

## Parade Technologies, Ltd. and Subsidiaries.

The reader is advised that these consolidated financial statements have been prepared originally in NTS and conformed with the first-time adoption of IFRSs. In the event of any differences between NTS and USS version, the NTS version shall prevail.

### UNAUDITED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	USD in Thousands				NTD in Thousands			
	Sequential Quarter		Three Months ended		Sequential Quarter		Three Months ended	
	March 31, 2013	Dec 31, 2012	March 31, 2013	March 31, 2012	March 31, 2013	Dec 31, 2012	March 31, 2013	March 31, 2012
Revenue	20,937	31,703	20,937	35,560	617,224	924,150	617,224	1,056,154
Cost of goods sold	11,197	15,982	11,197	17,043	330,087	465,877	330,087	506,188
Gross profit	9,740	15,721	9,740	18,517	287,137	458,273	287,137	549,966
Research & development expenses	4,922	4,701	4,922	4,399	145,092	137,028	145,092	130,659
Sales & marketing expenses	1,646	1,842	1,646	1,770	48,529	53,704	48,529	52,579
General & administrative expenses	1,162	1,326	1,162	1,409	34,248	38,647	34,248	41,841
Total operating expenses	7,730	7,869	7,730	7,578	227,869	229,379	227,869	225,079
Operating income	2,010	7,852	2,010	10,939	59,268	228,894	59,268	324,887
Non-operating income and expenses	(22)	226	(22)	(12)	(667)	6,597	(667)	(353)
Income before income taxes	1,988	8,078	1,988	10,927	58,601	235,491	58,601	324,532
Income tax expense	320	489	320	1,979	9,440	14,259	9,440	58,773
<b>Net income</b>	<b>1,668</b>	<b>7,589</b>	<b>1,668</b>	<b>8,948</b>	<b>49,161</b>	<b>221,232</b>	<b>49,161</b>	<b>265,757</b>
EPS - Basic (In Dollar)	\$0.03	\$0.15	\$0.03	\$0.17	\$0.95	\$4.28	\$0.95	\$5.19
Shares used in computing EPS-Basic (In thousands)	51,763	51,671	51,763	51,165	51,763	51,671	51,763	51,165
EPS - Diluted (In Dollar)	\$0.03	\$0.14	\$0.03	\$0.17	\$0.91	\$4.09	\$0.91	\$4.93
Shares used in computing EPS-Diluted (In thousands)	54,181	54,128	54,181	53,929	54,181	54,128	54,181	53,929

### UNAUDITED CONSOLIDATED BALANCE SHEETS As of March 31, 2013 and 2012

	USD in Thousands		NTD in Thousands	
	March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012
	<b>Current assets</b>			
Cash & cash equivalents	109,933	67,152	3,279,311	1,981,658
Available-for-sale financial assets - current	1,072	1,064	31,967	31,402
Accounts receivable, net	13,866	24,330	413,633	717,975
Inventories, net	4,611	9,573	137,549	282,499
Other current assets	2,379	2,386	70,965	70,409
Total current assets	131,861	104,505	3,933,425	3,083,943
<b>Non-current assets</b>				
Property, plant and equipment, net	2,972	2,060	88,649	60,801
Intangible assets	190	62	5,680	1,836
Deferred income tax assets	8	102	251	2,990
Other non-current assets	613	585	18,270	17,258
Total non-current assets	3,783	2,809	112,850	82,885
<b>Total Assets</b>	<b>135,644</b>	<b>107,314</b>	<b>4,046,275</b>	<b>3,166,828</b>
<b>Current Liabilities</b>				
Accounts payable	6,020	13,711	179,582	404,611
Other payables	8,071	5,711	240,745	168,528
Current tax liabilities	4,835	3,782	144,230	111,594
Other current liabilities	1,773	935	52,881	27,581
Total current liabilities	20,699	24,139	617,438	712,314
Equity				
Ordinary shares	17,006	16,685	521,975	512,121
Capital reserves	43,129	40,852	1,290,410	1,223,547
Retained earnings	55,716	25,622	1,647,327	758,158
Treasury shares	39	16	(2,717)	(39,312)
Total equity	(945)	0	(28,158)	-
<b>Total liability and equity</b>	<b>114,945</b>	<b>83,175</b>	<b>3,428,837</b>	<b>2,454,514</b>
	<b>135,644</b>	<b>107,314</b>	<b>4,046,275</b>	<b>3,166,828</b>

### UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS For three months ended March 31, 2013 and 2012

	USD in Thousands		NTD in Thousands	
	March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012
	<b>Cash flows from operating activities</b>			
Consolidated profit before income tax	1,988	10,927	58,601	324,532
Depreciation and amortization	293	211	8,628	6,284
Compensation cost - Stock Options	494	127	14,561	3,763
Interest income	(13)	(17)	(377)	(502)
Total income and expenses having no effect on cash flows	774	521	22,812	9,545
Accounts receivable	9,822	(3,692)	292,995	(108,961)
Inventories	2,158	(3,524)	64,377	(103,985)
Other current assets	(172)	(1,614)	(5,147)	(47,634)
Total net changes in assets relating to operating activities	11,808	(8,830)	352,225	(260,580)
Accounts payable	(1,024)	1,405	(30,539)	41,470
Other payables	(425)	1,087	(12,677)	32,076
Other current liabilities	(134)	84	(3,983)	2,489
Total net changes in liabilities relating to operating activities	(1,583)	2,576	(47,199)	76,035
Cash generated from operations	12,987	4,994	386,439	149,532
Interest received	11	15	321	447
Income taxes paid	(155)	(1,045)	(4,636)	(30,831)
<b>Net cash provided by operating activities</b>	<b>12,843</b>	<b>3,964</b>	<b>382,124</b>	<b>119,148</b>
<b>Cash flows from investing activities</b>				
Acquisition of property, plant, equipment and computer software	(403)	(153)	(11,873)	(4,835)
Increase in refundable deposits	(11)	(424)	(341)	(12,529)
<b>Net cash (used in) investing activities</b>	<b>(414)</b>	<b>(577)</b>	<b>(12,214)</b>	<b>(17,364)</b>
<b>Cash flows from financing activities</b>				
Proceeds from exercise of employee stock options	423	22	12,473	652
Purchase of treasury shares	(945)	-	(28,158)	-
<b>Net cash (used in) provided by financing activities</b>	<b>(522)</b>	<b>22</b>	<b>(15,685)</b>	<b>652</b>
Effect of exchange rate changes on cash and cash equivalents	16	29	78,874	(50,031)
Increase in cash and cash equivalents	11,923	3,438	433,099	52,405
Cash and cash equivalents at beginning of period	98,010	63,714	2,846,212	1,929,253
Cash and cash equivalents at end of period	<b>109,933</b>	<b>67,152</b>	<b>3,279,311</b>	<b>1,981,658</b>