



Semiconductor Manufacturing International Corporation

Q3 2010 Financial Presentation

Nov 2010
NYSE: SMI
HKSE: 0981



Under the Private Securities Litigation Reform Act of 1995)

This presentation contains, in addition to historical information, forward looking statements within the meaning of the safe harbor provisions of the U.S. Private Securities Litigation Reform Act of 1995. These forward looking statements are based on SMIC's current assumptions, expectations and projections about future events. SMIC uses words like "believe," "anticipate," "intend," "estimate," "expect," "project" and similar expressions to identify forward looking statements, although not all forward looking statements contain these words. These forward looking statements are necessarily estimates reflecting the best judgment of SMIC's senior management and involve significant risks, both known and unknown, uncertainties and other factors that may cause SMIC's actual performance, financial condition or results of operations to be materially different from those suggested by the forward looking statements including, among others, risks associated with cyclical and market conditions in the semiconductor industry, the downturn in the global economy and the impact on China's economy, intense competition, timely wafer acceptance by SMIC's customers, timely introduction of new technologies, SMIC's ability to capture growth opportunities in China, SMIC's ability to strengthen its product portfolio, supply and demand for semiconductor foundry services, industry overcapacity, shortages in equipment, components and raw materials, orders or judgments from pending litigation, availability of manufacturing capacity and financial stability in end markets.

Investors should consider the information contained in SMIC's filings with the U.S. Securities and Exchange Commission (SEC), including its annual report on Form 20-F filed with the SEC on June 1, 2011, especially in the Risk Factors and Management's Discussion and Analysis of Financial Condition and Results of Operations sections, and such other documents that SMIC may file with the SEC or SEHK from time to time, including on Form 20-K. Other unknown or unpredictable factors also could have material adverse effects on SMIC's future results, performance or achievements. In light of these risks, uncertainties, assumptions and factors, the forward looking events discussed in this press release may not occur. You are cautioned not to place undue reliance on these forward looking statements, which speak only as of the date stated, or if no date is stated, as of the date of this press release. Except as required by law, SMIC undertakes no obligation and does not intend to update any forward looking statement, whether as a result of new information, future events or otherwise.



Revenue up 7.6% to \$410.1M in 3Q10 from \$381.1M in 2Q10

Gross margins significantly improved to 24.5% in 3Q10 compared to 15.6% in 2Q10

Net cash flow from operations was \$125.2 M in 3Q10 from \$167.5M in 2Q10

Gain attributable to holders of ordinary shares was \$30.4 million in the third quarter of 2010, including a gain in the fair value of commitment to grant shares and warrants amounted to US\$10.4 million.

Fully diluted **EPS** was \$0.06 per ADS



<i>(Amounts in US\$thousand, except for EPS and operating data)</i>	3Q2010	2Q2010	QoQ	3Q2009	YoY
Sales	410,080	381,142	7.6%	323,356	26.8%
Gross Profit	100,640	59,387	69.5%	2,654	3692.0%
Gross margins	24.5%	15.6%	+ 8.9 ppt	0.8%	+ 23.7 ppt
Operating expenses	79,952	71,507	11.8%	99,184	-19.4%
Operating income (loss)	20,688	(12,120)	—	(96,530)	—

Net income (loss) excluding

extraord 2982 5323 m 3251 5323 | S 2983 6075 269 6.99976 re f 2982 6074 m 3251 6074 | S 1 1ii



Summary Balance Sheet Statement

<i>(in US\$ thousands)</i>	For the three months ended	
	Sept 30, 2010	June 30, 2010
Cash and cash equivalents	427,247	506,547
Current assets	1,093,403	1,009,813
Total assets	3,671,335	3,444,105
Current liabilities	1,186,346	1,216,316
Total liabilities	1,639,910	1,691,732
Non-Controlling interests	35,627	35,362
Shareholders' equity	1,995,798	1,717,011
Total liability and shareholders' equity	3,671,335	3,444,105

Source Company financials

These materials are confidential and constitute proprietary information of SMIC. These materials are for reference only and may not be copied or distributed without written permission from SMIC. SMIC shall not be responsible for any party's reliance on these materials.

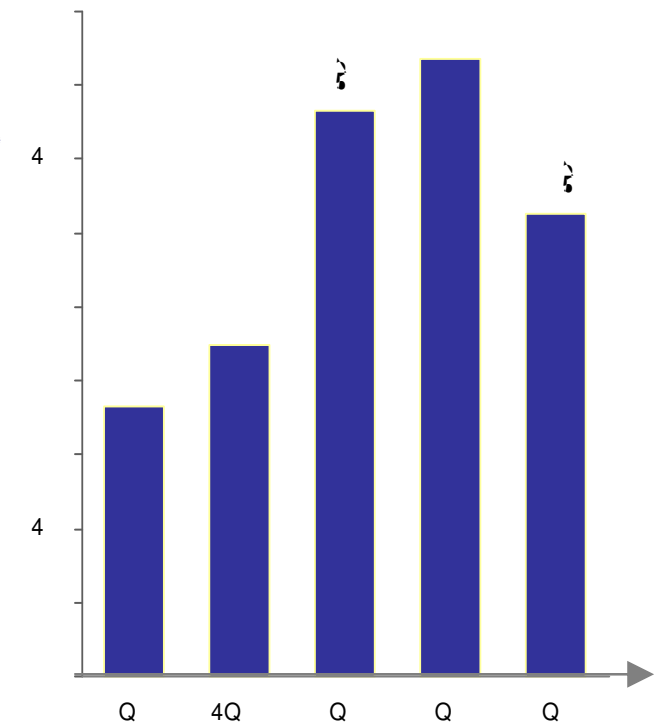


Summary Cash Flow Statement

<i>(in US\$ thousands)</i>	For the three months ended	
	Sept 30, 2010	June 30, 2010
Net Profit (loss)	30,707	96,299
Net cash provided by operating activities	125,170	167,495
Net cash used in investing activities	(164,825)	(107,884)
Net cash provided by (used in) financing activities	(5,550)	(75,757)
Net increase (decrease) in cash and cash equivalents	(34,300)	(16,661)
Cash and cash equivalents at the beginning of period	506,547	523,208
Cash and cash equivalents at the end of period	472,247	506,547

Cashflow from operations

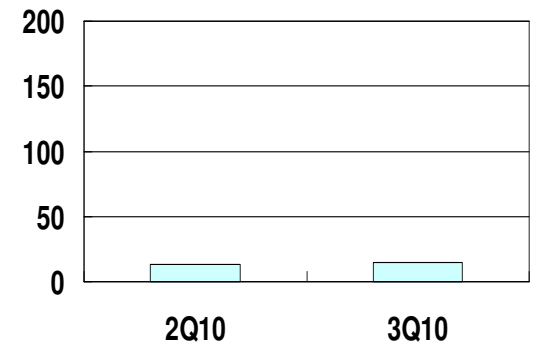
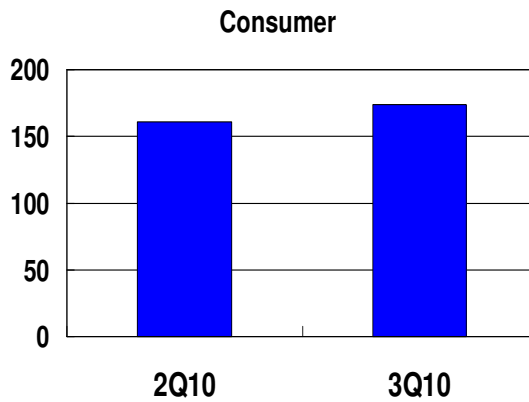
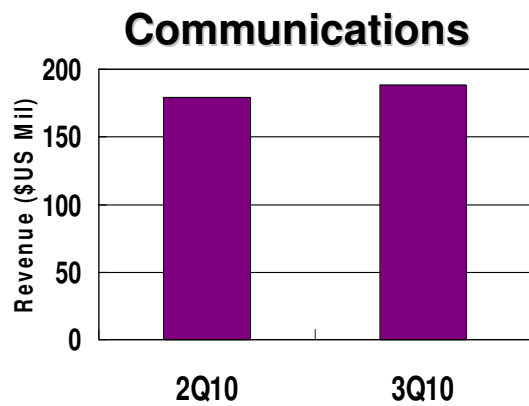
US mm



Source: Company financials

These materials are confidential and constitute proprietary information of SMIC. These materials are for reference only and may not be copied or distributed without written permission from SMIC. SMIC shall not be responsible for any party's reliance on these materials.





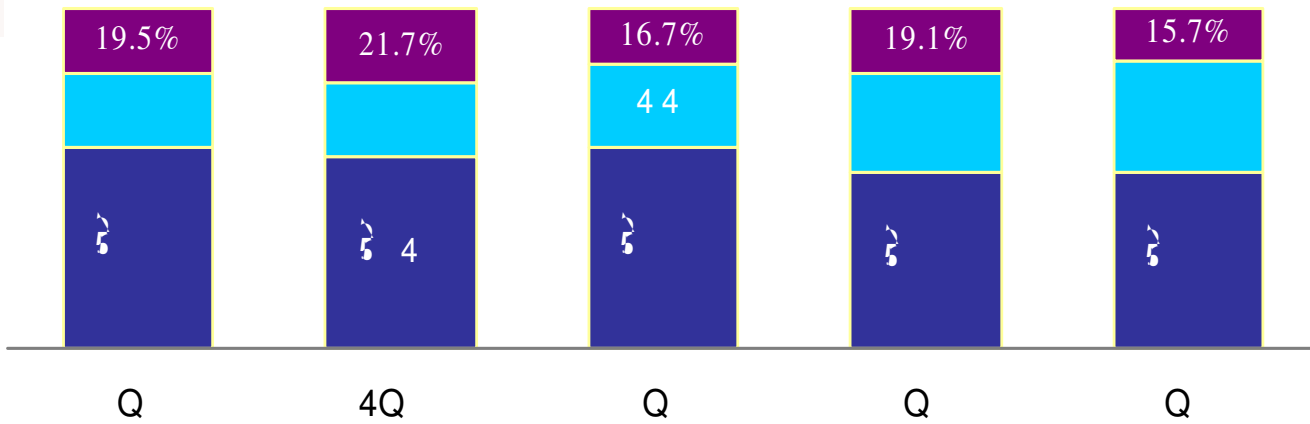
Source: Company financials

These materials are confidential and constitute proprietary information of SMIC. These materials are for reference only and may not be copied or distributed without written permission from SMIC. SMIC shall not be responsible for any party's reliance on these materials.



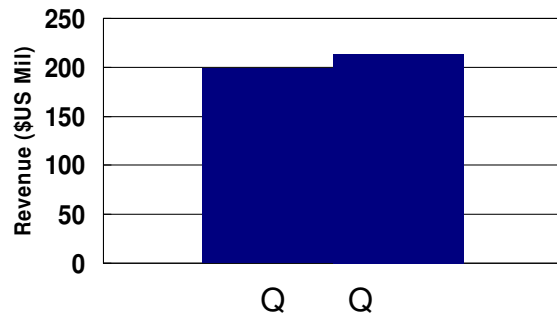


■ North America ■ China ■ Eurasia

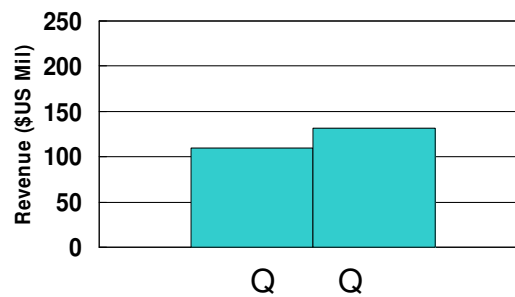


Q2 Vs Q3

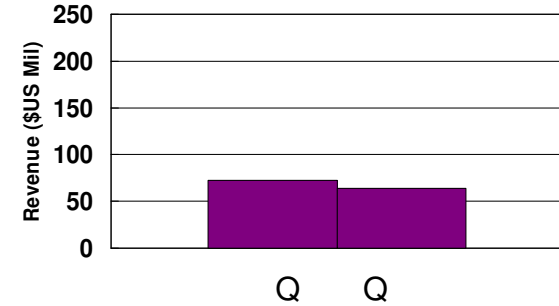
North America



China



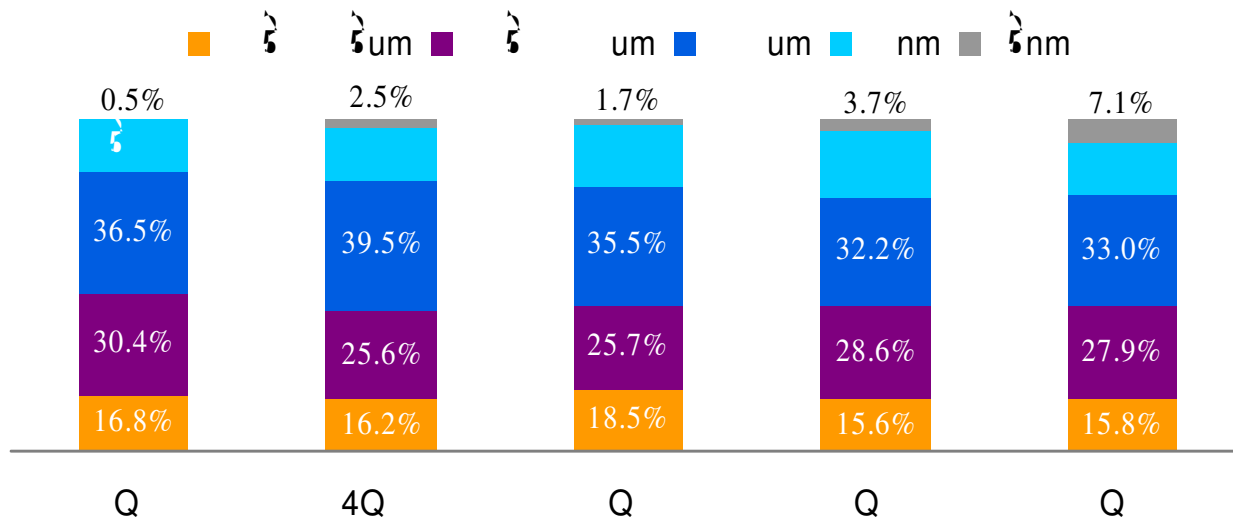
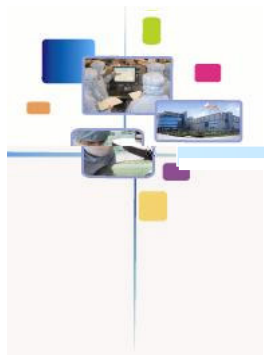
Eurasia



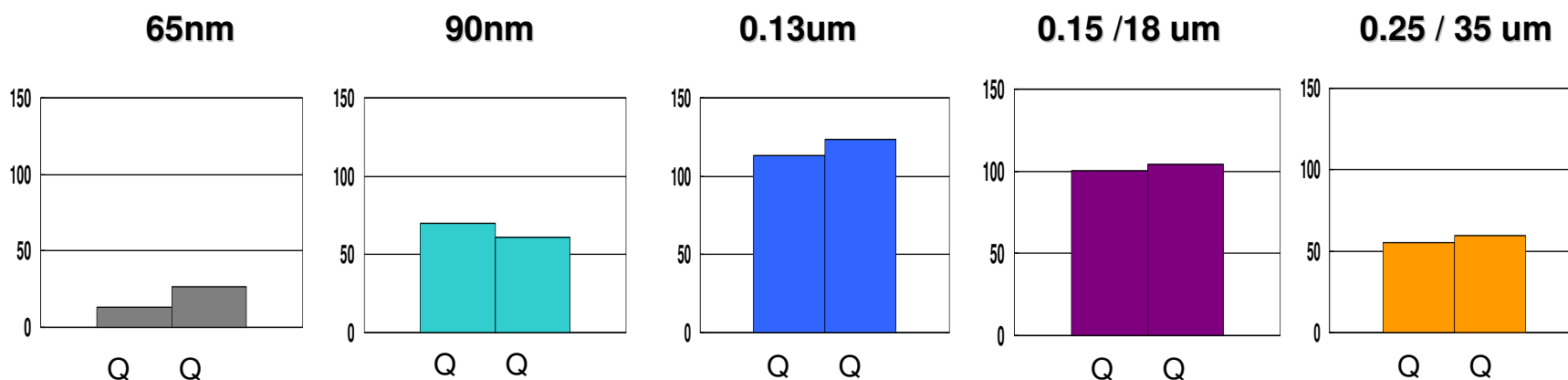
Source: Company financials

These materials are confidential and constitute proprietary information of SMIC. These materials are for reference only and may not be copied or distributed without written permission from SMIC. SMIC shall not be responsible for any party's reliance on these materials.





Q2 Vs Q3



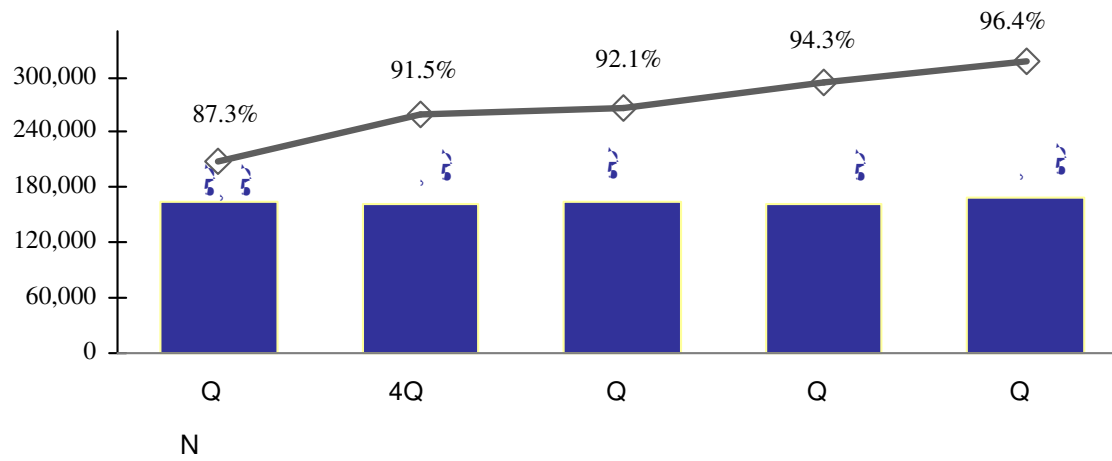
Source: Company financials

These materials are confidential and constitute proprietary information of SMIC. These materials are for reference only and may not be copied or distributed without written permission from SMIC. SMIC shall not be responsible for any party's reliance on these materials.





Capacity and utilization rate



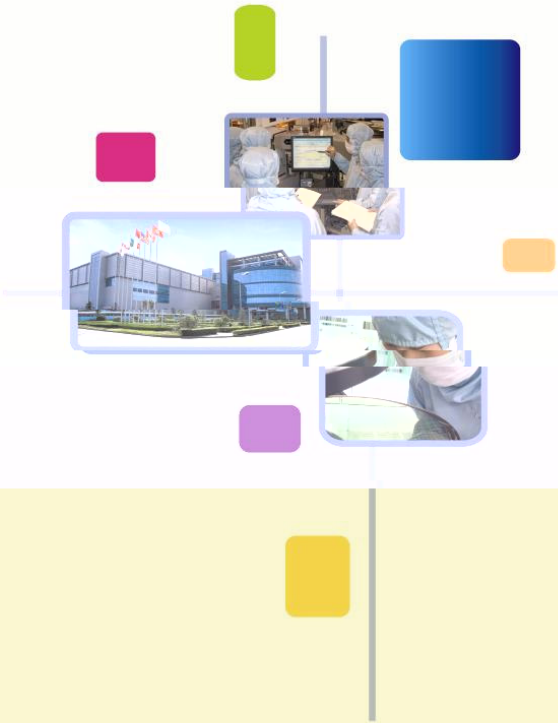


\$% &' (')

3Q2010 guidance	
<i>US\$mn</i>	4Q 2010 Guidance
Sales*	Flat
Gross Margin	21% – 23%
Operating Expenses **	\$80M – \$84M
2010 Full Year Capex	\$750M – \$800M

Target revenue from Xinxin and Cension will be 4 to 5% of our Q4 total revenue
Operating Expenses guidance excludes foreign exchange differences

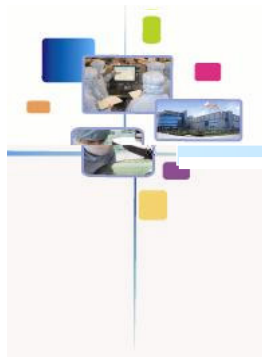




Thank YOU

Semiconductor Manufacturing International Corporation





*



<i>US\$ Millions (except opex %)</i>	Q3 10 Prior Guidance	Q3 10 Results
Sales	4% – 6% \$396.3 – \$404M	7.6% \$410.1M
Gross margin	20% – 22%	24.5%
Operating expenses	\$80 – \$84M	\$80M
2010 Full Year Capex	Annual Capex range from \$700M – \$750M	\$ 297M

Exclude foreign exchange differences



*) - .

<i>(in US\$ millions)</i>	3Q 09	4Q 09	1Q 10	2Q 10	3Q 10
Capex	\$53M	\$92M	\$64M	\$92M	\$297M
Total Depreciation & Amortization	\$199M	\$184M	\$175M	\$165M	\$148M