

MediaTek Inc. Reports Fourth-Quarter and Full-Year 2024 Consolidated Results

MediaTek discloses Taiwan-International Financial Reporting Standards (TIFRS) financial measures and also provides Non-Taiwan-International Financial Reporting Standards (Non-TIFRS)^{Note1} financial measures as supplemental information. Non-TIFRS financial information should be considered in addition to, not as a substitute for, TIFRS financial information. Earnings distribution is made in accordance with financial statements based on TIFRS.

Taiwan-International Financial Reporting Standards (TIFRS) financial measures

- 4Q24 consolidated revenue of NT\$138,043 million, up 4.7% quarter-over-quarter and 6.5% year-over-year
- 4Q24 consolidated gross margin of 48.5%, down 0.3 percentage points quarter-over-quarter and up 0.2 percentage points year-over-year
- 4Q24 consolidated operating income of NT\$21,412 million, down 10.3% quarter-over-quarter and 13.4% year-over-year
- 4Q24 consolidated net income of NT\$23,941 million, down 6.4% quarter-over-quarter and 6.9% year-over-year; EPS of NT\$14.95
- 2024 consolidated revenue of NT\$530,586 million, up 22.4% year-over-year; EPS of NT\$66.92, up 38% year-over-year

Consolidated Revenue

MediaTek Inc. today announced its financial results for the fourth quarter ended December 31, 2024. The fourth-quarter revenue was NT\$138,043 million, up 4.7% quarter-over-quarter and 6.5% year-over-year. The quarter-over-quarter and year-over-year increases were mainly driven by the strong ramp of the flagship SoC Dimensity 9400.

Full year 2024 revenue totaled NT\$530,586 million, up 22.4% from 2023.

Consolidated Gross Profit and Gross Margin

The fourth-quarter gross profit was NT\$67,001 million, up 4.1% quarter-over-quarter and 7.0% year-over-year. Gross margin for the quarter was 48.5%, down 0.3 percentage points quarter-over-quarter and up 0.2 percentage points year-over-year, mainly due to product mix changes.

Full year 2024 gross profit was NT\$263,386 million, up 27.0% year-over-year. Gross margin for 2024 was 49.6%, up 1.8 percentage points year-over-year.

Consolidated Operating Expenses

Operating expenses for the quarter was NT\$45,589 million (33.0% of revenue), compared with NT\$40,483 million (30.7% of revenue) in the previous quarter and NT\$37,881 million (29.2% of revenue) in the year-ago

Note1: Non-TIFRS financial information should be considered in addition to, not as a substitute for, TIFRS financial information. Reconciliations between TIFRS and Non-TIFRS results include share-based compensation, amortization of acquisition related assets, tax effect and other items. Further information is included in supplemental information.

quarter. The quarter-over-quarter and year-over-year increases were mainly due to higher R&D investments in the quarter.

Operating expenses for the quarter included:

- R&D expenses of NT\$36,752 million (26.6% of revenue), increased from NT\$33,261 million in the previous quarter and NT\$30,472 million in the year-ago quarter.
- Selling expenses of NT\$5,642 million (4.1% of revenue), increased from NT\$4,237 million in the previous quarter and NT\$4,659 million in the year-ago quarter.
- Administration expenses of NT\$3,194 million (2.3% of revenue), increased from NT\$2,985 million in the previous quarter and NT\$2,749 million in the year-ago quarter.

Full year 2024 operating expenses was NT\$160,974 million (30.3% of revenue), increased 18.7% year-over-year.

Consolidated Operating Income and Operating Margin

Operating income for the quarter was NT\$21,412 million, down 10.3% quarter-over-quarter and 13.4% year-over-year. Operating margin for the quarter was 15.5%, down from 18.1% in the previous quarter and 19.1% in the year-ago quarter.

Full year 2024 operating income was NT\$102,412 million (operating margin: 19.3%), up 42.6% year-over-year.

Consolidated Non-operating Income (loss) and Income Tax

Non-operating income for the quarter was NT\$4,799 million, or 3.5% of revenue, mainly from interest income and dividend income. Income tax expense for the quarter was NT\$2,270 million.

Full year 2024 non-operating income was NT\$17,107 million, higher than NT\$14,983 million in 2023.

Consolidated Net Income, Net Profit Margin and EPS

Net income for the quarter was NT\$23,941 million, down 6.4% quarter-over-quarter and 6.9% year-over-year. Net profit margin for the quarter was 17.3%, down from 19.4% in the previous quarter and 19.8% in the year-ago quarter. EPS was NT\$14.95, down from NT\$15.94 in the previous quarter and NT\$16.15 in the year-ago quarter. The quarter-over-quarter and year-over-year decreases in net income, net profit margin and EPS were mainly due to higher operating expenses in the quarter.

Full year 2024 net income was NT\$107,141 million, up 38.8% year-over-year. Accumulated EPS was NT\$66.92 for the year, compared with NT\$48.51 in 2023.

Consolidated Cash and Financial Assets-Current

Cash and financial assets-current at the end of the quarter was NT\$219,624 million. This represents 31.5% of the company's total assets. Cash and financial assets-current was NT\$198,020 million and NT\$180,673 million at the end of previous quarter and the year-ago quarter, respectively. Financial assets-current portfolio includes mutual funds, bonds, derivatives and so on.

Consolidated Accounts Receivable

Accounts receivable (net) at the end of the quarter was NT\$43,985 million. The accounts receivable turnover was 30 days based on quarterly average net receivables divided by annualized net revenue. The turnover was lower than 32 days in the previous quarter and 41 days in the year-ago quarter.

Consolidated Inventory

Net inventory at the end of the quarter was NT\$58,414 million. The inventory turnover was 73 days based on quarterly average inventory divided by annualized cost of goods sold. The turnover was lower than 74 days in the previous quarter and higher than 66 days in the year-ago quarter.

Consolidated Cash Flow from Operations

Net cash provided by operating activities during the quarter was NT\$44,685 million, compared with NT\$36,225 million in the previous quarter and NT\$101,536 million in the year-ago quarter.

Earnings Webcast

MediaTek will hold a public webcast today (February 7). Materials for the conference call will be published 30 minutes prior to the call and an audio replay will be available in one hour after the call at the investors section of MediaTek's website.

<https://corp.mediatek.com/investor-relations/financial-information/quarterly-earnings>

Schedule:

Date: Friday, February 7, 2025

Time: 3:00 – 4:00 p.m. (Taiwan Time)

Language: English

Webcast Links:

<https://webpage-ott2b.cdn.hinet.net/webpage/live?contentProvider=mediatek>

Investors who want to raise questions may use the toll number below.

Dial-in Number: +852-21121444 / +886-2-33961191

Password: 3802007#

About MediaTek Inc.

MediaTek Incorporated (TWSE: 2454) is a global fabless semiconductor company that enables nearly 2 billion connected devices a year. We are a market leader in developing innovative systems-on-chip (SoC) for mobile device, home entertainment, connectivity and IoT products. Our dedication to innovation has positioned us as a driving market force in several key technology areas, including highly power-efficient mobile technologies, automotive solutions and a broad range of advanced multimedia products such as smartphones, tablets, digital televisions, 5G, Voice Assistant Devices (VAD) and wearables. MediaTek empowers and inspires people to expand their horizons and achieve their goals through smart technology, more easily and efficiently than ever before. We work with the brands you love to make great technology accessible to everyone, and it drives everything we do. Visit www.mediatek.com for more information.

Taiwan-International Financial Reporting Standards (TIFRS)

MediaTek Inc. Consolidated Income Statement (Unaudited)

(In NT\$ millions, except EPS)	4Q24	3Q24	4Q23	Q-Q	Y-Y
Net Sales	138,043	131,813	129,562	4.7%	6.5%
Operating costs	(71,042)	(67,466)	(66,946)		
Gross profit	67,001	64,348	62,616	4.1%	7.0%
Selling expenses	(5,642)	(4,237)	(4,659)		
Administration expenses	(3,194)	(2,985)	(2,749)		
R&D expenses	(36,752)	(33,261)	(30,472)		
Operating expenses	(45,589)	(40,483)	(37,881)		
Operating income	21,412	23,864	24,736	(10.3%)	(13.4%)
Net non-operating income	4,799	4,577	3,580		
Net income before income tax	26,211	28,441	28,316		
Income tax expense	(2,270)	(2,851)	(2,602)		
Net income	23,941	25,590	25,713	(6.4%)	(6.9%)
Owners of the parent	23,789	25,346	25,663	(6.1%)	(7.3%)
Non-controlling interests	152	243	50		
EPS attributable to the parent(NT\$)	14.95	15.94	16.15		
Average Exchange Rate - USD/NTD	32.34	32.30	31.83		

Note: Sums may not equal totals due to rounding.

MediaTek Inc. Consolidated Income Statement (Percentage of Revenue)

	4Q24	3Q24	4Q23
Gross profit	48.5%	48.8%	48.3%
Selling expenses	(4.1%)	(3.2%)	(3.6%)
Administration expenses	(2.3%)	(2.3%)	(2.1%)
R&D expenses	(26.6%)	(25.2%)	(23.5%)
Operating income	15.5%	18.1%	19.1%
Non-operating income	3.5%	3.5%	2.8%
Income tax expense	(1.6%)	(2.2%)	(2.0%)
Net income	17.3%	19.4%	19.8%

Note: Sums may not equal totals due to rounding.

MediaTek Inc. Consolidated Income Statement (Unaudited)

(In NT\$ millions, except EPS)	2024	2023	Y-Y
Net Sales	530,586	433,446	22.4%
Operating costs	(267,200)	(226,079)	
Gross profit	263,386	207,367	27.0%
Selling expenses	(17,034)	(14,479)	
Administration expenses	(11,947)	(9,703)	
R&D expenses	(131,993)	(111,385)	
Operating expenses	(160,974)	(135,568)	
Operating income	102,412	71,800	42.6%
Net non-operating income	17,107	14,983	
Net income before income tax	119,519	86,782	
Income tax expense	(12,378)	(9,591)	
Net income	107,141	77,191	38.8%
Owners of the parent	106,387	76,979	38.2%
Non-controlling interests	754	212	
EPS attributable to the parent(NT\$)	66.92	48.51	
Average Exchange Rate - USD/NTD	32.11	31.16	

Note: Sums may not equal totals due to rounding.

MediaTek Inc. Consolidated Income Statement (Percentage of Revenue)

	2024	2023
Gross profit	49.6%	47.8%
Selling expenses	(3.2%)	(3.3%)
Administration expenses	(2.3%)	(2.2%)
R&D expenses	(24.9%)	(25.7%)
Operating income	19.3%	16.6%
Non-operating income	3.2%	3.5%
Income tax expense	(2.3%)	(2.2%)
Net income	20.2%	17.8%

Note: Sums may not equal totals due to rounding.

MediaTek Inc. Consolidated Balance Sheet (Unaudited)

(In NT\$ millions)	4Q24	3Q24	4Q23
Cash & financial assets-current	219,624	198,020	180,673
Accounts receivable	43,985	47,219	55,106
Inventories	58,414	55,635	43,220
Other current assets	29,002	26,215	11,889
Funds and investments	169,970	166,784	150,006
Intangible assets	82,257	83,552	81,245
Other non-current assets	94,615	99,104	112,899
Total assets	697,868	676,528	635,038
Short-term loans	940	19,134	2,200
Accounts payable	40,777	35,682	38,779
Other current liabilities	225,186	174,132	191,020
Total non-current liabilities	25,910	24,122	28,834
Total equity	405,055	423,458	374,205

Note: Sums may not equal totals due to rounding.

MediaTek Inc. Consolidated Cash Flow Summary (Unaudited)

(In NT\$ millions)	4Q24	3Q24	4Q23
Net cash provided by (used in) operating activities	44,685	36,225	101,536
Net cash provided by (used in) investing activities	(7,154)	(3,844)	(7,473)
Net cash provided by (used in) financing activities	(18,398)	(38,885)	(24,884)
Effect of changes in exchange rate on cash and cash equivalents	4,733	(3,517)	(7,738)
Net increase (decrease) in cash and cash equivalents	23,866	(10,022)	61,441
Cash and cash equivalents at the end of the period	203,696	179,830	165,396

Note: Sums may not equal totals due to rounding.

【Supplemental Information】

Reconciliations of TIFRS Results to Non-TIFRS Results^{Note2}

(In NT\$ millions)

		4Q24	3Q24	4Q23	Q-Q	Y-Y
TIFRS	Operating income	21,412	23,864	24,736	(10.3%)	(13.4%)
	Operating income margin(%)	15.5%	18.1%	19.1%		
Reconciliations	Share-based compensation	498	300	269		
	Amortization of acquisition related assets	111	112	75		
Non-TIFRS	Operating income	22,021	24,276	25,079	(9.3%)	(12.2%)
	Operating income margin (%)	16.0%	18.4%	19.4%		

TIFRS	Net income	23,941	25,590	25,713	(6.4%)	(6.9%)
	Net income margin(%)	17.3%	19.4%	19.8%		
	Net income- Owners of the parent EPS(NT\$)	23,789	25,346	25,663	(6.1%)	(7.3%)
Reconciliations	Share-based compensation	498	300	269		
	Amortization of acquisition related assets	111	112	75		
	Tax effect	(80)	(56)	(46)		
Non-TIFRS	Net income	24,470	25,946	26,010	(5.7%)	(5.9%)
	Net income margin (%)	17.7%	19.7%	20.1%		
	Net income- Owners of the parent	24,293	25,677	25,954	(5.4%)	(6.4%)
	EPS(NT\$)	15.26	16.15	16.34		

Note1: Sums may not equal totals due to rounding.

Note2: Non-TIFRS financial information should be considered in addition to, not as a substitute for, TIFRS financial information. Reconciliations between TIFRS and Non-TIFRS results include share-based compensation, amortization of acquisition related assets, tax effect and other items. Earnings distribution is made in accordance with financial statements based on TIFRS.

【Supplemental Information】

Reconciliations of TIFRS Results to Non-TIFRS Results^{Note2}

(In NT\$ millions)

		2024	2023	Y-Y
TIFRS	Operating income	102,412	71,800	42.6%
	Operating income margin(%)	19.3%	16.6%	
Reconciliations	Share-based compensation	1,216	1,899	
	Amortization of acquisition related assets	374	438	
Non-TIFRS	Operating income	104,002	74,137	40.3%
	Operating income margin (%)	19.6%	17.1%	

TIFRS	Net income	107,141	77,191	38.8%
	Net income margin(%)	20.2%	17.8%	
	Net income- Owners of the parent	106,387	76,979	38.2%
	EPS(NT\$)	66.92	48.51	
Reconciliations	Share-based compensation	1,216	1,899	
	Amortization of acquisition related assets	374	438	
	Tax effect	(214)	(320)	
Non-TIFRS	Net income	108,517	79,209	37.0%
	Net income margin (%)	20.5%	18.3%	
	Net income- Owners of the parent	107,703	78,929	36.5%
	EPS(NT\$)	67.75	49.74	

Note1: Sums may not equal totals due to rounding.

Note2: Non-TIFRS financial information should be considered in addition to, not as a substitute for, TIFRS financial information. Reconciliations between TIFRS and Non-TIFRS results include share-based compensation, amortization of acquisition related assets, tax effect and other items. Earnings distribution is made in accordance with financial statements based on TIFRS.