

**MEDIATEK INC. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
For the Second quarter of year 2023

*Unit: Millions of New Taiwan dollars*

	Yearly Comparison			Sequential Comparison		
	2Q 2023	2Q 2022	YOY%	2Q 2023	1Q 2023	QOQ%
Net Sales	98,135	155,730	-37.0%	98,135	95,652	2.6%
Operating costs	(51,489)	(78,966)	-34.8%	(51,489)	(49,739)	3.5%
Gross profit	46,646	76,764	-39.2%	46,646	45,912	1.6%
Operating expenses						
Selling expenses	(3,375)	(3,636)	-7.2%	(3,375)	(2,699)	25.0%
Administrative expenses	(2,333)	(3,768)	-38.1%	(2,333)	(2,361)	-1.2%
Research and development expenses	(26,188)	(30,180)	-13.2%	(26,188)	(26,483)	-1.1%
Total operating expenses	(31,896)	(37,583)	-15.1%	(31,896)	(31,543)	1.1%
Operating income	14,751	39,181	-62.4%	14,751	14,369	2.7%
Non-operating income and expenses	3,620	1,756	106.1%	3,620	4,735	-23.6%
Net income before income tax	18,370	40,937	-55.1%	18,370	19,104	-3.8%
Income tax expense	(2,351)	(5,325)	-55.8%	(2,351)	(2,213)	6.2%
Net income	16,019	35,612	-55.0%	16,019	16,890	-5.2%
Net other comprehensive income	10,207	4,278	138.6%	10,207	451	2165.2%
Total comprehensive income	26,225	39,890	-34.3%	26,225	17,341	51.2%
Net income attributable to :						
Owners of the parent	15,965	35,437		15,965	16,874	
Non-controlling interests	54	175		54	17	
	16,019	35,612		16,019	16,890	
Basic Earnings Per Share (NTD)	10.07	22.39		10.07	10.64	

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, 2023 and 2022

*Unit: Millions of New Taiwan dollars*

	2023	% to sales	2022	% to sales	YOY%
Net Sales	193,787	100.0%	298,441	100.0%	-35.1%
Operating costs	(101,228)	-52.2%	(149,893)	-50.2%	-32.5%
Gross profit	92,558	47.8%	148,548	49.8%	-37.7%
Operating expenses					
Selling expenses	(6,075)	-3.1%	(7,045)	-2.4%	-13.8%
Administrative expenses	(4,694)	-2.4%	(7,133)	-2.4%	-34.2%
Research and development expenses	(52,671)	-27.2%	(58,721)	-19.7%	-10.3%
Total operating expenses	(63,439)	-32.7%	(72,899)	-24.4%	-13.0%
Operating income	29,119	15.0%	75,648	25.3%	-61.5%
Non-operating income and expenses	8,355	4.3%	3,259	1.1%	156.3%
Net income before income tax	37,474	19.3%	78,907	26.4%	-52.5%
Income tax expense	(4,565)	-2.4%	(9,882)	-3.3%	-53.8%
Net income	32,909	17.0%	69,025	23.1%	-52.3%
Net other comprehensive income	10,657	5.5%	(7,894)	-2.6%	-235.0%
Total comprehensive income	43,566	22.5%	61,132	20.5%	-28.7%
Net income attributable to :					
Owners of the parent	32,838		68,698		
Non-controlling interests	71		327		
	32,909		69,025		
Basic Earnings Per Share (NTD)	20.71		43.40		

Note1: Sums may not equal totals due to rounding.

**MEDIATEK INC. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
As of June 30, 2023 and 2022

*Unit: Millions of New Taiwan dollars*

	2023	%	2022	%	YOY%
Current assets					
Cash and cash equivalents	178,094	27.0%	238,218	32.6%	-25.2%
Financial assets at fair value through profit or loss	6,543	1.0%	11,057	1.5%	-40.8%
Financial assets at fair value through other comprehensive income	3,028	0.5%	2,159	0.3%	40.3%
Financial assets measured at amortized cost	4,762	0.7%	5,114	0.7%	-6.9%
Trade receivables, net	45,639	6.9%	61,899	8.5%	-26.3%
Inventories, net	61,067	9.2%	91,410	12.5%	-33.2%
Other current assets	19,005	2.9%	14,579	2.0%	30.4%
Total current assets	318,139	48.2%	424,436	58.1%	-25.0%
Non-current assets					
Funds and investments	149,829	22.7%	124,679	17.1%	20.2%
Property, plant and equipment	51,927	7.9%	53,650	7.3%	-3.2%
Intangible assets	81,053	12.3%	73,662	10.1%	10.0%
Other assets	59,736	9.0%	54,315	7.4%	10.0%
Total non-current assets	342,545	51.8%	306,306	41.9%	11.8%
Total assets	660,684	100.0%	730,742	100.0%	-9.6%
Current liabilities					
Short-term borrowings	4,450	0.7%	41,291	5.7%	-89.2%
Trade payables	29,555	4.5%	45,328	6.2%	-34.8%
Other current liabilities	233,801	35.4%	234,301	32.1%	-0.2%
Total current liabilities	267,806	40.5%	320,919	43.9%	-16.6%
Non-current liabilities					
Total non-current liabilities	26,461	4.0%	17,026	2.3%	55.4%
Total liabilities	294,267	44.5%	337,945	46.2%	-12.9%
Equity attributable to owners of the parent					
Share capital	15,996	2.4%	15,991	2.2%	0.0%
Capital surplus	25,532	3.9%	46,365	6.3%	-44.9%
Legal reserve	75,783	11.5%	62,058	8.5%	22.1%
Undistributed earnings	209,195	31.7%	219,978	30.1%	-4.9%
Other equity	37,369	5.7%	45,784	6.3%	-18.4%
Treasury shares	(56)	0.0%	(56)	0.0%	0.0%
Equity attributable to owners of the parent	363,819	55.1%	390,121	53.4%	-6.7%
Non-controlling interests	2,598	0.4%	2,676	0.4%	-2.9%
Total equity	366,417	55.5%	392,797	53.8%	-6.7%
Total liabilities and equity	660,684	100.0%	730,742	100.0%	-9.6%

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, 2023 and 2022

*Unit: Millions of New Taiwan dollars*

	2023	2022
Cash flows from operating activities :		
Profit before tax from continuing operations	37,474	78,907
Adjustments for:		
The profit or loss items which did not affect cash flows:		
Depreciation	5,221	4,083
Amortization	3,314	2,706
Expected credit losses (gains)	88	(0)
Gains on financial assets and liabilities at fair value through profit or loss	(233)	(448)
Interest expenses	74	145
Gains on derecognition of financial assets measured at amortized cost	-	(12)
Interest income	(3,276)	(974)
Dividend income	(4,258)	(921)
Share-based payment expenses	1,126	2,488
Share of profit of associates and joint ventures accounted for using the equity method	(23)	(966)
Losses on disposal of property, plant and equipment	1	14
Losses on disposal of intangible assets	-	1
Losses on disposal of investments	-	4
Losses on disposal of investments accounted for using the equity method	0	-
Others	(0)	(0)
Changes in operating assets and liabilities:		
Financial assets mandatorily measured at fair value through profit or loss	2,568	(1,996)
Notes receivables	2	2
Trade receivables	(4,731)	(1,804)
Trade receivables from related parties	5	(9)
Other receivables	(776)	(2)
Inventories	9,585	(18,366)
Prepayments	1,073	(858)
Other current assets	381	(1,750)
Other non-current assets-others	0	11,532
Contract liabilities	767	(1,805)
Trade payables	8,116	1,435
Trade payables to related parties	(79)	389
Other payables	(7,972)	(629)
Other payables to related parties	10	(2)
Other current liabilities	(293)	1,148
Net defined benefit liabilities	(6)	(10)
Other non-current liabilities-others	85	(20)
Cash generated from operating activities:	48,243	72,281
Interest received	3,127	777
Dividend received	4,387	1,443
Interest paid	(97)	(146)
Income tax paid	(6,070)	(8,065)
Net cash provided by operating activities	49,590	66,290
Cash flows from investing activities :		
Acquisition of financial assets at fair value through other comprehensive income	(1,032)	(4,843)
Proceeds from disposal of financial assets at fair value through other comprehensive income	11,346	1,541
Proceeds from capital return of financial assets at fair value through other comprehensive income	5	27
Acquisition of financial assets measured at amortized cost	(25,537)	(4,573)
Proceeds from redemption of financial assets measured at amortized cost	2,487	1,193
Acquisition of investments accounted for using the equity method	-	(7)
Increase in prepayments for investments	-	(139)
Proceeds from capital return of investments accounted for using the equity method	1	27
Acquisition of property, plant and equipment	(3,676)	(7,738)
Proceeds from disposal of property, plant and equipment	6	3
Decrease (increase) in refundable deposits	507	(300)
Acquisition of intangible assets	(5,324)	(4,766)
Net cash used in investing activities	(21,217)	(19,574)
Cash flows from financing activities :		
Increase (decrease) in short-term borrowings	750	(10,109)
Increase (decrease) in deposits received	2	(49)
Cash payment for the principal portion of the lease liabilities	(437)	(296)
Proceeds from exercise of employee stock options	20	18
Acquisition of ownership interests in subsidiaries	-	(48)

Disposal of ownership interests in subsidiaries (without losing control)	-	9,467
Change in non-controlling interests	0	516
Other financing activities	10	-
Net cash provided by (used in) financing activities	<u>345</u>	<u>(502)</u>
Effect of changes in exchange rate on cash and cash equivalents	<u>1,874</u>	<u>8,299</u>
Net increase in cash and cash equivalents	<u>30,592</u>	<u>54,513</u>
Cash and cash equivalents at the beginning of the period	<u>147,502</u>	<u>183,705</u>
Cash and cash equivalents at the end of the period	<u><u>178,094</u></u>	<u><u>238,218</u></u>

Note1: Sums may not equal totals due to rounding.