



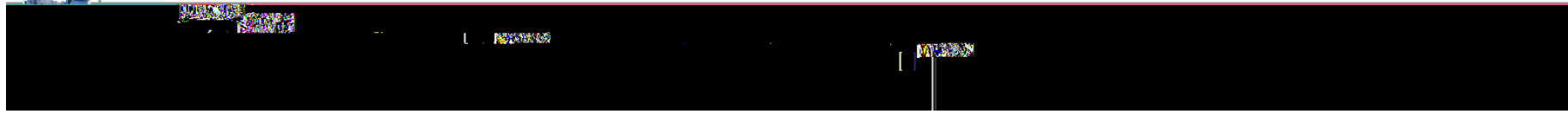


Income Statement Highlights

(Amounts in US\$ thousand)	Q2'2012	Q1'2012	QoQ	Q2'2011	YoY
Total Revenue	421,826	332,711	26.8%	352,389	19.7%
Gross Profit	101,716	39,844	155.3%	50,273	102.3%
Gross Margins	24.1%	12.0%	—	14.3%	—
Operating Expenses:					
Research & Development	51,020	59,311		51,501	
General & Administrative	29,094	23,924		(8,933)	
Selling & Marketing	7,786	6,892		8,139	
Others, net	73	1		(325)	
Operating expenses	87,973	90,128	-2.4%	50,382	74.6%
Operating income (loss)	13,743	(50,284)	—	(109)	—
Net income (loss) attributable to SMIC	7,059	(42,825)	—	(3,772)	—
Net income (loss) per ADS	0.01	(0.08)	—	(0.01)	—

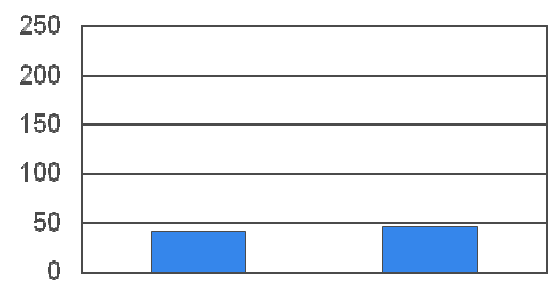
- Wafer revenue from our managed fab Wuhan Xinxin was \$41.6 million in Q2, contributing 9.9% to our total revenue, vs. \$22.1M in previous quarter.
- R&D expense in Q2 was offset by government grants of \$16 million





North America

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Q2 Vs Q3



