

## 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 STATEMENTS OF COMPREHENSIVE INCOME

	USD in Thousands				NTD in Thousands			
	Sequential Quarter		Three Months ended		Sequential Quarter		Three Months ended	
	March 31, 2015	Dec 31, 2014	March 31, 2015	March 31, 2014	March 31, 2015	Dec 31, 2014	March 31, 2015	March 31, 2014
Revenue	48,155	55,034	48,155	44,531	1,517,857	1,697,242	1,517,857	1,347,943
Cost of goods sold	28,734	32,743	28,734	26,057	905,703	1,009,777	905,703	788,732
Gross profit	19,421	22,291	19,421	18,474	612,154	687,465	612,154	559,211
Research & development expenses	6,127	6,393	6,127	5,477	193,125	197,163	193,125	165,793
Sales & marketing expenses	2,329	2,884	2,329	2,034	73,420	88,923	73,420	61,589
General & administrative expenses	1,933	1,960	1,933	1,550	60,930	60,451	60,930	46,908
Total operating expenses	10,389	11,237	10,389	9,061	327,475	346,537	327,475	274,290
Operating income	9,032	11,054	9,032	9,413	284,679	340,928	284,679	284,921
Non-operating income and expenses	28	146	28	40	889	4,510	889	1,209
Income before income taxes	9,060	11,200	9,060	9,453	285,568	345,438	285,568	286,130
Income tax expense	962	1,194	962	943	30,314	36,833	30,314	28,540
<b>Net income</b>	<b>8,098</b>	<b>10,006</b>	<b>8,098</b>	<b>8,510</b>	<b>255,254</b>	<b>308,605</b>	<b>255,254</b>	<b>257,590</b>
EPS - Basic (In Dollar)	\$0.11	\$0.13	\$0.11	\$0.11	\$3.42	\$4.12	\$3.42	\$3.47
Shares used in computing EPS-Basic (In thousands)	74,707	74,976	74,707	74,177	74,707	74,976	74,707	74,177
EPS - Diluted (In Dollar)	\$0.11	\$0.13	\$0.11	\$0.11	\$3.36	\$4.04	\$3.36	\$3.41
Shares used in computing EPS-Diluted (In thousands)	76,058	76,299	76,058	75,455	76,058	76,299	76,058	75,455

### UNAUDITED CONSOLIDATED BALANCE SHEETS

As of March 31, 2015 and 2014

	USD in Thousands		NTD in Thousands	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
	<b>Current assets</b>			
Cash & cash equivalents	155,935	125,442	4,880,758	3,822,208
Available-for-sale financial assets - current	1,086	1,079	33,985	32,884
Accounts receivable, net	33,328	30,287	1,043,155	922,834
Inventories, net	15,856	15,117	496,308	460,625
Other current assets	8,597	3,226	269,081	98,289
Total current assets	214,802	175,151	6,723,287	5,336,840
<b>Non-current assets</b>				
Property, plant and equipment, net	4,657	2,905	145,780	88,517
Intangible assets	183	244	5,735	7,438
Deferred income tax assets	141	111	4,407	3,395
Other non-current assets	1,351	1,913	42,301	58,292
Total non-current assets	6,332	5,173	198,223	157,642
<b>Total Assets</b>	<b>221,134</b>	<b>180,324</b>	<b>6,921,510</b>	<b>5,494,482</b>
<b>Current Liabilities</b>				
Accounts payable	19,926	21,617	623,697	658,658
Other payables	9,384	7,150	293,729	217,869
Current tax liabilities	9,899	6,638	309,839	202,261
Other current liabilities	4,126	3,308	129,126	100,791
Total current liabilities	43,335	38,713	1,356,391	1,179,579
<b>Equity</b>				
Ordinary shares	24,891	24,647	755,192	747,797
Capital reserves	55,538	48,505	1,663,421	1,451,020
Retained earnings	104,983	72,067	3,153,181	2,140,339
Other equity	(5,152)	(2,235)	70,822	17,667
Treasury shares	(2,461)	(1,373)	(77,497)	(41,920)
Total equity	177,799	141,611	5,565,119	4,314,903
<b>Total liabilities and equity</b>	<b>221,134</b>	<b>180,324</b>	<b>6,921,510</b>	<b>5,494,482</b>

### UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS

For three months ended March 31, 2015 and 2014

	USD in Thousands		NTD in Thousands	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
	<b>Cash flows from operating activities</b>			
Income before income tax for the period	9,060	9,453	285,568	286,130
Depreciation and amortization	417	348	13,135	10,544
Loss on disposal of equipment	45	-	1,410	-
Share-based compensation cost	771	506	24,309	15,329
Interest income	(15)	(6)	(464)	(199)
Income and expenses having no effect on cash flows	1,218	848	38,390	25,674
Accounts receivable	947	4,038	29,656	123,056
Inventories	(2,214)	(7,428)	(69,290)	(226,334)
Other current assets	(2,600)	(725)	(81,404)	(22,086)
Other non-current assets	146	146	4,561	4,440
Net changes in assets relating to operating activities	(3,721)	(3,969)	(116,477)	(120,924)
Accounts payable	9,133	5,306	285,851	161,671
Other payables	(1,745)	(1,370)	(54,604)	(41,760)
Other current liabilities	386	932	12,071	28,407
Net changes in liabilities relating to operating activities	7,774	4,868	243,318	148,318
Cash provided by operations	14,331	11,200	450,799	339,198
Interest received	13	5	406	159
Income taxes paid	(147)	(255)	(4,649)	(7,728)
<b>Net cash provided by operating activities</b>	<b>14,197</b>	<b>10,950</b>	<b>446,556</b>	<b>331,629</b>
<b>Cash flows from investing activities</b>				
Acquisition of equipment and computer software	(1,232)	(189)	(38,830)	(5,714)
Increase in refundable deposits	5	(0)	163	(4)
<b>Net cash used in investing activities</b>	<b>(1,227)</b>	<b>(189)</b>	<b>(38,667)</b>	<b>(5,718)</b>
<b>Cash flows from financing activities</b>				
Proceeds from exercise of employee stock options	66	60	2,078	1,811
Purchase of treasury shares	(2,461)	(1,373)	(77,497)	(41,920)
<b>Net cash used in financing activities</b>	<b>(2,395)</b>	<b>(1,313)</b>	<b>(75,419)</b>	<b>(40,109)</b>
Effect of exchange rate changes on cash and cash equivalents	7	(43)	(52,146)	77,325
Increase in cash and cash equivalents	10,582	9,405	280,324	363,127
Cash and cash equivalents at beginning of period	145,353	116,038	4,600,434	3,459,081
Cash and cash equivalents at end of period	<b>155,935</b>	<b>125,442</b>	<b>4,880,758</b>	<b>3,822,208</b>