

MEDIATEK INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
For the Fourth quarter of year 2021

Unit: Millions of New Taiwan dollars

	Yearly Comparison			Sequential Comparison		
	4Q 2021	4Q 2020	YOY%	4Q 2021	3Q 2021	QOQ%
Net Sales	128,654	96,405	33.5%	128,654	131,074	-1.8%
Operating costs	(64,824)	(53,542)	21.1%	(64,824)	(69,858)	-7.2%
Gross profit	63,830	42,863	48.9%	63,830	61,216	4.3%
Operating expenses						
Selling expenses	(4,843)	(3,713)	30.4%	(4,843)	(5,076)	-4.6%
Administrative expenses	(2,855)	(1,753)	62.9%	(2,855)	(2,489)	14.7%
Research and development expenses	(26,411)	(22,025)	19.9%	(26,411)	(24,364)	8.4%
Total operating expenses	(34,109)	(27,491)	24.1%	(34,109)	(31,929)	6.8%
Operating income	29,721	15,373	93.3%	29,721	29,287	1.5%
Non-operating income and expenses	4,278	1,519	181.7%	4,278	2,903	47.4%
Net income before income tax	33,999	16,891	101.3%	33,999	32,190	5.6%
Income tax expense	(3,852)	(1,934)	99.1%	(3,852)	(3,829)	0.6%
Net income	30,148	14,957	101.6%	30,148	28,361	6.3%
Net other comprehensive income	3,328	18,361	-81.9%	3,328	(17,918)	118.6%
Total comprehensive income	33,476	33,318	0.5%	33,476	10,443	220.5%
Net income attributable to :						
Owners of the parent	30,051	14,746		30,051	28,287	
Non-controlling interests	97	211		97	74	
	30,148	14,957		30,148	28,361	
Basic Earnings Per Share (NTD)	18.99	9.35		18.99	17.92	

Note1: Sums may not equal totals due to rounding.

MEDIATEK INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
For the years ended December 31, 2021 and 2020

Unit: Millions of New Taiwan dollars

	2021	% to sales	2020	% to sales	YOY%
Net Sales	493,415	100.0%	322,146	100.0%	53.2%
Operating costs	(261,810)	-53.1%	(180,610)	-56.1%	45.0%
Gross profit	231,605	46.9%	141,536	43.9%	63.6%
Operating expenses					
Selling expenses	(17,196)	-3.5%	(13,647)	-4.2%	26.0%
Administrative expenses	(10,287)	-2.1%	(7,344)	-2.3%	40.1%
Research and development expenses	(96,081)	-19.5%	(77,325)	-24.0%	24.3%
Total operating expenses	(123,564)	-25.0%	(98,316)	-30.5%	25.7%
Operating income	108,040	21.9%	43,219	13.4%	150.0%
Non-operating income and expenses	18,812	3.8%	4,363	1.4%	331.1%
Net income before income tax	126,852	25.7%	47,583	14.8%	166.6%
Income tax expense	(14,980)	-3.0%	(6,144)	-1.9%	143.8%
Net income	111,873	22.7%	41,439	12.9%	170.0%
Net other comprehensive income	3,804	0.8%	31,141	9.7%	-87.8%
Total comprehensive income	115,677	23.4%	72,579	22.5%	59.4%
Net income attributable to :					
Owners of the parent	111,421		40,917		
Non-controlling interests	451		522		
	111,873		41,439		
Basic Earnings Per Share (NTD)	70.56		26.01		

Note1: Sums may not equal totals due to rounding.

MEDIATEK INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
As of December 31, 2021 and 2020

Unit: Millions of New Taiwan dollars

	2021	%	2020	%	YOY%
Current assets					
Cash and cash equivalents	183,705	27.8%	196,580	36.8%	-6.5%
Financial assets at fair value through profit or loss-current	10,696	1.6%	8,505	1.6%	25.8%
Financial assets at fair value through other comprehensive income-current	6,706	1.0%	4,373	0.8%	53.3%
Financial assets measured at amortized cost-current	3,657	0.6%	655	0.1%	458.1%
Trade receivables, net	58,660	8.9%	33,133	6.2%	77.0%
Inventories, net	73,271	11.1%	37,677	7.1%	94.5%
Other current assets	10,171	1.5%	10,939	2.0%	-7.0%
Total current assets	346,865	52.5%	291,862	54.7%	18.8%
Non-current assets					
Funds and investments	128,123	19.4%	116,767	21.9%	9.7%
Property, plant and equipment	49,111	7.4%	38,971	7.3%	26.0%
Intangible assets	73,526	11.1%	76,272	14.3%	-3.6%
Other assets	63,252	9.6%	10,034	1.9%	530.4%
Total non-current assets	314,012	47.5%	242,044	45.3%	29.7%
Total assets	660,877	100.0%	533,906	100.0%	23.8%
Current liabilities					
Short-term borrowings	51,267	7.8%	21,471	4.0%	138.8%
Trade payables	43,504	6.6%	34,470	6.5%	26.2%
Other current liabilities	116,335	17.6%	87,857	16.5%	32.4%
Total current liabilities	211,106	31.9%	143,798	26.9%	46.8%
Non-current liabilities					
Total non-current liabilities	16,123	2.4%	15,023	2.8%	7.3%
Total liabilities	227,229	34.4%	158,822	29.7%	43.1%
Equity attributable to owners of the parent					
Share capital	15,989	2.4%	15,903	3.0%	0.5%
Capital surplus	59,776	9.0%	76,746	14.4%	-22.1%
Legal reserve	50,217	7.6%	44,583	8.4%	12.6%
Undistributed earnings	252,433	38.2%	173,052	32.4%	45.9%
Other equity	53,657	8.1%	61,606	11.5%	-12.9%
Treasury shares	(56)	0.0%	(56)	0.0%	0.0%
Equity attributable to owners of the parent	432,015	65.4%	371,834	69.6%	16.2%
Non-controlling interests	1,633	0.2%	3,251	0.6%	-49.8%
Total equity	433,648	65.6%	375,084	70.3%	15.6%
Total liabilities and equity	660,877	100.0%	533,906	100.0%	23.8%

Note1: Sums may not equal totals due to rounding.

MEDIATEK INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
For the years ended December 31, 2021 and 2020

Unit: Millions of New Taiwan dollars

	2021	2020
Cash flows from operating activities :		
Profit before tax from continuing operations	126,852	47,583
Adjustments for:		
The profit or loss items which did not affect cash flows:		
Depreciation	5,543	4,568
Amortization	5,078	5,333
Expected credit losses	0	8
Losses (gains) on financial assets and liabilities at fair value through profit or loss	275	(141)
Interest expenses	193	595
Gains on derecognition of financial assets measured at amortized cost	(10)	(5)
Interest income	(1,651)	(2,482)
Dividend income	(5,782)	(1,422)
Share-based payment expenses	1,757	1,283
Share of profit of associates and joint ventures accounted for using the equity method	(978)	(351)
Losses on disposal of property, plant and equipment	5	11
Property, plant and equipment transferred to expenses	1	0
Losses on disposal of intangible assets	0	0
Gains on disposal of investments	(8,430)	(131)
Gains on disposal of investments accounted for using the equity method	(939)	(41)
Others	(4)	1
Changes in operating assets and liabilities:		
Financial assets mandatorily measured at fair value through profit or loss	(2,529)	386
Notes receivables	41	(41)
Trade receivables	(26,346)	(9,629)
Trade receivables from related parties	(79)	4
Other receivables	(1,781)	(232)
Inventories	(36,958)	(12,384)
Prepayments	(470)	(152)
Other current assets	(253)	(379)
Other non-current assets-others	(38,965)	-
Contract liabilities	(5,257)	9,195
Trade payables	9,160	12,515
Trade payables to related parties	532	755
Other payables	14,543	13,655
Other payables to related parties	(38)	30
Other current liabilities	13,314	10,716
Net defined benefit liabilities	9	(8)
Other non-current liabilities-others	(400)	(482)
Cash generated from operating activities:	46,433	78,759
Interest received	1,492	3,515
Dividend received	7,228	1,418
Interest paid	(191)	(637)
Income tax paid	(7,867)	(3,497)
Net cash provided by operating activities	47,095	79,558
Cash flows from investing activities :		
Acquisition of financial assets at fair value through other comprehensive income	(6,332)	(5,137)
Proceeds from disposal of financial assets at fair value through other comprehensive income	5,992	16,840
Proceeds from capital return of financial assets at fair value through other comprehensive income	647	1,916
Acquisition of financial assets measured at amortized cost	(4,027)	(9,794)
Proceeds from redemption of financial assets measured at amortized cost	1,331	382
Acquisition of investments accounted for using the equity method	(900)	(1,140)
Proceeds from disposal of investments accounted for using the equity method	1,126	87
Proceeds from capital return of investments accounted for using the equity method	230	-
Disposal of subsidiary	4,103	535
Acquisition of property, plant and equipment	(16,985)	(5,000)
Proceeds from disposal of property, plant and equipment	13	4
Increase in refundable deposits	(9,124)	(221)
Acquisition of right-of-use assets	-	(3)
Acquisition of intangible assets	(4,998)	(5,241)
Proceeds from disposal of intangible assets	0	2
Net cash used in investing activities	(28,924)	(6,769)
Cash flows from financing activities :		
Increase (decrease) in short-term borrowings	29,949	(35,513)
Proceeds from long-term borrowings	1,386	-
Repayment of long-term borrowings	-	(37)
Decrease in deposits received	(203)	(133)
Cash payment for the principal portion of the lease liabilities	(608)	(486)
Proceeds from exercise of employee stock options	108	570
Treasury stock acquired	-	(54)
Cash dividends	(58,585)	(16,589)
Acquisition of ownership interests in subsidiaries	(175)	(1)
Disposal of ownership interests in subsidiaries (without losing control)	2	1,238
Change in non-controlling interests	175	1,784
Net cash used in financing activities	(27,951)	(49,221)
Effect of changes in exchange rate on cash and cash equivalents	(3,094)	(4,533)
Net (decrease) increase in cash and cash equivalents	(12,875)	19,035
Cash and cash equivalents at the beginning of the year	196,580	177,545
Cash and cash equivalents at the end of the year	183,705	196,580

Note1: Sums may not equal totals due to rounding.