THIS CIRCULAR IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION

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This circular is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for any securities of BASiC Semiconductor Co., Ltd.

If you are in any doubt as to any aspect of this circular or as to the action to be taken, you should consult your stockbroker or other registered dealer in securities, bank manager, solicitor, professional accountant or other professional adviser.

If you have **sold or transferred** all your shares in **BASiC Semiconductor Co., Ltd.**, you should at once hand this circular and the accompanying form of proxy to the purchaser or transferee or to the bank, stockbroker or other agent through whom the sale or transfer was effected for transmission to the purchaser or transferee.

基本半导体
BASiC Semiconductor

BASiC Semiconductor Co., Ltd.
深圳基本半導體股份有限公司

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

(Stock Code: 9971)

PROPOSED INCREASE IN AUTHORIZED FINANCING FACILITY FOR THE COMPANY AND ITS SUBSIDIARIES; AND NOTICE OF EXTRAORDINARY GENERAL MEETING

A letter from the Board is set out on pages 3 to 6 of this circular. The Company will convene the EGM at the meeting room on the 11th Floor, Block B, National Engineering Laboratory Building, Nanshan District, Shenzhen, the PRC, at 4:30 p.m. on Tuesday, December 1, 2026. The notice is set out on page 7 of this circular and will be published and available for download on the website of The Stock Exchange of Hong Kong Limited (www.hkexnews.hk) and the website of the Company (www.basicsemi.com).

Whether or not you intend to attend the EGM, you are requested to complete and sign the form of proxy in accordance with the instructions printed thereon and return it to the Company's H Share Registrar, Computershare Hong Kong Investor Services Limited at 17M Floor, Hopewell Centre, 183 Queen's Road East, Wan Chai, Hong Kong (for H Shareholders), or the Company's registered office at 801, Building 1, Bronze Technology Tower, No. 6 Guangke 1st Road, Laokeng Community, Longtian Subdistrict, Pingshan District, Shenzhen, the PRC (for Domestic Shareholders), not less than 24 hours before the time appointed for the holding of the EGM (i.e. 4:30 p.m. on Monday, November 30, 2026, Hong Kong time) or any adjournment thereof (as the case may be). Completion and return of the form of proxy will not preclude you from attending and voting in person at the EGM or any adjournment thereof (as the case may be) if you so wish.

Reference to times and dates in this circular are to Hong Kong local times and dates.

November 10, 2026

CONTENTS

Definitions 1

Letter from the Board 3

Notice of 2026 Second Extraordinary General Meeting 7

In this circular, the following expressions shall have the following meanings unless the context requires otherwise:

"Articles of Association"	the articles of association of our Company, as amended from time to time
"Board"	the board of Directors of the Company
"China" or "PRC"	the People's Republic of China, except where the content or context otherwise requires and only for the purpose of this circular, excludes Taiwan, Hong Kong and Macao Special Administrative Regions of the People's Republic of China
"Company", "our Company" or "the Company"	BASiC Semiconductor Co., Ltd. (深圳基本半導體股份有限公司), a joint stock limited liability company incorporated in the PRC, and the H Shares of which are listed on the Stock Exchange (stock code: 9971)
"Director(s)"	the director(s) of the Company
"Domestic Share(s)"	domestic unlisted shares in the share capital of the Company with a nominal value of RMB0.20 each
"Domestic Shareholder(s)"	holders of Domestic Shares
"EGM"	the 2026 second extraordinary general meeting of the Company to be held at the meeting room on the 11th Floor, Block B, National Engineering Laboratory Building, Nanshan District, Shenzhen, the PRC, at 4:30 p.m. on Tuesday, December 1, 2026 or any adjournment thereof
"EGM Notice"	the notice of extraordinary general meeting as set out on page 7 of this circular
"Existing Financing Facility"	the limit of financing facility up to RMB1 billion (inclusive) approved by the shareholders of the Company on June 30, 2026
"Financing Activities"	various types of financing undertaken by the Company and its subsidiaries through banks and other financial institutions, including but not limited to short-term and medium- to long-term loans, bank acceptance bills, bill discounting, letters of credit, letters of guarantee, financial leasing, pledge of bills, factoring financing, supply chain financing, corporate account overdrafts and other related financing activities
"Financing Facility"	the consolidated limit of financing facility up to RMB2 billion (inclusive) from banks and other financing institutions available for application by the Company and its subsidiaries proposed for approval at the EGM

"Group"	the Company and its subsidiaries
"H Share(s)"	overseas listed shares in the share capital of the Company with a nominal value of RMB0.20 each, which are listed and traded on the Stock Exchange
"H Shareholder(s)"	holder(s) of the H Share(s)
"Hong Kong"	the Hong Kong Special Administrative Region of the PRC
"Latest Practicable Date"	November 6, 2026, being the latest practicable date for the purpose of ascertaining certain information contained in this circular prior to its publication
"Listing Rules"	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited as amended from time to time
"RMB" or "Renminbi"	Renminbi, the lawful currency of the PRC
"Shareholder(s)"	holder(s) of share(s), including Domestic Shareholders and H Shareholders
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"subsidiary(ies)"	has the meaning ascribed to it under the Listing Rules
"%"	per cent

BASiC Semiconductor Co., Ltd.
深圳基本半導體股份有限公司

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

(Stock Code: 9971)

Executive Directors:
Dr. Wang Zhihan
Dr. He Weiwei
Mr. Fu Junyin
Ms. Yan Rui

Independent Non-executive Directors:
Mr. Li Juping
Mr. Ye Xiang
Mr. Wang Susheng

Registered Office:
801, Building 1
Bronze Technology Tower
No. 6 Guangke 1st Road
Laokeng Community
Longtian Subdistrict
Pingshan District
Shenzhen
Guangdong Province
PRC

Principal Place of Business in Hong Kong:
40/F, Dah Sing Financial Center
248 Queen's Road East
Wan Chai
Hong Kong

November 10, 2026

To the Shareholders

Dear Sir or Madam,

PROPOSED INCREASE IN AUTHORIZED FINANCING FACILITY FOR THE COMPANY AND ITS SUBSIDIARIES; AND NOTICE OF EXTRAORDINARY GENERAL MEETING

INTRODUCTION

The purpose of this circular is to provide Shareholders with information on the resolution to be proposed at the EGM to be held on-site on Tuesday, December 1, 2026, so that you may make an informed decision on voting in respect of the resolution to be proposed at the EGM.

For details regarding the resolution to be proposed at the EGM, please also refer to the EGM Notice enclosed with this circular.

(I) PROPOSED INCREASE IN AUTHORIZED FINANCING FACILITY FOR THE COMPANY AND ITS SUBSIDIARIES

According to the relevant provisions of the Articles of Association and the External Investment and Financing Management System (《對外投資及融資管理制度》), where any single financing amount or the cumulative financing amount within a financial year of the Company will exceed 50% of the Company's latest audited net asset value and will exceed RMB300 million, or where further financing is conducted after reaching the aforementioned thresholds, it shall be considered and approved by the Board and subsequently submitted to the general meeting of the Company for approval.

The amounts disbursed by banks and other financial institutions will be subject to the combined effects of factors such as the actual funding needs of the Company, the progress of project construction and financing costs. Therefore, there may be a difference between the actual amount disbursed and the financing facilities obtained by the Company. As at the Latest Practicable Date, nearly 40% of the Group's existing approved bank credit facilities remained unutilized.

To meet the requirements of the Company's and its subsidiaries' subsequent business development plans and funding arrangements for the Group's daily production and operations, the Company proposes to adjust the maximum limit of the Financing Facility to RMB2 billion (inclusive) based on the Existing Financing Facility. Financing methods include, but are not limited to, bank loans and other Financing Activities. The financing facilities applied for during the validity period may be used on a revolving basis.

To enhance the efficiency of financing decision-making and execution of the Company, the Company proposes to authorize the Board and/or person(s) authorized by the Board (including the chairman or the chief executive officer) to handle the relevant procedures with the relevant banks and other financing institutions within the limit of the Financing Facility (including but not limited to): 1. To determine and handle the credit facilities, financing and guarantees of the Group, sign agreements and other documents, and handle matters such as the charge/pledge of assets (if necessary); and 2. To handle other necessary matters in relation to financing.

The valid period of the financing facility authorization will commence on the date of the relevant resolution being approved at the EGM and will end on the date of the next annual general meeting.

(II) EGM AND PROXY ARRANGEMENT

The notice of convening the EGM is set out on page 7 of this circular, and is also published and available for download on the website of the Stock Exchange (www.hkexnews.hk) and the website of the Company (www.basicsemi.com). The form of proxy for use at the EGM is also published and available for download on the website of the Stock Exchange (www.hkexnews.hk) and website of the Company (www.basicsemi.com).

In order to be valid, the form of proxy must be completed and signed in accordance with the instructions printed thereon and returned, together with the duly signed power of attorney or other authorization documents (if any) or the certified copy of such power of attorney or authorization document, to the Company's H Share Registrar, Computershare Hong Kong Investor Services Limited, at 17M Floor, Hopewell Centre, 183 Queen's Road East, Wan Chai, Hong Kong (for H Shareholders), or the Company's registered office at 801, Building 1, Bronze Technology Tower, No. 6 Guangke 1st Road, Laokeng Community, Longtian Subdistrict, Pingshan District, Shenzhen, the PRC (for Domestic Shareholders), as soon as possible but in any event must not be less than 24 hours before the time appointed for holding the EGM (i.e. before 4:30 p.m. on Monday, November 30, 2026, Hong Kong time) or any adjournment thereof (as the case may be). Completion and return of the form of proxy will not preclude you from attending and voting in person at the EGM if you so wish.

For the purpose of determining the entitlement of the H Shareholders to attend and vote at the EGM, the register of members of H Shares of the Company will be closed from Thursday, November 26, 2026 to Tuesday, December 1, 2026 (both days inclusive), during such period no transfer of H Shares will be registered. H Shareholders whose names appear on the register of members of H Shares of the Company on Tuesday, December 1, 2026 shall be entitled to attend and vote at the EGM.

In order to be eligible to attend and vote at the EGM, all unregistered transfer documents of H shares, accompanied by the relevant shares certificates of H Shares, must be lodged with the Company's H Share Registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712-1716, 17/F, Hopewell Centre, 183 Queen's Road East, Wan Chai, Hong Kong (for H Shareholders) not later than 4:30 p.m. on Wednesday, November 25, 2026 for registration.

According to the Listing Rules, any vote of Shareholders at the EGM must be taken by poll.

RESPONSIBILITY STATEMENTS

This circular, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief, the information contained in this circular is accurate and complete in all material aspects and not misleading or deceptive, and there are no other matters the omission of which would make this circular or any statement herein misleading.

RECOMMENDATION

The Directors consider that the resolution proposed for consideration and approval by Shareholders at the EGM are in the best interests of the Company and the Shareholders as a whole. Accordingly, the Directors recommend that the Shareholders vote in favor of such resolution to be proposed at the EGM, as set forth in the EGM Notice.

By order of the Board
BASiC Semiconductor Co., Ltd.
Dr. Wang Zhihan
Executive Director and Chairman of the Board

BASiC Semiconductor Co., Ltd.
深圳基本半導體股份有限公司

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(Stock Code: 9971)

NOTICE OF 2026 SECOND EXTRAORDINARY GENERAL MEETING

NOTICE IS HEREBY GIVEN that the 2026 second extraordinary general meeting (the "**EGM**") of BASiC Semiconductor Co., Ltd. (the "**Company**") will be held at the meeting room on the 11th Floor, Block B, National Engineering Laboratory Building, Nanshan District, Shenzhen, the PRC, at 4:30 p.m. on Tuesday, December 1, 2026, for the purposes of considering and, if thought fit, approving the following resolution. Unless the context otherwise requires, capitalised terms used in this notice shall have the same meanings as those defined in the circular of the Company dated November 10, 2026.

SPECIAL RESOLUTION

1. To consider and approve the increase in authorized financing facility for the Company and its subsidiaries.

By order of the Board
BASiC Semiconductor Co., Ltd.
Dr. Wang Zhihan
Executive Director and Chairman of the Board

Shenzhen, the PRC, November 10, 2026

As at the date of this notice, the Board of the Company comprises: (i) Dr. Wang Zhihan, Dr. He Weiwei, Mr. Fu Junyin and Ms. Yan Rui as executive Directors; and (ii) Mr. Li Juping, Mr. Ye Xiang and Mr. Wang Susheng as independent non-executive Directors.

Notes:

1. ENTITLEMENT TO ATTEND THE EGM AND RECORD DATE FOR H SHAREHOLDERS

In order to determine the entitlement of the H Shareholders to attend and vote at the EGM, the register of members of the Company will be closed from Thursday, November 26, 2026 to Tuesday, December 1, 2026 (both days inclusive), and during such period no transfer of H Shares will be registered. The H Shareholders whose names appear on the register of members as on Tuesday, December 1, 2026 are entitled to attend and vote at the EGM.

For H Shareholders who wish to attend the EGM in person, all transfer documents of H Shareholders, together with the relevant share certificates, must be lodged with Computershare Hong Kong Investor Services Limited, at Shops 1712-1716, 17/F, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong not later than 4:30 p.m. on Wednesday, November 25, 2026.

2. PROXY

(1) Any H Shareholder who has the right to attend and vote at the EGM is entitled to appoint one or more proxies (whether a Shareholder or not) to attend and vote on his/her behalf. If more than one proxy is appointed by a Shareholder, such proxies shall only exercise the voting rights represented by them by way of poll.

(2) A form of proxy must be signed by the Shareholder or his/her attorney duly authorized in writing or, in case of a legal person, the form of proxy must be signed either under its seal or under the hand of its legal representative or other attorney duly authorized to sign the same. If the form of proxy is signed by an attorney duly authorized by the appointor, the power of attorney authorizing such attorney to sign, or other document of authorization, must be notarized.

(3) In order to be valid, Shareholders must deliver the form of proxy and the notarized power of attorney or other authorization document to the Company's H Share registrar, Computershare Hong Kong Investor Services Limited, at 17M Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong (for H Shareholders), or 801, Building 1, Bronze Technology Tower, No. 6 Guangke 1st Road, Laokeng Community, Longtian Subdistrict, Pingshan District, Shenzhen, the PRC (for Domestic Shareholders), not less than 24 hours before the time appointed for holding of the EGM (i.e. before 4:30 p.m. on Monday, November 30, 2026).

(4) In the case of joint registered holders of any shares of the Company, only the holder whose name appears first on the register of members of the Company may vote at the EGM either in person or by proxy in respect of such shares as if he/she were solely entitled thereto.

3. REGISTRATION PROCEDURES FOR ATTENDING THE EGM

The H Shareholders or their proxies should present proof of identity when attending the EGM. If a Shareholder is a legal person, its legal representative or other person authorized by the Board or other governing body of such Shareholder may attend the EGM by providing a copy of the resolution of the Board or other governing body of such Shareholder appointing such person to attend the meeting.

4. VOTING BY POLL

According to the Listing Rules, except where the Chairman of the meeting, acting in good faith, permits a resolution concerning purely procedural or administrative matters to be voted on by a show of hands, any vote of Shareholders at a general meeting must be taken by poll. Therefore, the resolution set forth in the EGM Notice shall be voted by poll.

5. MISCELLANEOUS

(1) The EGM is expected to be held for no more than half a day and will be conducted in Mandarin.

(2) Please be advised that no gifts or marketable securities will be distributed at the EGM. Shareholders who attend the EGM in person or by proxy shall bear their own travelling, dining, and accommodation expenses.

(3) For details of resolution submitted at the EGM for consideration and approval, please refer to the circular of the Company dated November 10, 2026.

(4) If you have any questions regarding the EGM, please contact Computershare Hong Kong Investor Services Limited at (852) 2862 8555, the office hours are from 9:00 a.m. to 6:00 p.m., Monday to Friday (excluding public holidays).