

MEDIATEK INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
For the Second quarter of year 2022

Unit: Millions of New Taiwan dollars

	Yearly Comparison			Sequential Comparison		
	2Q 2022	2Q 2021	YOY%	2Q 2022	1Q 2022	QOQ%
Net Sales	155,730	125,653	23.9%	155,730	142,711	9.1%
Operating costs	(78,966)	(67,615)	16.8%	(78,966)	(70,927)	11.3%
Gross profit	76,764	58,038	32.3%	76,764	71,783	6.9%
Operating expenses						
Selling expenses	(3,636)	(3,890)	-6.5%	(3,636)	(3,409)	6.6%
Administrative expenses	(3,768)	(2,435)	54.7%	(3,768)	(3,365)	12.0%
Research and development expenses	(30,180)	(22,879)	31.9%	(30,180)	(28,541)	5.7%
Total operating expenses	(37,583)	(29,204)	28.7%	(37,583)	(35,316)	6.4%
Operating income	39,181	28,834	35.9%	39,181	36,467	7.4%
Non-operating income and expenses	1,756	2,753	-36.2%	1,756	1,503	16.9%
Net income before income tax	40,937	31,587	29.6%	40,937	37,970	7.8%
Income tax expense	(5,325)	(4,000)	33.1%	(5,325)	(4,557)	16.9%
Net income	35,612	27,587	29.1%	35,612	33,413	6.6%
Net other comprehensive income	4,278	4,853	-11.9%	4,278	(12,171)	-135.1%
Total comprehensive income	39,890	32,440	23.0%	39,890	21,242	87.8%
Net income attributable to :						
Owners of the parent	35,437	27,511		35,437	33,261	
Non-controlling interests	175	76		175	152	
	35,612	27,587		35,612	33,413	
Basic Earnings Per Share (NTD)	22.39	17.44		22.39	21.02	

Note1: Sums may not equal totals due to rounding.

MEDIATEK INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
For the six months ended June 30, 2022 and 2021

Unit: Millions of New Taiwan dollars

	2022	% to sales	2021	% to sales	YOY%
Net Sales	298,441	100.0%	233,686	100.0%	27.7%
Operating costs	(149,893)	-50.2%	(127,128)	-54.4%	17.9%
Gross profit	148,548	49.8%	106,559	45.6%	39.4%
Operating expenses					
Selling expenses	(7,045)	-2.4%	(7,278)	-3.1%	-3.2%
Administrative expenses	(7,133)	-2.4%	(4,943)	-2.1%	44.3%
Research and development expenses	(58,721)	-19.7%	(45,306)	-19.4%	29.6%
Total operating expenses	(72,899)	-24.4%	(57,527)	-24.6%	26.7%
Operating income	75,648	25.3%	49,032	21.0%	54.3%
Non-operating income and expenses	3,259	1.1%	11,631	5.0%	-72.0%
Net income before income tax	78,907	26.4%	60,663	26.0%	30.1%
Income tax expense	(9,882)	-3.3%	(7,299)	-3.1%	35.4%
Net income	69,025	23.1%	53,364	22.8%	29.3%
Net other comprehensive income	(7,894)	-2.6%	18,394	7.9%	-142.9%
Total comprehensive income	61,132	20.5%	71,758	30.7%	-14.8%
Net income attributable to :					
Owners of the parent	68,698		53,083		
Non-controlling interests	327		281		
	69,025		53,364		
Basic Earnings Per Share (NTD)	43.40		33.65		

Note1: Sums may not equal totals due to rounding.

MEDIATEK INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
As of June 30, 2022 and 2021

Unit: Millions of New Taiwan dollars

	2022	%	2021	%	YOY%
Current assets					
Cash and cash equivalents	238,218	32.6%	219,212	34.7%	8.7%
Financial assets at fair value through profit or loss-current	11,057	1.5%	8,424	1.3%	31.2%
Financial assets at fair value through other comprehensive income-current	2,159	0.3%	8,845	1.4%	-75.6%
Financial assets measured at amortized cost-current	5,114	0.7%	1,800	0.3%	184.2%
Trade receivables, net	61,899	8.5%	48,414	7.7%	27.9%
Inventories, net	91,410	12.5%	63,149	10.0%	44.8%
Other current assets	14,579	2.0%	10,411	1.7%	40.0%
Total current assets	424,436	58.1%	360,256	57.1%	17.8%
Non-current assets					
Funds and investments	124,679	17.1%	139,127	22.1%	-10.4%
Property, plant and equipment	53,650	7.3%	40,607	6.4%	32.1%
Intangible assets	73,662	10.1%	75,071	11.9%	-1.9%
Other assets	54,315	7.4%	15,815	2.5%	243.4%
Total non-current assets	306,306	41.9%	270,620	42.9%	13.2%
Total assets	730,742	100.0%	630,875	100.0%	15.8%
Current liabilities					
Short-term borrowings	41,291	5.7%	27,428	4.3%	50.5%
Trade payables	45,328	6.2%	45,903	7.3%	-1.3%
Other current liabilities	234,301	32.1%	155,233	24.6%	50.9%
Total current liabilities	320,919	43.9%	228,564	36.2%	40.4%
Non-current liabilities					
Total non-current liabilities	17,026	2.3%	14,679	2.3%	16.0%
Total liabilities	337,945	46.2%	243,243	38.6%	38.9%
Equity attributable to owners of the parent					
Share capital	15,991	2.2%	15,904	2.5%	0.5%
Capital surplus	46,365	6.3%	52,860	8.4%	-12.3%
Legal reserve	62,058	8.5%	50,217	8.0%	23.6%
Undistributed earnings	219,978	30.1%	189,591	30.1%	16.0%
Other equity	45,784	6.3%	77,754	12.3%	-41.1%
Treasury shares	(56)	0.0%	(56)	0.0%	0.0%
Equity attributable to owners of the parent	390,121	53.4%	386,270	61.2%	1.0%
Non-controlling interests	2,676	0.4%	1,362	0.2%	96.4%
Total equity	392,797	53.8%	387,633	61.4%	1.3%
Total liabilities and equity	730,742	100.0%	630,875	100.0%	15.8%

Note1: Sums may not equal totals due to rounding.

MEDIATEK INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
For the six months ended June 30, 2022 and 2021

Unit: Millions of New Taiwan dollars

	2022	2021
Cash flows from operating activities :		
Profit before tax from continuing operations	78,907	60,663
Adjustments for:		
The profit or loss items which did not affect cash flows:		
Depreciation	4,083	2,430
Amortization	2,706	2,505
Expected credit gains	(0)	(14)
(Gains) losses on financial assets and liabilities at fair value through profit or loss	(448)	217
Interest expenses	145	83
Gains on derecognition of financial assets measured at amortized cost	(12)	-
Interest income	(974)	(883)
Dividend income	(921)	(1,064)
Share-based payment expenses	2,488	238
Share of profit of associates and joint ventures accounted for using the equity method	(966)	(59)
Losses on disposal of property, plant and equipment	14	3
Losses on disposal of intangible assets	1	0
Losses (gains) on disposal of investments	4	(8,430)
Gains on disposal of investments accounted for using the equity method	-	(939)
Others	(0)	(1)
Changes in operating assets and liabilities:		
Financial assets mandatorily measured at fair value through profit or loss	(1,996)	538
Notes receivables	2	16
Trade receivables	(1,804)	(15,984)
Trade receivables from related parties	(9)	(92)
Other receivables	(2)	(169)
Inventories	(18,366)	(27,087)
Prepayments	(858)	(935)
Other current assets	(1,750)	(139)
Other non-current assets-others	11,532	-
Contract liabilities	(1,805)	(8,733)
Trade payables	1,435	11,383
Trade payables to related parties	389	654
Other payables	(629)	7,065
Other payables to related parties	(2)	(19)
Other current liabilities	1,148	7,557
Net defined benefit liabilities	(10)	(5)
Other non-current liabilities-others	(20)	(375)
Cash generated from operating activities:	72,281	28,423
Interest received	777	817
Dividend received	1,443	488
Interest paid	(146)	(82)
Income tax paid	(8,065)	(2,966)
Net cash provided by operating activities	66,290	26,681
Cash flows from investing activities :		
Acquisition of financial assets at fair value through other comprehensive income	(4,843)	(926)
Proceeds from disposal of financial assets at fair value through other comprehensive income	1,541	3,486
Proceeds from capital return of financial assets at fair value through other comprehensive income	27	465
Acquisition of financial assets measured at amortized cost	(4,573)	(2,976)
Proceeds from redemption of financial assets measured at amortized cost	1,193	-
Acquisition of investments accounted for using the equity method	(7)	(871)
Proceeds from disposal of investments accounted for using the equity method	-	1,132
Increase in prepayments for investments	(139)	-
Proceeds from capital return of investments accounted for using the equity method	27	73
Disposal of subsidiary	-	3,082
Acquisition of property, plant and equipment	(7,738)	(5,096)
Proceeds from disposal of property, plant and equipment	3	8
Increase in refundable deposits	(300)	(3,023)
Acquisition of intangible assets	(4,766)	(4,306)
Net cash used in investing activities	(19,574)	(8,952)
Cash flows from financing activities :		
(Decrease) increase in short-term borrowings	(10,109)	6,074
Proceeds from long-term borrowings	-	828
Decrease in deposits received	(49)	(25)
Cash payment for the principal portion of the lease liabilities	(296)	(335)
Proceeds from exercise of employee stock options	18	66
Cash dividends	-	(31)
Acquisition of ownership interests in subsidiaries	(48)	-
Disposal of ownership interests in subsidiaries (without losing control)	9,467	-
Change in non-controlling interests	516	164
Net cash (used in) provided by financing activities	(502)	6,740
Effect of changes in exchange rate on cash and cash equivalents	8,299	(1,837)
Net increase in cash and cash equivalents	54,513	22,632
Cash and cash equivalents at the beginning of the period	183,705	196,580
Cash and cash equivalents at the end of the period	238,218	219,212

Note1: Sums may not equal totals due to rounding.