MediaTek Inc. Reports Third-Quarter 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

-3Q26 consolidated revenue of NT$168,058 million, up 10.4% quarter-over-quarter and 18.3% year-over-year

-3Q26 consolidated gross margin of 46.3%, up 0.1 percentage points quarter-over-quarter and down 0.2 percentage points year-over-year

-3Q26 consolidated operating income of NT$27,102 million, up 18.5% quarter-over-quarter and 22.2% year-over-year

-3Q26 consolidated net income of NT$28,199 million, up 14.6% quarter-over-quarter and 10.8% year-over-year; EPS of NT$17.50

Consolidated Revenue

MediaTek Inc. today announced financial results of its third quarter ended September 30, 2026. The third-quarter revenue was NT$168,058 million, up 10.4% quarter-over-quarter and 18.3% year-over-year. The quarter-over-quarter and year-over-year increases were mainly driven by the volume production of several new projects in the Smart Edge Platforms as well as higher DRAM content in TV SoC.

Consolidated Gross Profit and Gross Margin

The third-quarter gross profit was NT$77,848 million, up 10.7% quarter-over-quarter and 17.8% year-over-year. Gross margin for the quarter was 46.3%, up 0.1 percentage points quarter-over-quarter and down 0.2 percentage points year-over-year. Gross margin remained stable.

Consolidated Operating Expenses

Operating expenses for the quarter were NT$50,746 million (30.2% of revenue), which increased from NT$47,440 million (31.2% of revenue) in the previous quarter and NT$43,924 million (30.9% of revenue) in the year-ago quarter. The quarter-over-quarter and year-over-year increases were mainly due to continued R&D investments.

Operating expenses for the quarter included:

- R&D expenses of NT$42,237 million (25.1% of revenue), increased from NT$39,361 million in the previous quarter and NT$36,353 million in the year-ago quarter.

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.

- Selling expenses of NT$4,874 million (2.9% of revenue), increased from NT$4,685 million in the previous quarter and decreased NT$4,984 million in the year-ago quarter.
- Administration expenses of NT$3,635 million (2.2% of revenue), increased from NT$3,395 million in the previous quarter and NT$2,588 million in the year-ago quarter.

Consolidated Operating Income and Operating Margin

Operating income for the quarter was NT$27,102 million, up 18.5% sequentially and 22.2% year-over-year. Operating margin for the quarter was 16.1%, up from 15.0% in the previous quarter and 15.6% in the year-ago quarter.

Consolidated Non-operating Income (loss) and Income Tax

Non-operating income for the quarter was NT$6,471 million, or 3.9% of revenue, mainly from interest income and dividend income. Income tax expense for the quarter was NT$5,374 million.

Consolidated Net Income, Net Profit Margin and EPS

Net income for the quarter was NT$28,199 million, up 14.6% sequentially and 10.8% year-over-year. Net profit margin for the quarter was 16.8%, up from 16.2% in the previous quarter and down from 17.9% in the year-ago quarter. EPS was NT$17.50, up from NT$15.28 in the previous quarter and NT$15.84 in the year-ago quarter. The quarter-over-quarter increases in net income, net profit margin and EPS were mainly due to higher revenue in the quarter. The year-over-year increases in net income and EPS were mainly due to higher revenue in the quarter.

Consolidated Cash and Financial Assets-Current

Cash and financial assets-current at the end of the quarter was NT$278,320 million. This represents 28.8% of the company's total assets. Cash and financial assets-current was NT$198,403 million and NT$210,604 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$80,296 million. The accounts receivable turnover was 43 days based on quarterly average net receivables divided by annualized net revenue. The turnover was lower than 47 days in the previous quarter and 44 days the year-ago quarter.

Consolidated Inventory

Net inventory at the end of the quarter was NT$153,531 million. The inventory turnover was 127 days based on quarterly average inventory divided by annualized cost of goods sold. The turnover was higher than 102 days in the previous quarter and 68 days in the year-ago quarter.

Consolidated Cash Flow from Operations

Net cash used in operating activities during the quarter was NT$4,256 million, compared with net cash provided by operating activities of NT$24,251 million in the previous quarter and net cash provided by operating activities of NT$39,181 million in the year-ago quarter.

Earnings Webcast

MediaTek will hold a public webcast today (October 30). 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://www.mediatek.com/investor-relations/financial-information#quarterly-earnings-release

Schedule:
Date: Friday, October 30, 2026
Time: 3:00 – 4:00 p.m. (Taiwan Time)
Language: English

Webcast Links:
https://ottlive-ott2b2.cdn.hinet.net/mediatek/index.html

Investors who want to raise questions may use the toll number below.
Dial-in Number**:** +852-21121444 / +886-2-33961191
Password**:** 1263030#

About MediaTek Inc.

MediaTek (TWSE: 2454) is a global leader in fabless semiconductor design, providing solutions from the edge to the cloud. Powering over 2 billion connected devices every year, MediaTek's leading-edge technology keeps the world connected and enhances everyday life. At the forefront of innovation, MediaTek drives advancements in transformative technologies such as AI, 5G/6G, and Wi-Fi 7/Wi-Fi 8. Our high-performance, power-efficient products form the foundation for a smarter, more connected world, enabling devices from smartphones, smart homes and AI PCs to high-performance computing, automotive, and AI data centers. As a trusted partner to the world's leading brands, MediaTek leads the industry in creating solutions that meet the evolving needs of the global community, ensuring access to world-class technology for everyone. Our commitment to accelerating AI underscores our dedication to enriching the future of humanity. Visit http://www.mediatek.com for more information.

Taiwan-International Financial Reporting Standards (TIFRS)

MediaTek Inc.
Consolidated Income Statement (Unaudited)

(In NT$ millions, except EPS)	3Q26	2Q26	3Q25	Q-Q	Y-Y
Net Sales	168,058	152,183	142,097	10.4%	18.3%
Operating costs	(90,209)	(81,875)	(75,985)		
Gross profit	77,848	70,308	66,112	10.7%	17.8%
Selling expenses	(4,874)	(4,685)	(4,984)		
Administration expenses	(3,635)	(3,395)	(2,588)		
R&D expenses	(42,237)	(39,361)	(36,353)		
Operating expenses	(50,746)	(47,440)	(43,924)		
Operating income	27,102	22,868	22,188	18.5%	22.2%
Net non-operating income	6,471	5,094	7,772		
Net income before income tax	33,573	27,962	29,960		
Income tax expense	(5,374)	(3,357)	(4,509)		
Net income	28,199	24,605	25,451	14.6%	10.8%
Owners of the parent	27,882	24,335	25,221	14.6%	10.6%
Non-controlling interests	316	270	230		
EPS attributable to the parent(NT$)	**17.50**	**15.28**	**15.84**		
Average Exchange Rate - USD/NTD	31.99	31.60	29.95		

Note: Sums may not equal totals due to rounding.

MediaTek Inc.
Consolidated Income Statement (Percentage of Revenue)

	3Q26	2Q26	3Q25
Gross profit	**46.3%**	**46.2%**	**46.5%**
Selling expenses	(2.9%)	(3.1%)	(3.5%)
Administration expenses	(2.2%)	(2.2%)	(1.8%)
R&D expenses	(25.1%)	(25.9%)	(25.6%)
Operating income	**16.1%**	**15.0%**	**15.6%**
Non-operating income	3.9%	3.3%	5.5%
Income tax expense	(3.2%)	(2.2%)	(3.2%)
Net income	**16.8%**	**16.2%**	**17.9%**

Note: Sums may not equal totals due to rounding.

MediaTek Inc.
Consolidated Balance Sheet (Unaudited)

(In NT$ millions)	3Q26	2Q26	3Q25
Cash & financial assets-current	278,320	198,403	210,604
Accounts receivable	80,296	76,981	67,168
Inventories	153,531	98,421	56,964
Other current assets	34,595	23,200	24,215
Funds and investments	182,116	181,064	157,900
Intangible assets	101,793	97,509	80,240
Other non-current assets	135,855	111,869	90,762
Total assets	966,505	787,448	687,852
Short-term loans	41,950	17,100	15,423
Accounts payable	79,530	51,328	37,855
Other current liabilities	219,735	251,891	178,226
Total non-current liabilities	151,078	34,488	27,803
Total equity	474,212	432,642	428,544

Note: Sums may not equal totals due to rounding.

MediaTek Inc.
Consolidated Cash Flow Summary (Unaudited)

(In NT$ millions)	3Q26	2Q26	3Q25
Net cash provided by (used in) operating activities	(4,256)	24,251	39,181
Net cash provided by (used in) investing activities	(23,417)	(19,590)	(3,370)
Net cash provided by (used in) financing activities	107,703	(12)	(31,020)
Effect of changes in exchange rate on cash and cash equivalents	27	(162)	7,631
Net increase (decrease) in cash and cash equivalents	80,057	4,486	12,421
Cash and cash equivalents at the end of the period	269,058	189,001	197,770

Note: Sums may not equal totals due to rounding.

【Supplemental Information】
Reconciliations of TIFRS Results to Non-TIFRS Results[Note2]

(In NT$ millions)		3Q26	2Q26	3Q25	Q-Q	Y-Y
TIFRS	Operating income	27,102	22,868	22,188	18.5%	22.2%
	Operating income margin(%)	16.1%	15.0%	15.6%		
Reconciliations	Share-based compensation	783	781	561		
	Amortization of acquisition related assets	38	38	95		
Non-TIFRS	**Operating income**	**27,923**	**23,687**	**22,843**	17.9%	22.2%
	Operating income margin (%)	**16.6%**	**15.6%**	**16.1%**		

TIFRS	Net income	28,199	24,605	25,451	14.6%	10.8%
	Net income margin(%)	16.8%	16.2%	17.9%		
	Net income- Owners of the parent	27,882	24,335	25,221	14.6%	10.6%
	EPS(NT$)	17.50	15.28	15.84		
Reconciliations	Share-based compensation	783	781	561		
	Amortization of acquisition related assets	38	38	95		
	Tax effect	(125)	(119)	(98)		
Non-TIFRS	**Net income**	**28,895**	**25,305**	**26,007**	14.2%	11.1%
	Net income margin (%)	**17.2%**	**16.6%**	**18.3%**		
	Net income- Owners of the parent	**28,563**	**25,020**	**25,762**	14.2%	10.9%
	EPS(NT$)	**17.92**	**15.71**	**16.18**		

Note1: Sums may not equal totals due to rounding.

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