

Parade Technologies, Ltd. and Subsidiaries.

The reader is advised that these consolidated financial statements have been prepared originally in NT\$ and conformed with the adoption of IFRSs. In the event of any differences between NT\$ and US\$ version, the NT\$ version shall prevail.

UNAUDITED CONSOLIDATED INCOME STATEMENTS	USD in Thousands				NTD in Thousands			
	Sequential Quarter		Three Months ended		Sequential Quarter		Three Months ended	
	Mar 31, 2022	Dec 31, 2021	Mar 31, 2022	Mar 31, 2021	Mar 31, 2022	Dec 31, 2021	Mar 31, 2022	Mar 31, 2021
Revenue	210,723	194,255	210,723	153,107	5,898,143	5,406,120	5,898,143	4,343,653
Cost of goods sold	109,948	100,279	109,948	84,111	3,077,451	2,790,774	3,077,451	2,386,235
Gross profit	100,775	93,976	100,775	68,996	2,820,692	2,615,346	2,820,692	1,957,418
Research & development expenses	21,226	20,420	21,226	17,503	594,124	568,288	594,124	496,562
Sales & marketing expenses	8,214	8,005	8,214	6,894	229,911	222,773	229,911	195,583
General & administrative expenses	6,449	6,429	6,449	4,986	180,508	178,932	180,508	141,463
Total operating expenses	35,889	34,854	35,889	29,383	1,004,543	969,993	1,004,543	833,608
Operating income	64,886	59,122	64,886	39,613	1,816,149	1,645,353	1,816,149	1,123,810
Non-operating income and (expenses)	(30)	(170)	(30)	(419)	(825)	(4,721)	(825)	(11,888)
Income before income taxes	64,856	58,952	64,856	39,194	1,815,324	1,640,632	1,815,324	1,111,922
Income tax expense	5,669	6,352	5,669	2,759	158,689	176,784	158,689	78,263
Net income	59,187	52,600	59,187	36,435	1,656,635	1,463,848	1,656,635	1,033,659
EPS - Basic (In Dollar)	\$0.75	\$0.66	\$0.75	\$0.46	\$20.91	\$18.42	\$20.91	\$13.13
Shares used in computing EPS-Basic (In thousands)	79,212	79,491	79,212	78,701	79,212	79,491	79,212	78,701
EPS - Diluted (In Dollar)	\$0.73	\$0.65	\$0.73	\$0.45	\$20.55	\$18.08	\$20.55	\$12.82
Shares used in computing EPS-Diluted (In thousands)	80,602	80,973	80,602	80,621	80,602	80,973	80,602	80,621

UNAUDITED CONSOLIDATED BALANCE SHEETS As of March 31, 2022 and 2021	USD in Thousands		NTD in Thousands	
	Mar 31, 2022	Mar 31, 2021	Mar 31, 2022	Mar 31, 2021
	Current assets			
Cash & cash equivalents	340,632	284,717	9,752,306	8,125,824
Accounts receivable, net	56,022	57,088	1,603,903	1,629,283
Inventories, net	93,867	60,143	2,687,412	1,716,478
Other current assets	16,992	12,495	486,468	356,629
Total current assets	507,513	414,443	14,530,089	11,828,214
Non-current assets				
Property, plant and equipment, net	17,800	16,025	509,608	457,361
Right-of-use assets	8,138	9,903	232,999	282,617
Intangible assets	108,218	112,509	3,098,289	3,210,995
Deferred income tax assets	9,653	7,563	276,374	215,861
Other non-current assets	76,667	10,187	2,194,962	290,741
Total non-current assets	220,476	156,187	6,312,232	4,457,575
Total Assets	727,989	570,630	20,842,321	16,285,789
Current Liabilities				
Accounts payable	43,215	34,686	1,237,258	989,944
Other payables	40,844	29,265	1,169,376	835,217
Current income tax liabilities	24,445	16,292	699,860	464,968
Lease liabilities - current	3,487	3,406	99,818	97,203
Other current liabilities	10,716	4,150	306,815	118,469
Total current liabilities	122,707	87,799	3,513,127	2,505,801
Non-current Liabilities				
Lease liabilities - non-current	4,652	6,497	133,181	185,414
Total non-current liabilities	4,652	6,497	133,181	185,414
Equity				
Ordinary shares	26,742	26,615	811,956	808,125
Capital reserves	146,220	138,106	4,387,899	4,165,865
Retained earnings	492,747	359,620	14,627,390	10,924,793
Other equity	(20,527)	(31,999)	(1,393,138)	(1,854,620)
Treasury shares	(44,552)	(16,008)	(1,238,094)	(449,589)
Total equity	600,630	476,334	17,196,013	13,594,574
Total liabilities and equity	727,989	570,630	20,842,321	16,285,789

UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS For three months ended March 31, 2022 and 2021	USD in Thousands		NTD in Thousands	
	Mar 31, 2022	Mar 31, 2021	Mar 31, 2022	Mar 31, 2021
	Cash flows from operating activities			
Income before income tax for the period	64,856	39,194	1,815,324	1,111,922
Depreciation and amortization (including the right-of-use assets)	5,356	4,737	149,898	134,398
Loss on disposal of equipment	1	61	33	1,736
Share-based compensation cost	3,118	3,678	93,079	110,654
Interest income	(25)	(35)	(692)	(999)
Income and expenses having no effect on cash flows	8,450	8,441	242,318	245,789
Accounts receivable	(5,639)	(1,655)	(161,444)	(47,232)
Inventories	(18,088)	(3,436)	(517,868)	(98,063)
Other current assets	(4,598)	704	(131,635)	20,081
Net changes in assets relating to operating activities	(28,325)	(4,387)	(810,947)	(125,214)
Accounts payable	2,369	(8,884)	67,838	(253,552)
Other payables	(8,695)	(4,879)	(248,956)	(139,261)
Other current liabilities	673	(1,473)	19,264	(42,028)
Net changes in liabilities relating to operating activities	(5,653)	(15,236)	(161,854)	(434,841)
Cash provided by operations	39,328	28,012	1,084,841	797,656
Interest received	25	35	692	999
Income taxes paid	(333)	(1,578)	(9,311)	(44,756)
Net cash provided by operating activities	39,020	26,469	1,076,222	753,899
Cash flows from investing activities				
Acquisition of equipment	(1,840)	(4,544)	(51,490)	(128,909)
Acquisition of intangible assets	(7)	(35)	(194)	(989)
Decrease in refundable deposits	24	125	693	3,562
Increase in other prepayments	(2,238)	(302)	(62,653)	(8,557)
Net cash used in investing activities	(4,061)	(4,756)	(113,644)	(134,893)
Cash flows from financing activities				
Proceeds from exercise of employee stock options	2,372	131	66,397	3,724
Repayment of the principal portion of lease liabilities	(791)	(776)	(22,149)	(22,004)
Purchase of treasury shares	-	(10,038)	-	(281,882)
Treasury shares reissued to employees	11,789	-	327,175	-
Distribution of cash dividends	(40,752)	(24,455)	(1,147,980)	(733,641)
Cash dividend regain from canceled share-based compensation	16	7	479	199
Net cash used in financing activities	(27,366)	(35,131)	(776,078)	(1,033,604)
Effect of exchange rate changes	606	(1,011)	364,063	20,743
Net increase (decrease) in cash and cash equivalents	8,199	(14,429)	550,563	(393,855)
Cash and cash equivalents at beginning of period	332,433	299,146	9,201,743	8,519,679
Cash and cash equivalents at end of period	340,632	284,717	9,752,306	8,125,824