

香港中央結算有限公司
(香港交易及結算所有限公司全資附屬公司)

HONG KONG SECURITIES CLEARING COMPANY LIMITED
(A wholly-owned subsidiary of Hong Kong Exchanges and Clearing Limited)

通告 CIRCULAR

Subject: Semiconductor Manufacturing International Corporation (Stock Code: 981)
- Proposal of Share Consolidation and Change in Board Lot Size

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Pursuant to the share consolidation proposal of Semiconductor Manufacturing International Corporation ("SMIC"), every 10 existing shares of US\$0.0004 each ("Existing Share") will be consolidated into 1 share of US\$0.004 ("Consolidated Share"). Upon the Share Consolidation becoming effective, the board lot size in trading will be changed from 1,000 Existing Shares to 500 Consolidated Shares. Dealings in the Consolidated Shares are expected to commence on 7 December 2016.

For the convenience of CCASS Participants, HKSCC will carry out the conversions of actual holdings, transactions (including Settlement Instruction Transaction ("SI Transaction"), Investor Settlement Instruction Transaction ("ISI Transaction") and Compulsory Stock Borrowing Transaction ("CSB Transaction")) and/or unsettled stock positions (including Continuous Net Settlement Position ("CNS Position") and Isolated Trade Position ("IT Position")) of participants in CCASS to facilitate settlement of both Consolidated Shares and Existing Shares in SMIC. A stock conversion schedule is attached herewith as per Appendix I.

The aforesaid conversion process would be carried out in the Depository and Common Nominees System ("DNS") automatically on the scheduled dates. However, for stock positions that remain unsettled between 22 December 2016 and 24 January 2017, the CCASS Participants concerned who need to effect the relevant conversion of their holdings for the purpose of settling their short positions should submit the Parallel Trading Conversion Instruction through CCASS Terminals during the above-mentioned period.

CCASS Participants who wish to deposit shares to or withdraw shares from the CCASS Depository are requested to note the following: -

(A) Deposit Arrangement

1. From 9 December 2016 until 24 January 2017, Existing Share certificates representing shares of US\$0.0004 each (light pink in colour) will be accepted for deposit under stock code: 2920 (Temp). Effective from 25 January 2017, Existing Share certificates representing shares of US\$0.0004 each will only be accepted for deposit for custody purpose under stock code: 981 (New).

Effective from 21 December 2016, the CCASS Depository will accept deposit of Consolidated Share certificates representing shares of US\$0.004 each (light green in colour) under stock code: 981 (New).

2. For deposits of both Existing and Consolidated Share certificates of SMIC under the same stock code, CCASS Participants are requested to use separate Transfer Deeds and Stock Deposit Forms to cover the Existing and Consolidated Share certificates respectively.
3. An example on how to complete the Stock Deposit Form in respect of deposits of Existing Shares is given as per Appendix III.

(B) Withdrawal Arrangement

1. With effect from 9 December 2016 until 22 December 2016, the CCASS Depository will only accept withdrawal of shares under the temporary stock code: 2920. If participants' holdings are recorded under stock code: 981, they should apply in writing to the CCASS Depository to convert their holdings to the temporary stock code: 2920 for the purpose of withdrawal.

Upon acceptance of the withdrawal order, the CCASS Depository will effect delivery of either Existing Share certificates representing shares of US\$0.0004 each or Consolidated Share certificates representing shares of US\$0.004 each subject to availability of the two types of share certificates.

2. With effect from 23 December 2016, the CCASS Depository will only accept withdrawal of Consolidated Shares under the new stock code: 981. If participants' holdings are recorded under temporary stock code: 2920, they should submit the Parallel Trading Conversion Instruction through CCASS Terminals to convert their holdings to the new stock code: 981 for the purpose of withdrawal.

Detailed schedule for accepting deposits and withdrawals under stock code: 981 or the temporary stock code: 2920 is given as per Appendix II.

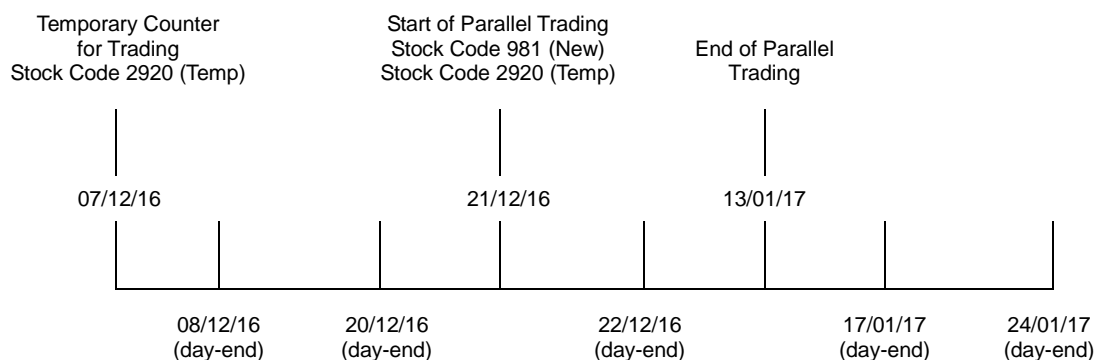
Grace Tong
Vice President
Depository and Nominee Services

APPENDIX I

SEMICONDUCTOR MANUFACTURING INTERNATIONAL CORPORATION

Corporate Events

Schedule of Stock Conversion



Conversion Cycle	1 st CA	2 nd CA	3 rd CA	4 th CA	5 th CA
Stock Conversion	981 (Old) → 2920	981 (Old) → 2920	2920 → 981 (New)	2920 → 981 (New)	2920 → 981 (New)
Holding	Yes	Yes	Yes	Yes	Yes
Position	No	Yes (CNS and IT)	No	No	No
Transaction	Yes (SI, ISI & CSB)	Yes (SI, ISI & CSB)	Yes (SI, ISI & CSB)	Yes (SI, ISI & CSB)	Yes (SI, ISI & CSB)
Conversion Ratio	10 → 1	10 → 1	1 → 1	1 → 1	1 → 1

- Note:
- 981 (Old) - Existing Shares of US\$0.0004 each trading in board lots of 1,000 shares
 - 2920 (Temp) - Temporary counter for trading in board lots of 100 Consolidated Shares
 - 981 (New) - Consolidated Shares of US\$0.004 each trading in board lots of 500 shares
 - CA - Corporate Action
 - CNS - CNS Position
 - IT - IT Position
 - SI - SI Transaction
 - ISI - ISI Transaction
 - CSB - CSB Transaction

APPENDIX II

SEMICONDUCTOR MANUFACTURING INTERNATIONAL CORPORATION

Schedule for accepting deposit and withdrawal under stock codes 981 or 2920 during the conversion cycle

Acceptance period for	07/12/16 to 08/12/16	09/12/16 to 20/12/16	21/12/16 to 22/12/16	23/12/16 to 17/01/17	18/01/17 to 24/01/17	From 25/01/17 Onwards
Deposit under stock code 981	Yes (Existing Share quantity)	No	Yes (Consolidated Share certificate representing shares of US\$0.004 each)	Yes (Consolidated Share certificate representing shares of US\$0.004 each)	Yes (Consolidated Share certificate representing shares of US\$0.004 each)	Yes
Deposit under stock code 2920	No	Yes	Yes	Yes	Yes	No
Withdrawal under stock code 981	Yes	No	No	Yes	Yes	Yes
Withdrawal under stock code 2920	No	Yes	Yes	No	No	No

APPENDIX III

Example on how to complete a Stock Deposit Form in respect of deposits of Existing Shares of US\$0.0004 each of Semiconductor Manufacturing International Corporation on and after the effective date of share consolidation:

A CCASS Participant presents the following Existing Shares of US\$0.0004 each of Semiconductor Manufacturing International Corporation to the CCASS Depository for deposit on or after 9 December 2016.

<u>Certificate Number</u>	<u>Existing Share quantity printed on each certificate</u>	<u>Existing Share quantity (US\$0.0004 each)</u>	<u>Consolidated Share quantity (US\$0.004 each)</u>
1101 - 1102	1,000	2,000	200
1141	10,000	10,000	1,000
1142 - 1143	29	58	4#
Difference			1*
	TOTAL:	12,058	1,205

Each Existing Share certificate of 29 shares of US\$0.0004 each represents 2 Consolidated Shares of US\$0.004 each, which adds up to 4 Consolidated Shares of US\$0.004 each.

* The add up total of the Existing Share quantity of 12,058 shares of US\$0.0004 each divided by 10 amounts to 1,205 Consolidated Shares of US\$0.004 each. The sum of individual certificate ranges added up to 1,204 Consolidated Shares (200 + 1,000 + 4). The CCASS Participant is requested to insert the difference of 1 share on the "No. of Shares" column to make up the total Consolidated Share quantity from 1,204 to 1,205 for processing by the CCASS Depository.

STOCK DEPOSIT FORM

CCASS Depository Services

Participant ID B99999		Name of Participant ABC & CO						Stock Account Number		
Stock Code #981/2920		Stock Name Semiconductor Manufacturing International Corporation						For Office Use Only		
		Certificate Number <i>(Please group only consecutively numbered certificates with the same share denominations.)</i>		Number of Shares/Warrants	Date of Issue				Deposit Order Number H	
Prefix	From	To	D		D	M	M	Y		Y
	1 1 0 1	1 1 0 2	200						Counter	CCASS Posted
	1 1 4 1		1,000							Override By
	1 1 4 2	1 1 4 3	4							Checked By
	* DIFFERENCE		1						Certificate Processing	Certificates Checked
										Certificates Posted
									Transfer	T/D Prepared By
										Checked By
									Vault	Filed By
			Total ▶		1,205					
Remarks:						<p><i>NOTES:</i></p> <p>1. Pursuant to the CCASS Rules and Operational Procedures, Hong Kong Securities Clearing Company Limited (HKSCC) reserves the right to reject a deposit and/or reverse deposit entries if the above required information is incomplete or incorrect, or if registration of any or all of the shares are subsequently rejected by the relevant share registrar(s).</p> <p>2. Activities under CCASS are subject to the CCASS Rules and Operational Procedures in effect.</p>				
<p>The above printed validation represents descriptions of stock as presented by the CCASS participant under this form and shall in no event constitute or be treated as an official Receipt for deposit of said stock.</p>										

To be completed if stock deposited in batch <i>(i.e. stock deposited with more than one deposit form)</i>	
Total No. of Share in Batch	Deposit Form:
	_____ of _____

 Authorised Signature of CCASS Participant (with Company Chop)

#Note: Existing Share certificate representing shares of US\$0.0004 each will only be accepted for deposit for custody purpose under stock code: 981 (New) with effect from 25 January 2017.