SMIC Environmental Protection, Safety and Health Policy

Established in 2000, SMIC provides high-quality wafer foundry services. In our daily operations, we focus on product innovation and quality control while putting emphases on preventing environmental pollution, using energy/natural resources effectively, protecting our human resources and forestalling accident loss. We believe this is vital to employee well-being as we raise environmental protection, safety, and health (ESH) standards for every employee at SMIC. We are striving to be environmentally responsible through continuous improvements. We aim to strengthen our operational risk management to ensure future growth of SMIC.

To achieve the above goals, SMIC is committed to:

1. Following ESH regulations and international protocols while fulfilling customer requirements.
2. Enhancing environmental quality and promoting employee safety and health as a primary responsibility for every SMIC manager.
3. Carrying out site ESH management through employee's ownership and teamwork.
4. Establishing a green supply chain, implementing green manufacturing and providing customers green products.
5. Strengthening accident prevention measures, emergency response capabilities and recovering abilities.

Approved by: _____   Date: _2017 / 6 / 2_

Haijun Zhao, CEO