

MEDIATEK INC.
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
For the Fourth quarter of year 2020

Unit: Millions of New Taiwan dollars

	Yearly Comparison			Sequential Comparison		
	4Q 2020	4Q 2019	YOY%	4Q 2020	3Q 2020	QOQ%
Net Sales	96,405	64,708	49.0%	96,405	97,275	-0.9%
Operating costs	(53,542)	(37,216)	43.9%	(53,542)	(54,246)	-1.3%
Gross profit	42,863	27,492	55.9%	42,863	43,028	-0.4%
Operating expenses						
Selling expenses	(3,713)	(3,197)	16.1%	(3,713)	(3,648)	1.8%
Administrative expenses	(1,753)	(1,672)	4.9%	(1,753)	(2,205)	-20.5%
Research and development expenses	(22,025)	(16,397)	34.3%	(22,025)	(22,547)	-2.3%
Total operating expenses	(27,491)	(21,266)	29.3%	(27,491)	(28,400)	-3.2%
Operating income	15,373	6,226	146.9%	15,373	14,628	5.1%
Non-operating income and expenses	1,519	829	83.2%	1,519	804	89.0%
Net income before income tax	16,891	7,055	139.4%	16,891	15,432	9.5%
Income tax expense	(1,934)	(672)	187.8%	(1,934)	(2,066)	-6.4%
Net income	14,957	6,383	134.3%	14,957	13,367	11.9%
Net other comprehensive income (loss)	18,361	(4,792)		18,361	1,077	1605.3%
Total comprehensive income	33,318	1,591	1993.7%	33,318	14,443	130.7%
Net income (loss) attributable to :						
Owners of the parent	14,746	6,326		14,746	13,251	
Non-controlling interests	211	57		211	115	
	14,957	6,383		14,957	13,367	
Basic Earnings Per Share (NTD)	9.35	4.03		9.35	8.42	

Note1: Sums may not equal totals due to rounding.

MEDIATEK INC.
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
For the periods ended December 31, 2020 and 2019

Unit: Millions of New Taiwan dollars

	2020	% to sales	2019	% to sales	YOY%
Net Sales	322,146	100.0%	246,222	100.0%	30.8%
Operating costs	(180,610)	-56.1%	(143,176)	-58.1%	26.1%
Gross profit	141,536	43.9%	103,046	41.9%	37.4%
Operating expenses					
Selling expenses	(13,647)	-4.2%	(10,938)	-4.4%	24.8%
Administrative expenses	(7,344)	-2.3%	(6,538)	-2.7%	12.3%
Research and development expenses	(77,325)	-24.0%	(63,001)	-25.6%	22.7%
Total operating expenses	(98,316)	-30.5%	(80,478)	-32.7%	22.2%
Operating income	43,219	13.4%	22,567	9.2%	91.5%
Non-operating income and expenses	4,363	1.4%	4,460	1.8%	-2.2%
Net income before income tax	47,583	14.8%	27,027	11.0%	76.1%
Income tax expense	(6,144)	-1.9%	(3,823)	-1.6%	60.7%
Net income	41,439	12.9%	23,204	9.4%	78.6%
Net other comprehensive income (loss)	31,141	9.7%	29,821	12.1%	4.4%
Total comprehensive income	72,579	22.5%	53,025	21.5%	36.9%
Net income (loss) attributable to :					
Owners of the parent	40,917		23,033		
Non-controlling interests	522		172		
	41,439		23,204		
Basic Earnings Per Share (NTD)	26.01		14.69		

Note1: Sums may not equal totals due to rounding.

MEDIATEK INC.
CONSOLIDATED BALANCE SHEETS
As of December 31, 2020 and 2019

Unit: Millions of New Taiwan dollars

	2020	%	2019	%	YOY%
Current assets					
Cash and cash equivalents	196,580	36.8%	177,545	38.7%	10.7%
Financial assets at fair value through profit or loss-current	8,505	1.6%	6,343	1.4%	34.1%
Financial assets at fair value through other comprehensive income-current	4,373	0.8%	19,027	4.1%	-77.0%
Financial assets measured at amortized cost-current	655	0.1%	259	0.1%	152.6%
Trade receivables, net	33,133	6.2%	26,837	5.9%	23.5%
Inventories, net	37,677	7.1%	27,615	6.0%	36.4%
Other current assets	10,939	2.0%	9,103	2.0%	20.2%
Total current assets	291,862	54.7%	266,729	58.1%	9.4%
Non-current assets					
Funds and investments	116,767	21.9%	73,278	16.0%	59.3%
Property, plant and equipment	38,971	7.3%	38,890	8.5%	0.2%
Intangible assets	76,272	14.3%	70,917	15.5%	7.6%
Other assets	10,034	1.9%	8,888	1.9%	12.9%
Total non-current assets	242,044	45.3%	191,973	41.9%	26.1%
Total assets	533,906	100.0%	458,702	100.0%	16.4%
Current Liabilities					
Short-term borrowings	21,471	4.0%	57,255	12.5%	-62.5%
Trade payables	34,470	6.5%	22,314	4.9%	54.5%
Other current liabilities	87,857	16.5%	51,530	11.2%	70.5%
Total current liabilities	143,798	26.9%	131,098	28.6%	9.7%
Non-current liabilities					
Total non-current liabilities	15,023	2.8%	13,204	2.9%	13.8%
Total liabilities	158,822	29.7%	144,302	31.5%	10.1%
Equity					
Share capital	15,903	3.0%	15,900	3.5%	0.0%
Capital surplus	76,746	14.4%	82,392	18.0%	-6.9%
Legal reserve	44,583	8.4%	41,508	9.0%	7.4%
Undistributed earnings	173,052	32.4%	127,730	27.8%	35.5%
Other equity	61,606	11.5%	45,276	9.9%	36.1%
Treasury shares	(56)	0.0%	(56)	0.0%	0.0%
Equity attributable to owners of the parent	371,834	69.6%	312,750	68.2%	18.9%
Non-controlling interests	3,251	0.6%	1,649	0.4%	97.1%
Total equity	375,084	70.3%	314,400	68.5%	19.3%
Total liabilities and equity	533,906	100.0%	458,702	100.0%	16.4%

Note1: Sums may not equal totals due to rounding.

MEDIATEK INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
For the periods ended December 31, 2020 and 2019

Unit: Millions of New Taiwan dollars

	2020	2019
Cash flows from operating activities :		
Profit before tax from continuing operations	47,583	27,027
Adjustments for:		
The profit or loss items which did not affect cash flows:		
Depreciation	4,568	4,258
Amortization	5,333	4,128
Expected credit losses (gains)	8	(16)
Gains on financial assets and liabilities at fair value through profit or loss	(141)	(359)
Interest expenses	595	1,629
Gains on derecognition of financial assets measured at amortized cost	(5)	(113)
Interest income	(2,482)	(3,842)
Dividend income	(1,422)	(389)
Share-based payment expenses	1,283	2,019
Share of profit of associates and joint ventures accounted for using the equity method	(351)	73
Losses on disposal of property, plant and equipment	11	14
Property, plant and equipment transferred to expenses	0	3
Losses on disposal of intangible assets	0	23
Gains on disposal of non-current assets held for sale	-	(813)
(Gains) losses on disposal of investments	(131)	16
Gains on disposal of investments accounted for using the equity method	(41)	-
Impairment of non-financial assets	-	46
Others	1	0
Changes in operating assets and liabilities:		
Financial assets mandatorily measured at fair value through profit or loss	386	(4,003)
Notes receivables	(41)	0
Trade receivables	(9,629)	1,967
Trade receivables from related parties	4	2
Other receivables	(232)	590
Inventories	(12,384)	3,390
Prepayments	(152)	(68)
Other current assets	(379)	96
Contract liabilities	9,195	1,185
Trade payables	12,515	7,561
Trade payables to related parties	755	202
Other payables	13,655	(1,538)
Other payables to related parties	30	20
Other current liabilities	10,716	625
Net defined benefit liabilities	(8)	(9)
Non-current liabilities-others	(482)	(136)
Cash generated from operating activities	78,759	43,593
Interest received	3,515	3,001
Dividend received	1,418	693
Interest paid	(637)	(1,607)
Income tax paid	(3,497)	(3,073)
Net cash provided by operating activities	79,558	42,606
Cash flows from investing activities :		
Acquisition of financial assets at fair value through other comprehensive income	(5,137)	(2,860)
Proceeds from disposal of financial assets at fair value through other comprehensive income	16,840	12,815
Proceeds from capital return of financial assets at fair value through other comprehensive income	1,916	175
Acquisition of financial assets measured at amortized cost	(9,794)	(2,350)
Proceeds from redemption of financial assets measured at amortized cost	382	3,017
Acquisition of investments accounted for using the equity method	(1,140)	(135)
Proceeds from disposal of investments accounted for using the equity method	87	8
Proceeds from capital return of investments accounted for using the equity method	-	127
Proceeds from disposal of subsidiary	535	-
Acquisition of property, plant and equipment	(5,000)	(5,616)
Proceeds from disposal of property, plant and equipment	4	17
(Increase) decrease in refundable deposits	(221)	18
Acquisition of right-of-use assets	(3)	-
Acquisition of intangible assets	(5,241)	(2,332)
Proceeds from disposal of intangible assets	2	-
Net cash (used in) provided by investing activities	(6,769)	2,882
Cash flows from financing activities :		
(Decrease) increase in short-term borrowings	(35,513)	6,691
Repayment of long-term borrowings	(37)	(78)
(Decrease) increase in deposits received	(133)	377
Cash payment for the principal portion of the lease liabilities	(486)	(424)
Proceeds from exercise of employee stock options	570	167
Treasury stock acquired	(54)	-
Cash dividends	(16,589)	(14,162)
Acquisition of ownership interests in subsidiaries	(1)	(979)
Disposal of ownership interests in subsidiaries (without losing control)	1,238	2
Change in non-controlling interests	1,784	(12)
Net cash used in financing activities	(49,221)	(8,417)
Effect of changes in exchange rate on cash and cash equivalents	(4,533)	(2,697)
Net increase in cash and cash equivalents	19,035	34,375
Cash and cash equivalents at the beginning of the period	177,545	143,170
Cash and cash equivalents at the end of the period	196,580	177,545

Note1: Sums may not equal totals due to rounding.