

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

Unit: Millions of New Taiwan dollars

	Yearly Comparison			Sequential Comparison		
	3Q 2022	3Q 2021	YOY%	3Q 2022	2Q 2022	QOQ%
Net Sales	142,161	131,074	8.5%	142,161	155,730	-8.7%
Operating costs	(72,066)	(69,858)	3.2%	(72,066)	(78,966)	-8.7%
Gross profit	70,095	61,216	14.5%	70,095	76,764	-8.7%
Operating expenses						
Selling expenses	(3,530)	(5,076)	-30.5%	(3,530)	(3,636)	-2.9%
Administrative expenses	(3,406)	(2,489)	36.8%	(3,406)	(3,768)	-9.6%
Research and development expenses	(30,106)	(24,364)	23.6%	(30,106)	(30,180)	-0.2%
Total operating expenses	(37,041)	(31,929)	16.0%	(37,041)	(37,583)	-1.4%
Operating income	33,054	29,287	12.9%	33,054	39,181	-15.6%
Non-operating income and expenses	2,542	2,903	-12.4%	2,542	1,756	44.8%
Net income before income tax	35,596	32,190	10.6%	35,596	40,937	-13.0%
Income tax expense	(4,511)	(3,829)	17.8%	(4,511)	(5,325)	-15.3%
Net income	31,085	28,361	9.6%	31,085	35,612	-12.7%
Net other comprehensive income	2,924	(17,918)	-116.3%	2,924	4,278	-31.7%
Total comprehensive income	34,009	10,443	225.7%	34,009	39,890	-14.7%
Net income attributable to :						
Owners of the parent	30,955	28,287		30,955	35,437	
Non-controlling interests	131	74		131	175	
	31,085	28,361		31,085	35,612	
Basic Earnings Per Share (NTD)	19.54	17.92		19.54	22.39	

Note1: Sums may not equal totals due to rounding.

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

Unit: Millions of New Taiwan dollars

	2022	% to sales	2021	% to sales	YOY%
Net Sales	440,602	100.0%	364,761	100.0%	20.8%
Operating costs	(221,959)	-50.4%	(196,986)	-54.0%	12.7%
Gross profit	218,643	49.6%	167,775	46.0%	30.3%
Operating expenses					
Selling expenses	(10,574)	-2.4%	(12,354)	-3.4%	-14.4%
Administrative expenses	(10,539)	-2.4%	(7,432)	-2.0%	41.8%
Research and development expenses	(88,827)	-20.2%	(69,670)	-19.1%	27.5%
Total operating expenses	(109,941)	-25.0%	(89,456)	-24.5%	22.9%
Operating income	108,702	24.7%	78,319	21.5%	38.8%
Non-operating income and expenses	5,802	1.3%	14,534	4.0%	-60.1%
Net income before income tax	114,504	26.0%	92,853	25.5%	23.3%
Income tax expense	(14,393)	-3.3%	(11,128)	-3.1%	29.3%
Net income	100,111	22.7%	81,725	22.4%	22.5%
Net other comprehensive income	(4,970)	-1.1%	476	0.1%	-1144.0%
Total comprehensive income	95,141	21.6%	82,201	22.5%	15.7%
Net income attributable to :					
Owners of the parent	99,653		81,370		
Non-controlling interests	458		355		
	100,111		81,725		
Basic Earnings Per Share (NTD)	62.95		51.57		

Note1: Sums may not equal totals due to rounding.

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

Unit: Millions of New Taiwan dollars

	2022	%	2021	%	YOY%
Current assets					
Cash and cash equivalents	141,569	22.1%	168,238	27.6%	-15.9%
Financial assets at fair value through profit or loss-current	9,052	1.4%	8,772	1.4%	3.2%
Financial assets at fair value through other comprehensive income-current	3,098	0.5%	6,751	1.1%	-54.1%
Financial assets measured at amortized cost-current	5,474	0.9%	3,584	0.6%	52.7%
Trade receivables, net	65,913	10.3%	55,717	9.2%	18.3%
Inventories, net	83,438	13.0%	68,793	11.3%	21.3%
Other current assets	14,268	2.2%	10,031	1.6%	42.2%
Total current assets	322,812	50.4%	321,885	52.9%	0.3%
Non-current assets					
Funds and investments	126,921	19.8%	122,654	20.2%	3.5%
Property, plant and equipment	53,998	8.4%	45,614	7.5%	18.4%
Intangible assets	73,834	11.5%	74,661	12.3%	-1.1%
Other assets	62,329	9.7%	43,660	7.2%	42.8%
Total non-current assets	317,082	49.6%	286,589	47.1%	10.6%
Total assets	639,894	100.0%	608,475	100.0%	5.2%
Current liabilities					
Short-term borrowings	48,611	7.6%	50,449	8.3%	-3.6%
Trade payables	30,515	4.8%	45,581	7.5%	-33.1%
Other current liabilities	111,124	17.4%	97,548	16.0%	13.9%
Total current liabilities	190,251	29.7%	193,578	31.8%	-1.7%
Non-current liabilities					
Total non-current liabilities	21,320	3.3%	15,834	2.6%	34.7%
Total liabilities	211,571	33.1%	209,411	34.4%	1.0%
Equity attributable to owners of the parent					
Share capital	15,995	2.5%	15,989	2.6%	0.0%
Capital surplus	47,308	7.4%	59,814	9.8%	-20.9%
Legal reserve	62,058	9.7%	50,217	8.3%	23.6%
Undistributed earnings	250,655	39.2%	215,689	35.4%	16.2%
Other equity	49,468	7.7%	55,967	9.2%	-11.6%
Treasury shares	(56)	0.0%	(56)	0.0%	0.0%
Equity attributable to owners of the parent	425,428	66.5%	397,619	65.3%	7.0%
Non-controlling interests	2,895	0.5%	1,444	0.2%	100.5%
Total equity	428,323	66.9%	399,063	65.6%	7.3%
Total liabilities and equity	639,894	100.0%	608,475	100.0%	5.2%

Note1: Sums may not equal totals due to rounding.

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

Unit: Millions of New Taiwan dollars

	2022	2021
Cash flows from operating activities :		
Profit before tax from continuing operations	114,504	92,853
Adjustments for:		
The profit or loss items which did not affect cash flows:		
Depreciation	6,573	3,832
Amortization	4,159	3,838
Expected credit losses (gains)	3	(21)
(Gains) losses on financial assets and liabilities at fair value through profit or loss	(558)	469
Interest expenses	263	155
Gains on derecognition of financial assets measured at amortized cost	(19)	-
Interest income	(1,882)	(1,259)
Dividend income	(1,672)	(2,624)
Share-based payment expenses	3,607	691
Share of profit of associates and joint ventures accounted for using the equity method	(1,040)	(585)
Losses on disposal of property, plant and equipment	16	3
Property, plant and equipment transferred to expenses	0	1
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	(8)	(939)
Others	0	(1)
Changes in operating assets and liabilities:		
Financial assets mandatorily measured at fair value through profit or loss	(740)	(644)
Contract assets	(6)	-
Notes receivables	(32)	(36)
Trade receivables	(4,402)	(23,186)
Trade receivables from related parties	37	(135)
Other receivables	206	(1,246)
Inventories	(10,642)	(32,733)
Prepayments	(2,498)	(449)
Other current assets	(905)	(5)
Other non-current assets-others	12,760	(23,763)
Contract liabilities	(3,120)	(6,420)
Trade payables	(12,921)	10,685
Trade payables to related parties	(142)	1,031
Other payables	(4,382)	6,170
Other payables to related parties	1	(26)
Other current liabilities	2,451	7,524
Net defined benefit liabilities	(13)	(8)
Other non-current liabilities-others	35	(378)
Cash generated from operating activities:	99,636	24,366
Interest received	1,560	959
Dividend received	2,374	4,241
Interest paid	(234)	(155)
Income tax paid	(17,786)	(7,053)
Net cash provided by operating activities	85,549	22,358
Cash flows from investing activities :		
Acquisition of financial assets at fair value through other comprehensive income	(6,328)	(5,106)
Proceeds from disposal of financial assets at fair value through other comprehensive income	2,116	5,186
Proceeds from capital return of financial assets at fair value through other comprehensive income	47	624
Acquisition of financial assets measured at amortized cost	(16,061)	(3,080)
Proceeds from redemption of financial assets measured at amortized cost	3,197	708
Acquisition of investments accounted for using the equity method	(70)	(871)
Proceeds from disposal of investments accounted for using the equity method	89	1,132
Proceeds from capital return of investments accounted for using the equity method	29	73
Disposal of subsidiary	-	3,717
Net cash outflows from acquisition of subsidiary	(977)	-
Acquisition of property, plant and equipment	(11,020)	(10,867)
Proceeds from disposal of property, plant and equipment	6	9
Increase in refundable deposits	(731)	(6,248)
Acquisition of intangible assets	(4,909)	(5,100)
Proceeds from disposal of intangible assets	-	0
Acquisition of investment property	(3)	-
Net cash used in investing activities	(34,617)	(19,824)
Cash flows from financing activities :		
(Decrease) increase in short-term borrowings	(3,173)	29,096
Proceeds from long-term borrowings	-	828
Decrease in deposits received	(18)	(28)
Cash payment for the principal portion of the lease liabilities	(421)	(488)
Proceeds from exercise of employee stock options	64	93
Cash dividends	(116,142)	(58,585)
Acquisition of ownership interests in subsidiaries	(48)	(175)
Disposal of ownership interests in subsidiaries (without losing control)	9,467	2
Change in non-controlling interests	(348)	164
Net cash used in financing activities	(110,619)	(29,095)
Effect of changes in exchange rate on cash and cash equivalents	17,551	(1,781)
Net decrease in cash and cash equivalents	(42,136)	(28,342)
Cash and cash equivalents at the beginning of the period	183,705	196,580
Cash and cash equivalents at the end of the period	141,569	168,238

Note1: Sums may not equal totals due to rounding.