



HTC REPORTS FOURTH QUARTER AND ANNUAL 2023 RESULTS

Taipei, Taiwan – March 5, 2024 – HTC Corporation (TWSE: 2498), a global leader in immersive and connected technologies, today announced consolidated results for fiscal 2023 fourth quarter and for the year.

4Q23 Financial Highlights :

- Quarterly revenue of NT\$1.20 billion with a gross margin of 41.5%, up from 41.4% last quarter.
- Quarterly operating loss of NT\$1.09 billion with an operating margin of -90.9%.
- Quarterly net loss attributable to owners of the parent was NT\$0.90 billion, or an EPS of -NT\$1.08.

FY2023 Financial Highlights :

- FY2023 revenue of NT\$4.42 billion with a gross margin of 41.3%, up from 39.2% FY2022.
- FY2023 operating loss of NT\$4.30 billion with an operating margin of -97.2%.
- FY2023 net loss attributable to owners of the parent was NT\$3.40 billion, or an EPS of -NT\$4.09.

4Q23 Business Update :

- HTC, in partnership with XRHealth and Nord-Space ApS, has sent VIVE Focus 3 for mental health usage to the International Space Station (ISS). HTC VIVE tailored SimulatorVR mode for microgravity conditions and successfully solved the challenges of using VR devices in space, providing support for astronauts and alleviate the stress they experience during critical space missions.
- HTC VIVE launched its new accessory VIVE Ultimate Tracker designed for standalone XR devices. The self-tracking tracker delivers full-body precision that allows users to easily bring their physical movements into virtual and mixed reality in a vivid way without the need for external tracking solutions like base stations. It will also support OpenXR and SteamVR based PC VR devices in the near future.
- HTC held its first global VIVE & VIVERSE Developers Meetup Event in Taipei, and brought a series of new XR and Metacity business applications, VIVERSE and VIVE SDK innovations including Polygon Streaming, VIVERSE for Business, and a variety of VIVE SDKs, demonstrating HTC's determination to expand its comprehensive VIVE & VIVERSE ecosystem.
- VIVERSE partnered with the Kaohsiung City Government to make a joint announcement on VIVERSE City Life, integrating virtual technology with Kaohsiung's rich local culture. The Megacity will feature virtual pavilions and events such as art exhibitions, entertainment performances, concerts, live broadcasts of sporting events, online shopping, etc., showing Taiwan's rich achievement in developing diverse metaverse applications. HTC and the Ministry of Education also launched the Education Metaverse Project, holding the first cross-school inclusive demonstration teaching in the metaverse in Taiwan. In the VIVERSE Education Class, students and teachers from Tongxiao and Jiaopu Elementary Schools in Miaoli County can embark on an immersive co-learning experience, achieving interdisciplinary immersive learning.
- VIVERSE and Warner Music Taiwan have partnered to bring the music world of NANA JUMP MV to life in VIVERSE through immersive 3D interactive space technology. The collaboration leveraged VIVE Mars



CamTrack virtual production solution to tailor a 3D music interactive scene for NANA JUMP IP Project, the renditions of classic Chinese movie soundtracks. This will offer a low-entry threshold for content creators such as VTubers a platform to operation and creation mode that fully unleash their creativity.

- VIVE Arts unfolded a new chapter of *Le Bal de Paris* at the National Taiwan Science Education Center. The Taipei production features many highlights including a new version of the Mandarin dialogue recorded by Lun-Mei Gwei and Chen Bolin. Their voices lead the audience to embark on an extraordinary journey beyond reality. In addition, VIVE Arts announced its partnership with Musee D'Orsay to present a VR immersive experience *La Palette de Van Gogh*. The use of the immersive technology allows visitors to have a uniquely interactive and sensory experience of Van Gogh's works and delve into his world.
- VIVE ORIGINALS' BEATDAY launched Taiwan's first immersive interactive photobook, inviting Mizuki Lin to be the protagonist. Through VR and 3D volumetric capture photography technology, it creates a work that transcends the freedom of viewing traditional photobooks. For virtual concert, BEATDAY brought together renowned Taiwanese rappers Aquaman, Suhf, and Green Father BJ, to hold *Taiwan Roar-Beefman* concert, creating an unprecedented virtual and real experience for fans.
- DeepQ cooperated with Changhua Christian Hospital and launched the updated version of healthcare service AI chatbot Dr. Lan LineBot3.0 to provide a more timely and accurate public health education QA function. This is the first AI+ healthcare chatbot across 10 hospitals in Taiwan. The chatbot adopts advanced AI generative natural language processing technology and provide the public with 24/7 health education response, AI department diagnosis, and pre-visit question notes through LINE.
- With its innovation and commitment to sustainability, HTC received the National Sustainability Development Award (NSDA) in the Enterprise category as well as the prestigious Platinum Grade at the Taiwan Corporate Sustainability Awards (TCSA) and the ESG Report Award hosted by SGS Taiwan. HTC will continue to uphold its commitment and strive to balance innovation with a focus on sustainable practices, setting an example for responsible growth within the tech industry.

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Quarterly Results Information

HTC investor information may be accessed at:

<https://investors.htc.com/en/>

About HTC

HTC Corporation is a global technology innovator delivering award-winning products and industry firsts since 1997. The company creates inspiring products and experiences through a strong line of mobile solutions, connected devices, and VIVE virtual reality (VR) hardware and ecosystem. HTC offers a diverse portfolio of mobile and VR hardware, software, and content that transforms the way consumers and businesses see and interact with the world and beyond. HTC is listed on the Taiwan Stock Exchange (TWSE: 2498). For more information, please visit www.htc.com.



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