

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

Unit: Millions of New Taiwan dollars

	Yearly Comparison			Sequential Comparison		
	4Q 2023	4Q 2022	YOY%	4Q 2023	3Q 2023	QOQ%
Net Sales	129,562	108,194	19.7%	129,562	110,098	17.7%
Operating costs	(66,946)	(55,933)	19.7%	(66,946)	(57,905)	15.6%
Gross profit	62,616	52,261	19.8%	62,616	52,192	20.0%
Operating expenses						
Selling expenses	(4,659)	(3,666)	27.1%	(4,659)	(3,745)	24.4%
Administrative expenses	(2,749)	(2,462)	11.7%	(2,749)	(2,261)	21.6%
Research and development expenses	(30,472)	(28,047)	8.6%	(30,472)	(28,242)	7.9%
Total operating expenses	(37,881)	(34,175)	10.8%	(37,881)	(34,248)	10.6%
Operating income	24,736	18,086	36.8%	24,736	17,944	37.8%
Non-operating income and expenses	3,580	2,971	20.5%	3,580	3,048	17.4%
Net income before income tax	28,316	21,057	34.5%	28,316	20,993	34.9%
Income tax expense	(2,602)	(2,543)	2.3%	(2,602)	(2,424)	7.3%
Net income	25,713	18,514	38.9%	25,713	18,569	38.5%
Net other comprehensive income	(13,367)	(4,241)	215.2%	(13,367)	9,493	-240.8%
Total comprehensive income	12,346	14,273	-13.5%	12,346	28,061	-56.0%
Net income attributable to :						
Owners of the parent	25,663	18,488		25,663	18,478	
Non-controlling interests	50	26		50	91	
	25,713	18,514		25,713	18,569	
Basic Earnings Per Share (NTD)	16.15	11.66		16.15	11.64	

Note1: Sums may not equal totals due to rounding.

MEDIATEK INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
For the years ended December 31, 2023 and 2022

Unit: Millions of New Taiwan dollars

	2023	% to sales	2022	% to sales	YOY%
Net Sales	433,446	100.0%	548,796	100.0%	-21.0%
Operating costs	(226,079)	-52.2%	(277,892)	-50.6%	-18.6%
Gross profit	207,367	47.8%	270,904	49.4%	-23.5%
Operating expenses					
Selling expenses	(14,479)	-3.3%	(14,240)	-2.6%	1.7%
Administrative expenses	(9,703)	-2.2%	(13,001)	-2.4%	-25.4%
Research and development expenses	(111,385)	-25.7%	(116,875)	-21.3%	-4.7%
Total operating expenses	(135,568)	-31.3%	(144,116)	-26.3%	-5.9%
Operating income	71,800	16.6%	126,788	23.1%	-43.4%
Non-operating income and expenses	14,983	3.5%	8,773	1.6%	70.8%
Net income before income tax	86,782	20.0%	135,561	24.7%	-36.0%
Income tax expense	(9,591)	-2.2%	(16,936)	-3.1%	-43.4%
Net income	77,191	17.8%	118,625	21.6%	-34.9%
Net other comprehensive income	6,783	1.6%	(9,211)	-1.7%	-173.6%
Total comprehensive income	83,974	19.4%	109,414	19.9%	-23.3%
Net income attributable to :					
Owners of the parent	76,979		118,141		
Non-controlling interests	212		484		
	77,191		118,625		
Basic Earnings Per Share (NTD)	48.51		74.59		

Note1: Sums may not equal totals due to rounding.

MEDIATEK INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
As of December 31, 2023 and 2022

Unit: Millions of New Taiwan dollars

	2023	%	2022	%	YOY%
Current assets					
Cash and cash equivalents	165,396	26.0%	147,502	24.2%	12.1%
Financial assets at fair value through profit or loss	5,671	0.9%	8,542	1.4%	-33.6%
Financial assets at fair value through other comprehensive income	6,040	1.0%	3,169	0.5%	90.6%
Financial assets measured at amortized cost	3,566	0.6%	5,596	0.9%	-36.3%
Trade receivables, net	55,106	8.7%	40,842	6.7%	34.9%
Inventories, net	43,220	6.8%	70,703	11.6%	-38.9%
Other current assets	11,889	1.9%	21,298	3.5%	-44.2%
Total current assets	290,889	45.8%	297,654	48.9%	-2.3%
Non-current assets					
Funds and investments	150,006	23.6%	123,489	20.3%	21.5%
Property, plant and equipment	53,291	8.4%	53,862	8.9%	-1.1%
Intangible assets	81,245	12.8%	73,455	12.1%	10.6%
Other assets	59,608	9.4%	59,941	9.9%	-0.6%
Total non-current assets	344,150	54.2%	310,746	51.1%	10.7%
Total assets	635,038	100.0%	608,399	100.0%	4.4%
Current liabilities					
Short-term borrowings	2,200	0.3%	3,700	0.6%	-40.5%
Trade payables	38,779	6.1%	21,518	3.5%	80.2%
Other current liabilities	191,020	30.1%	116,352	19.1%	64.2%
Total current liabilities	231,999	36.5%	141,570	23.3%	63.9%
Non-current liabilities					
Total non-current liabilities	28,834	4.5%	23,771	3.9%	21.3%
Total liabilities	260,833	41.1%	165,341	27.2%	57.8%
Equity attributable to owners of the parent					
Share capital	15,996	2.5%	15,994	2.6%	0.0%
Capital surplus	28,350	4.5%	47,185	7.8%	-39.9%
Legal reserve	75,783	11.9%	62,058	10.2%	22.1%
Undistributed earnings	212,670	33.5%	286,689	47.1%	-25.8%
Other equity	35,462	5.6%	28,238	4.6%	25.6%
Treasury shares	(56)	0.0%	(56)	0.0%	0.0%
Equity attributable to owners of the parent	368,206	58.0%	440,109	72.3%	-16.3%
Non-controlling interests	6,000	0.9%	2,949	0.5%	103.4%
Total equity	374,205	58.9%	443,058	72.8%	-15.5%
Total liabilities and equity	635,038	100.0%	608,399	100.0%	4.4%

Note1: Sums may not equal totals due to rounding.

MEDIATEK INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
For the years ended December 31, 2023 and 2022

Unit: Millions of New Taiwan dollars

	2023	2022
Cash flows from operating activities :		
Profit before tax from continuing operations	86,782	135,561
Adjustments for:		
The profit or loss items which did not affect cash flows:		
Depreciation	11,001	9,282
Amortization	7,199	5,697
Expected credit losses	56	0
Losses (gains) on financial assets and liabilities at fair value through profit or loss	31	(48)
Interest expenses	399	371
Losses (gains) on derecognition of financial assets measured at amortized cost	15	(35)
Interest income	(7,308)	(3,218)
Dividend income	(6,193)	(1,902)
Share-based payment expenses	1,897	4,175
Share of profit of associates and joint ventures accounted for using the equity method	(278)	(1,378)
Losses on disposal of property, plant and equipment	16	18
Property, plant and equipment transferred to expenses	-	0
Losses on disposal of intangible assets	-	1
Losses on disposal of investments	-	12
Losses (gains) on disposal of investments accounted for using the equity method	2	(699)
Others	(0)	3
Changes in operating assets and liabilities:		
Financial assets mandatorily measured at fair value through profit or loss	5,230	455
Notes receivable	(0)	-
Trade receivables	(14,290)	19,892
Trade receivables from related parties	(19)	45
Other receivables	2,184	731
Inventories	27,404	2,287
Prepayments	1,418	(2,697)
Other current assets	265	86
Other non-current assets-others	0	12,800
Contract liabilities	(1,524)	(1,468)
Trade payables	17,105	(21,642)
Trade payables to related parties	156	(417)
Other payables	(258)	(444)
Other payables to related parties	14	(5)
Other current liabilities	31,148	541
Net defined benefit liabilities	(17)	(18)
Other non-current liabilities-others	4,231	57
Cash generated from operating activities:	166,666	158,042
Interest received	6,981	2,829
Dividends received	5,994	2,581
Interest paid	(450)	(368)
Income tax paid	(13,100)	(18,501)
Net cash provided by operating activities	166,091	144,583
Cash flows from investing activities :		
Acquisition of financial assets at fair value through other comprehensive income	(4,128)	(6,793)
Proceeds from disposal of financial assets at fair value through other comprehensive income	20,533	2,569
Proceeds from capital return of financial assets at fair value through other comprehensive income	51	68
Acquisition of financial assets measured at amortized cost	(35,101)	(19,206)
Proceeds from redemption of financial assets measured at amortized cost	6,487	3,895
Acquisition of investments accounted for using the equity method	-	(316)
Proceeds from disposal of investments accounted for using the equity method	-	89
Proceeds from capital return of investments accounted for using the equity method	116	28
Net cash outflows from acquisition of subsidiary	-	(977)
Acquisition of property, plant and equipment	(9,325)	(13,622)
Proceeds from disposal of property, plant and equipment	8	6
Decrease in refundable deposits	115	2,019
Acquisition of intangible assets	(7,502)	(5,292)
Acquisition of investment property	-	(3)
Net cash used in investing activities	(28,746)	(37,535)
Cash flows from financing activities :		
Decrease in short-term borrowings	(1,500)	(48,016)
Repayment of long-term borrowings	(828)	(558)
Increase (decrease) in deposits received	22	(38)
Cash payment for the principal portion of the lease liabilities	(818)	(604)
Proceeds from exercise of employee stock options	79	68
Cash dividends	(120,981)	(116,141)
Acquisition of ownership interests in subsidiaries	(2,969)	(48)
Disposal of ownership interests in subsidiaries (without losing control)	-	9,467
Changes in non-controlling interests	8,404	(410)
Other financing activities	21	-
Net cash used in financing activities	(118,569)	(156,280)
Effect of changes in exchange rate on cash and cash equivalents	(883)	13,030
Net Increase (decrease) in cash and cash equivalents	17,894	(36,202)
Cash and cash equivalents at the beginning of the year	147,502	183,705
Cash and cash equivalents at the end of the year	165,396	147,502

Note1: Sums may not equal totals due to rounding.