HG SEMICONDUCTOR LIMITED

宏 光 半 導 體 有 限 公 司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 6908)

VOLUNTARY ANNOUNCEMENT
LOCK-UP UNDERTAKINGS

This is an announcement made by HG Semiconductor Limited (the "**Company**", together with its subsidiaries, the "**Group**") on a voluntary basis to keep shareholders and potential investors of the Company informed of the latest development of the Group.

The board (the "**Board**") of directors (the "**Directors**") of the Company was notified on 3 June 2022 by GSR Capital Special Opportunity Fund L.P. ("**GSR**"), that, in view of its confidence in the long-term value and development of the Company, it has voluntarily decided not to sell 56,000,000 shares of the Company (the "**Shares**") held by it before May 2024. GSR is an exempted limited partnership with GoldenSand Capital Ltd (a company which is wholly owned by Mr. Sonny Wu and being the general partner of GSR) and Mr. Sonny Wu (being the limited partner of GSR) holding 50% and 50% of the total capital contribution to GSR, respectively.

Despite the negative impact caused by the COVID-19 pandemic situation on the industry over the past year, Mr. Sonny Wu, being a significant shareholder of the Company and the chairman of the Global Strategic Advisory Committee and a core management member of the Company, has confidence in the long-term value and development of the Company.

Furthermore, Great Ocean Prime Holding Limited ("**Great Ocean**") notified the Board on 3 June 2022 that in view of its confidence in the long-term value and development of the Company, in respect of the 24,000,000 Shares currently held by Great Ocean, Great Ocean has voluntarily decided to use 8,000,000 Shares each year in 2022 and 2023 to award and motivate core management members of the Group and will not sell the Shares held by it until May 2024 save for the above arrangement.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

By order of the Board
HG Semiconductor Limited
Zhao Yi Wen
Chairman and Executive Director

Hong Kong, 6 June 2022

As at the date of this announcement, the Executive Directors are Mr. Zhao Yi Wen, Mr. Lin Qi Jian, Mr. Chan Wing Kin and Mr. Lyu Xiangrong; the Non-executive Directors are Dr. Wang David Nin-kou and Mr. Wang Jie Chuan; and the Independent Non-executive Directors are Professor Chow Wai Shing, Tommy, Mr. Wu Wing Kuen, B.B.S., Mr. Chan Chung Kik, Lewis and Mr. Li Yang.

If there is any inconsistency in this announcement between the Chinese and English versions, the English version shall prevail.