standards for Business Enterprises for the nine months ended 30 September 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 third 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	Change as compared with the corresponding period of last year (%)	From the beginning of the year to the end of the Reporting Period	Change from the beginning of the year to the end of the Reporting Period as compared with the same period of last year (%)
Revenue	133,847.78	12.90	356,397.19	17.84
Total profit	19,394.97	44.37	108,646.15	254.05
Net profits attributable to shareholders of the parent company	21,134.28	54.63	106,049.64	221.08
Net profits attributable to shareholders of the parent company after deducting non-recurring profit or loss	35,745.46	196.02	76,926.50	153.83
Net cash flows from operating activities	N/A	N/A	79,545.49	89.80
Basic earnings per share (RMB/share)	0.26	62.50	1.29	222.50
Diluted earnings per share (RMB/share)	0.26	62.50	1.29	222.50
Weighted average return on net asset (%)	2.97	Increased by 0.72 percentage point	15.85	Increased by 10.40 percentage point
Total research and development investment	29,926.79	14.32	88,794.26	11.70
Percentage of research and development investment over revenue (%)	22.36	Increased by 0.28 percentage point	24.91	Decreased by 1.37 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	1,004,074.12	920,513.58	9.08
Total equity attributable to shareholders of the parent company	723,619.20	613,481.62	17.95

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 September 2026

The revenue of the Group was approximately RMB3,564 million which representing an increase of approximately 17.84% over the same period of last year. The net profits attributable to shareholders of the parent company were approximately RMB1,060 million which representing an increase of approximately 221.08% as 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 RMB769 million which representing an increase of approximately 153.83% as compared with the same period of last year.

The revenue of each product line was: approximately RMB726 million for security and identification IC chips; approximately RMB1,092 million for non-volatile memory; approximately RMB430 million for smart meter chips; approximately RMB1,196 million for FPGA and other products; and approximately RMB120 million for IC testing services (after consolidation elimination). The comprehensive gross profit margin of products for the period from January to September increased from 58.47% to 59.34% as compared with the same period of last year.

2. Situation of the period from July to September 2026

The revenue of the Group was approximately RMB1,338 million which representing an increase of approximately 12.90% as compared with the same period of last year. The net profits attributable to shareholders of the parent company were approximately RMB211 million which representing an increase of approximately 54.63% as 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 RMB357 million which representing an increase of approximately 196.02% as compared with the same period of last year.

The revenue of each product line was: approximately RMB254 million for security and identification IC chips; approximately RMB471 million for non-volatile memory; approximately RMB155 million for smart meter chips; approximately RMB408 million for FPGA and other products; and approximately RMB50 million for IC testing services (after consolidation elimination). The comprehensive gross profit margin of products for the period from July to September increased from 61.06% to 63.26% as compared with the same period of last year.

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

1. During the Reporting Period, the Company remained commitment to technological innovation and product iteration, continuously expanding the scope of product applications, driving growth in operating revenue and optimising its product mix. Driven by a recovery in industry conditions and growing demand from downstream customers, the Company achieved growth in both revenue and gross profit margins across all its product lines.
2. The Company recognized gain from changes in the fair value from the shareholding in a listed company, which held by the Company through strategic placement, has boosted the non-recurring profit during the Reporting Period.
3. The Company strengthened the detailed management of its inventory and dynamically optimised its stockholding arrangements.

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

RMB

Item	Amount of the Reporting Period	Amount from the beginning of the year to the end of the Reporting Period
Gains or losses from disposal of non-current assets, includes reversal of provision for impairment of assets	-94,279.91	3,669,169.78
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	46,958,692.30	75,079,374.34
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	-210,006,580.05	257,877,598.77
Non-operating income and expenses other than the above items	-973,611.31	-1,046,738.49
Less : Income tax effect	-19,887,733.39	29,851,504.46
Minority interest effect (after tax)	1,883,797.65	14,496,543.44
Total	-146,111,843.23	291,231,356.50

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
Total profit (the Reporting Period)	44.37	These were mainly attributable to growth in revenue and gross profit across the Company’s various product lines, an increase in gains arising from changes in the fair value of listed company shares held under the strategic allocation scheme, and significant reduction in impairment loss on inventory, all of which contributed to an increase in overall profit.
Total profit (from the beginning of the year to the end of the Reporting Period)	254.05	
Net profits attributable to shareholders of the parent company (the Reporting Period)	54.63	
Net profits attributable to shareholders of the parent company (from the beginning of the year to the end of the Reporting Period)	221.08	
Net profits attributable to shareholders of the Company after deducting non-recurring profit or loss (the Reporting Period)	196.02	These were mainly attributable to growth in revenue and gross profit across the Company’s various product lines and significant reduction in impairment loss on inventory, which contributed to an increase in overall profit.
Net profits attributable to shareholders of the Company after deducting non-recurring profit or loss (from the beginning of the year to the end of the Reporting Period)	153.83	
Basic earnings per share (the Reporting Period)	62.50	These were mainly attributable to an increase in the Company’s profits, which has led to a corresponding rise in earnings per share.
Basic earnings per share (from the beginning of the year to the end of the Reporting Period)	222.50	
Diluted earnings per share (the Reporting Period)	62.50	
Diluted earnings per share (from the beginning of the year to the end of the Reporting Period)	222.50	
Net cash flows from operating activities (from the beginning of the year to the end of the Reporting Period)	89.80	This was mainly attributable to the increase in cash received from the sale of products.

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	38,731	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	93,498,624	11.35			Nil	
HKSCC	Foreign entity	16,696,928	2.03			Nil	
Industrial and Commercial Bank of China Limited – Huaxia Military Industry Security Flexible Allocation Hybrid Securities Investment Fund	Other	11,360,767	1.38			Nil	
CITIC Securities Co., Ltd. – Yongying Guozheng Commercial Satellite Communications Industry Exchange-Traded Fund	Other	8,526,921	1.04			Nil	
CITIC Securities Co., Ltd. – Harvest SSE STAR Market Chip Exchange-Traded Fund	Other	6,272,343	0.76			Nil	
Agricultural Bank of China Co., Ltd. – Southern Defence Industry Reform Flexible Allocation Hybrid Securities Investment Fund	Other	4,991,306	0.61			Nil	
National Social Security Fund Portfolio No. 110	Other	4,251,149	0.52			Nil	
Abu Dhabi Investment Authority – Self Funds	Foreign entity	4,148,523	0.50			Nil	

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	93,498,624	RMB ordinary shares	93,498,624
HKSCC	16,696,928	RMB ordinary shares	16,696,928
Industrial and Commercial Bank of China Limited – Huaxia Military Industry Security Flexible Allocation Hybrid Securities Investment Fund	11,360,767	RMB ordinary shares	11,360,767
CITIC Securities Co., Ltd. – Yongying Guozheng Commercial Satellite Communications Industry Exchange-Traded Fund	8,526,921	RMB ordinary shares	8,526,921
CITIC Securities Co., Ltd. – Harvest SSE STAR Market Chip Exchange-Traded Fund	6,272,343	RMB ordinary shares	6,272,343
Agricultural Bank of China Co., Ltd. – Southern Defence Industry Reform Flexible Allocation Hybrid Securities Investment Fund	4,991,306	RMB ordinary shares	4,991,306
National Social Security Fund Portfolio No. 110	4,251,149	RMB ordinary shares	4,251,149
Abu Dhabi Investment Authority – Self Funds	4,148,523	RMB ordinary shares	4,148,523
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 38,719 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 30 September 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.

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 30 September 2026

		RMB
Item	30 September 2026	31 December 2025
	(Unaudited)	(Audited)
Current assets:		
Cash at bank and on hand	1,615,676,577.29	1,298,621,710.02
Financial assets held for trading	449,252,383.75	180,133,750.68
Notes receivables	148,861,475.17	296,994,501.37
Accounts receivable	2,405,269,308.21	1,876,899,180.89
Receivables for financing	188,128,072.90	190,455,252.30
Prepayments	327,893,143.69	346,455,226.64
Other receivables	6,299,021.53	5,802,950.31
Inventories	2,661,795,620.68	2,636,594,349.55
Other current assets	34,740,631.60	27,539,158.57
Total current assets	7,837,916,234.82	6,859,496,080.33
Non-current assets:		
Long-term equity investments	44,893,856.69	46,892,929.09
Investment in other equity instruments	53,053,746.09	55,347,871.25
Fixed assets	1,328,432,395.72	1,467,987,999.20
Construction in progress	136,975,361.12	81,428,048.12
Right-of-use assets	42,386,170.95	41,875,235.62
Intangible assets	213,923,678.35	310,123,944.62

Development costs	252,039,812.22	204,362,592.25
Long-term prepaid expenses	45,015,747.83	50,152,070.41
Deferred tax assets	15,362,817.20	17,542,624.19
Other non-current assets	70,741,376.83	69,926,424.80
Total non-current assets	2,202,824,963.00	2,345,639,739.55
Total assets	10,040,741,197.82	9,205,135,819.88
Current liabilities:		
Short-term borrowings	565,799,088.75	675,896,654.17
Accounts payable	253,512,551.40	233,204,494.78
Contract liabilities	133,015,547.13	127,777,512.09
Employee benefits payable	140,507,075.45	212,158,413.45
Taxes payables	52,826,721.87	37,303,192.73
Other payables	57,366,735.54	68,838,190.24
Non-current liabilities due within one year	506,854,809.24	175,772,810.70
Other current liabilities	175,963,073.33	175,187,801.73
Total current liabilities	1,885,845,602.71	1,706,139,069.89
Non-current liabilities:		
Long-term borrowings	206,146,285.00	637,126,685.00
Lease liabilities	28,334,364.27	31,738,955.78
Provisions	2,403,529.00	34,035,079.00
Deferred income	32,130,235.05	35,374,548.33
Deferred tax liabilities	31,954,513.18	6,538,728.07
Total non-current liabilities	300,968,926.50	744,813,996.18
Total liabilities	2,186,814,529.21	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	2,021,666,368.76	1,939,566,639.74
Other comprehensive income	34,894,129.04	33,345,873.50
Surplus reserve	41,185,662.50	41,185,662.50
Undistributed profits	5,056,073,958.08	4,038,346,732.33
Total equity attributable to shareholders of the parent company (or shareholders' equity)	7,236,192,043.38	6,134,816,233.07
Minority interests	617,734,625.23	619,366,520.74
Total shareholders' equity (or shareholders' equity)	7,853,926,668.61	6,754,182,753.81
Total liabilities and shareholders' equity (or shareholders' equity)	10,040,741,197.82	9,205,135,819.88

Consolidated Income Statement
From January to September 2026

RMB

Item	For the three quarters from January to September	
	2026	2025
	(Unaudited)	(Unaudited)
I. Total revenue	3,563,971,900.94	3,024,445,138.32
Including revenue	3,563,971,900.94	3,024,445,138.32
II. Total operating costs	2,775,274,745.59	2,559,345,372.25
Including: Cost of sales	1,448,936,174.67	1,255,996,089.32
Taxes and surcharges	23,877,505.91	20,290,537.66
Selling expenses	201,716,418.93	185,564,416.76
Administrative expenses	151,731,475.07	127,474,628.14
Research and development expenses	924,443,478.76	946,503,913.93
Finance costs	24,569,692.25	23,515,786.44
Including: Interest expenses	23,900,322.16	29,183,079.12
Interest income	9,939,300.48	12,727,491.66
Add: Other income	118,037,726.36	65,883,352.81
Investment income (loss is expressed with negative value)	1,748,960.20	16,771.45
Including: Investment income from associates and joint venture	-1,999,072.40	-2,911,586.13
Gains from change in fair value (loss is expressed with negative value)	254,118,642.67	-247,156.20
Credit impairment loss (loss is expressed with negative value)	-38,671,424.58	-22,531,157.98
Asset impairment loss (loss is expressed with negative value)	-40,091,950.96	-200,481,815.07
Gains on disposal of assets	3,669,169.78	455,385.05
III. Operating profits	1,087,508,278.82	308,195,146.13
Add: Non-operating income	221,047.53	23,156.48
Less: Non-operating expenses	1,267,786.02	1,350,365.54
IV. Total profit	1,086,461,540.33	306,867,937.07
Less: Income tax expenses	27,597,013.65	-5,462,762.80
V. Net profit	1,058,864,526.68	312,330,699.87
(1) Classified by continuity of operations		
Net profits from continuing operation	1,058,864,526.68	312,330,699.87
(2) Classified by ownership of the equity		
1. Net profits attributable to shareholders of the parent company	1,060,496,422.19	330,289,822.41
2. Gain or loss of minority interests (loss is expressed with negative value)	-1,631,895.51	-17,959,122.54
VI. Other comprehensive income, net of tax	-126,320.77	-415,188.99

Other comprehensive income, net of tax, attributable to shareholders of the parent company	-126,320.77	-415,188.99
Other comprehensive income that will be reclassified to profit or loss	-126,320.77	-415,188.99
Exchange differences arising from translation of foreign currency denominated financial statements	-126,320.77	-415,188.99
VII. Total comprehensive income	1,058,738,205.91	311,915,510.88
(I) Total comprehensive income attributable to shareholders of the parent company	1,060,370,101.42	329,874,633.42
(II) Total comprehensive income attributable to minority interests	-1,631,895.51	-17,959,122.54
VIII. Earnings per share:		
(I) Basic earnings per share (RMB/share)	1.29	0.40
(II) Diluted earnings per share (RMB/share)	1.29	0.40

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 September 2026

Item	RMB	
	For the three quarters from January to September 2026	2025
	(Unaudited)	(Unaudited)
I. Cash flows generated from operating activities:		
Cash received from sale of goods or rendering of services	3,291,123,382.79	2,612,889,051.18
Refund of taxes and surcharges	5,151,254.75	33,705,902.15
Cash received relating to other operating activities	83,564,245.63	50,105,226.91
Sub-total of cash inflows from operating activities	3,379,838,883.17	2,696,700,180.24
Cash paid for goods and services	1,335,094,848.66	1,085,293,548.07
Cash paid to and on behalf of employees	853,292,076.79	788,969,155.28
Payments of taxes and surcharges	226,805,116.35	203,069,725.54
Cash paid relating to other operating activities	169,191,939.57	200,262,875.77
Sub-total of cash outflow from operating activities	2,584,383,981.37	2,277,595,304.67
Net cash flows generated from operating activities	795,454,901.80	419,104,875.58
II. Cash flows generated from investing activities		
Net cash received from disposal of investments	1,993,523,826.07	1,043,197,318.10

Net cash received from return of investments	10,496,256.01	2,195,502.80
Net cash recovered from disposal of fixed assets, intangible assets and other long-term assets	9,849,974.07	647,455.00
Other cash received relating to other investment activities	116,947.94	749,883.04
Sub-total of cash inflows from investment activities	2,013,987,004.09	1,046,790,158.94
Cash paid to acquire fixed assets, intangible assets and other long-term assets	188,549,794.11	198,119,090.40
Cash paid for investments	2,005,156,288.22	1,043,000,000.00
Sub-total of cash outflows from investment activities	2,193,706,082.33	1,241,119,090.40
Net cash flows from investment activities	-179,719,078.24	-194,328,931.46
III. Cash flows generated from financing activities:		
Cash proceeds from investments by others	105,720.00	-
Cash received from loans obtained	230,000,000.00	1,046,372,000.00
Sub-total of cash inflow from financing activities	230,105,720.00	1,046,372,000.00
Cash repayments of borrowings	440,040,154.60	1,176,692,039.08
Cash paid for distribution of dividends, profit or interest expenses	67,756,623.42	93,106,354.32
Other cash paid relating to financing activities	13,156,355.23	12,365,431.51
Sub-total of cash outflow from financing activities	520,953,133.25	1,282,163,824.91
Net cash flows generated from financing activities	-290,847,413.25	-235,791,824.91
IV. Effect of changes in foreign exchange rate on cash and cash equivalents	-7,878,791.88	-5,946,527.79
V. Net increase in cash and cash equivalents	317,009,618.43	-16,962,408.59
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	1,611,520,252.46	1,046,338,378.56

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
Mr. Zhang Wei

Shanghai, the PRC, 28 October 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*