

MEDIATEK INC.
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
For the second quarter of year 2013

Unit: Millions of New Taiwan dollars

	2Q Comparison			Sequential Comparison		
	2Q 2013	2Q 2012	YOY%	2Q 2013	1Q 2013	QOQ%
Net Sales	33,276	23,440	42%	33,276	23,974	39%
Operation costs	(18,891)	(13,882)	36%	(18,891)	(13,884)	36%
Gross profit	14,385	9,558	51%	14,385	10,090	43%
Operating expenses						
Selling expenses	(1,101)	(757)	45%	(1,101)	(849)	30%
Administration expenses	(880)	(726)	21%	(880)	(662)	33%
Research and development expenses	(6,516)	(5,324)	22%	(6,516)	(5,491)	19%
Total operating expenses	(8,497)	(6,807)	25%	(8,497)	(7,003)	21%
Operating income	5,888	2,751	114%	5,888	3,087	91%
Non-operating income and expenses	1,256	1,487	-16%	1,256	835	50%
Profit before tax	7,143	4,238	69%	7,143	3,922	82%
Income tax expense	(427)	(565)	-24%	(427)	(186)	129%
Profit	6,716	3,672	83%	6,716	3,736	80%
Net other comprehensive income	1,270	586	117%	1,270	3,255	-61%
Total comprehensive income	7,987	4,259	88%	7,987	6,991	14%
Profit attributable to						
Owners of the parent	6,723	3,682		6,723	3,741	
Non-controlling interests	(7)	(10)		(7)	(5)	
	6,716	3,672		6,716	3,736	
Earnings Per Share (NTD)	5.01	3.23		5.01	2.79	

Note: Numbers do not add up due to rounding.

MEDIATEK INC.
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
For the periods ended June 30, 2013 and 2012

Unit: Millions of New Taiwan dollars

	2013	% to sales	2012	% to sales	YOY%
Net Sales	57,250	100%	43,055	100%	33%
Operation costs	(32,775)	-57%	(25,244)	-59%	30%
Gross profit	24,475	43%	17,812	41%	37%
Operating expenses					
Selling expenses	(1,951)	-3%	(1,346)	-3%	45%
Administration expenses	(1,542)	-3%	(1,417)	-3%	9%
Research and development expenses	(12,007)	-21%	(10,379)	-24%	16%
Total operating expenses	(15,500)	-27%	(13,142)	-30%	18%
Operating income	8,975	16%	4,670	11%	92%
Non-operating income and expenses	2,090	3%	2,141	5%	-2%
Profit before tax	11,065	19%	6,811	16%	62%
Income tax expense	(613)	-1%	(663)	-2%	-8%
Profit	10,452	18%	6,148	14%	70%
Net other comprehensive income	4,525	8%	(463)	-1%	1077%
Total comprehensive income	14,977	26%	5,685	13%	163%
Profit attributable to					
Owners of the parent	10,464		6,159		
Non-controlling interests	(12)		(12)		
	10,452		6,148		
Earnings Per Share (NTD)	7.80		5.40		

Note: Numbers do not add up due to rounding.

MEDIATEK INC.
CONSOLIDATED BALANCE SHEETS
June 30, 2013 and 2012

Unit: Millions of New Taiwan dollars

	2013	%	2012	%	YOY%
Current assets					
Cash and cash equivalents	107,225	45%	95,061	59%	13%
Financial assets at fair value through profit or loss-current	2,011	1%	976	0%	106%
Available-for-sale financial assets-current	3,147	1%	3,457	2%	-9%
Held-to-maturity financial assets-current	251	0%	328	0%	-23%
Bond portfolios with no active market-current	114	0%	1,020	1%	-89%
Trade receivables	10,389	5%	7,659	5%	36%
Inventories-net	10,956	5%	11,074	7%	-1%
Other current assets	7,008	2%	4,563	3%	54%
Total current assets	141,102	59%	124,138	77%	14%
Non-current assets					
Funds and investments	67,469	29%	8,659	6%	679%
Property, plant and equipment	11,253	5%	10,447	6%	8%
Intangible assets	15,481	6%	17,125	11%	-10%
Other assets	2,049	1%	836	0%	145%
Total non-current assets	96,252	41%	37,067	23%	160%
Total assets	237,353	100%	161,205	100%	47%
Current Liabilities					
Short-term borrowings	16,114	7%	12,199	7%	32%
Trade payables	10,873	5%	10,280	7%	6%
Other current liabilities	29,871	12%	25,540	16%	17%
Total current liabilities	56,858	24%	48,020	30%	18%
Non-current liabilities					
Total non-current liabilities	2,143	1%	1,736	1%	23%
Total liabilities	59,000	25%	49,756	31%	19%
Equity					
Share Capital	13,494	6%	11,476	7%	18%
Capital surplus	68,252	29%	24,507	15%	178%
Legal & special reserve	29,714	12%	25,283	16%	18%
Undistributed earnings	67,572	28%	52,875	33%	28%
Other Equity	(660)	0%	(2,675)	-2%	-75%
Treasury stock	(56)	0%	(56)	0%	0%
Equity attributable to holders of the parent	178,315	75%	111,410	69%	60%
Non-controlling interests	38	0%	40	0%	-4%
Total equity	178,353	75%	111,450	69%	60%
Total Liabilities and equity	237,353	100%	161,205	100%	47%

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MEDIATEK INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
For the periods ended June 30, 2013 and 2012

Unit: Millions of New Taiwan dollars

	2013	2012
Cash flows from operating activities :		
Profit before tax from continuing operations	11,065	6,811
Adjustments for :		
Non-cash activities		
Depreciation	609	616
Amortization	291	1,059
Bad debt (reversal) provision	(80)	8
Loss (Gain) on financial assets and liabilities at fair value through profit or loss	2	(34)
Interest expenses	51	52
Interest income	(834)	(882)
Dividend income	(69)	(34)
Share-based payment expense	39	17
Share of profit of associates accounted for using the equity method	(1,301)	(110)
Losses on disposal of property, plant and equipment	1	1
Loss (gain) on disposal of investments	34	(1,061)
Impairment of financial assets	450	85
Changes in operating assets and liabilities:		
Financial asset at fair value through profit or loss	(1,444)	951
Trade receivables	(4,049)	(140)
Trade receivables from related parties	0	24
Other receivables	1,601	202
Inventories	2,898	(1,679)
Prepayments	331	(375)
Other current assets	(124)	(488)
Trade payable	1,337	1,055
Trade payables to related parties	430	227
Other payables	1,558	(2,282)
Other current liabilities	221	173
Long-term payables	(10)	(10)
Accrued pension liabilities	4	5
Non-current liabilities-other	5	20
Cash generated from by operation activities		
Interest received	571	755
Dividend received	69	34
Interest paid	(43)	(46)
Income tax paid	(633)	(419)
Net cash provided by operating activities	<u>12,978</u>	<u>4,535</u>
Cash flows from investing activities :		
Acquisition of available-for-sale financial assets	(882)	(282)
Proceeds from disposal of available-for-sale financial assets	1,189	174
Acquisition of bond investment for which no active market exists	(0)	(7)
Acquisition of held-to-maturity financial assets	(41)	(328)
Proceeds from disposal of held-to-maturity financial assets	0	47
Acquisition of financial assets measured at cost	(146)	(667)
Proceeds from disposal of financial assets measured at cost	0	2
Proceeds from capital return of financial assets measured at cost	116	0
Increase in investments accounted for using the equity method	(80)	(1)
Proceeds from disposal of investments accounted for using the equity method	0	1,528
Net cash outflows from acquisition of subsidiaries	0	(938)
Proceeds from capital return of equity investees	0	1
Purchase of property, plant and equipment	(849)	(1,264)
Proceeds from disposal of property, plant and equipment	7	0
Decrease in refundable deposits	34	23
Acquisition of intangible assets	(20)	(1,025)
Increase in long-term prepaid rent	(4)	(116)
Net cash used in investing activities	<u>(677)</u>	<u>(2,852)</u>
Cash flows from financing activities :		
Increase in short-term borrowings	7,007	8,163
Increase in deposits received	18	4
Proceeds from exercise of employee stock options	0	1
Increase in non-controlling interests	13	0
Net cash provided by financing activities	<u>7,039</u>	<u>8,168</u>
Effect of changes in exchange rate on cash and cash equivalents	<u>2,018</u>	<u>(611)</u>
Net increase in cash and cash equivalents	<u>21,358</u>	<u>9,239</u>
Cash and cash equivalents at the beginning of the period	<u>85,867</u>	<u>85,821</u>
Cash and cash equivalents at the end of the period	<u><u>107,225</u></u>	<u><u>95,061</u></u>

Note: Numbers do not add up due to rounding.