

## Parade Technologies, Ltd. and Subsidiaries.

The reader is advised that these consolidated financial statements have been prepared originally in NTS and conformed with the 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		Nine Months ended		Sequential Quarter		Three Months ended		Nine Months ended	
	Sept 30, 2015	June 30, 2015	Sept 30, 2015	Sept 30, 2014	Sept 30, 2015	Sept 30, 2014	Sept 30, 2015	June 30, 2015	Sept 30, 2015	Sept 30, 2014	Sept 30, 2015	Sept 30, 2014
Revenue	60,818	49,304	60,818	58,979	158,277	150,358	1,944,347	1,520,525	1,944,347	1,769,977	4,982,729	4,528,049
Cost of goods sold	36,489	28,961	36,489	34,397	94,184	87,873	1,166,545	893,165	1,166,545	1,032,266	2,965,413	2,646,317
Gross profit	24,329	20,343	24,329	24,582	64,093	62,485	777,802	627,360	777,802	737,711	2,017,316	1,881,732
Research & development expenses	9,229	6,293	9,229	6,414	21,649	17,768	295,055	194,072	295,055	192,481	682,252	535,168
Sales & marketing expenses	3,671	2,479	3,671	2,742	8,479	6,973	117,362	76,454	117,362	82,304	267,236	209,993
General & administrative expenses	2,115	1,969	2,115	1,906	6,017	5,161	67,624	60,714	67,624	57,212	189,268	155,449
Total operating expenses	15,015	10,741	15,015	11,062	36,145	29,902	480,041	331,240	480,041	331,997	1,138,756	900,610
Operating income	9,314	9,602	9,314	13,520	27,948	32,583	297,761	296,120	297,761	405,714	878,560	981,122
Non-operating income and expenses	726	90	726	748	844	824	23,201	2,780	23,201	22,425	26,870	24,738
Income before income taxes	10,040	9,692	10,040	14,268	28,792	33,407	320,962	298,900	320,962	428,139	905,430	1,005,860
Income tax expense	1	915	1	1,546	1,878	2,947	27	28,209	27	46,378	58,550	88,722
<b>Net income</b>	<b>10,039</b>	<b>8,777</b>	<b>10,039</b>	<b>12,722</b>	<b>26,914</b>	<b>30,460</b>	<b>320,935</b>	<b>270,691</b>	<b>320,935</b>	<b>381,761</b>	<b>846,880</b>	<b>917,138</b>
EPS - Basic (In Dollar)	\$0.13	\$0.12	\$0.13	\$0.17	\$0.36	\$0.41	\$4.28	\$3.63	\$4.28	\$5.13	\$11.33	\$12.35
Shares used in computing EPS-Basic (In thousands)	74,966	74,585	74,966	74,480	74,753	74,268	74,966	74,585	74,966	74,480	74,753	74,268
EPS - Diluted (In Dollar)	\$0.13	\$0.12	\$0.13	\$0.17	\$0.35	\$0.40	\$4.22	\$3.56	\$4.22	\$5.03	\$11.11	\$12.11
Shares used in computing EPS-Diluted (In thousands)	76,124	75,981	76,124	75,918	76,203	75,749	76,124	75,981	76,124	75,918	76,203	75,749

### UNAUDITED CONSOLIDATED BALANCE SHEETS

As of September 30, 2015 and 2014

	USD in Thousands		NTD in Thousands	
	Sept 30, 2015	Sept 30, 2014	Sept 30, 2015	Sept 30, 2014
<b>Current assets</b>				
Cash & cash equivalents	65,812	123,636	2,163,241	3,761,011
Available-for-sale financial assets - current	-	1,086	-	33,029
Accounts receivable, net	38,114	41,052	1,252,801	1,248,804
Inventories, net	22,677	25,346	745,398	771,027
Other current assets	8,913	4,901	292,958	149,086
Total current assets	135,516	196,021	4,454,398	5,962,957
<b>Non-current assets</b>				
Property, plant and equipment, net	5,143	3,837	169,051	116,707
Intangible assets	91,425	198	3,005,129	6,024
Deferred income tax assets	1,099	233	36,119	7,085
Other non-current assets	1,185	1,632	38,966	49,661
Total non-current assets	98,852	5,900	3,249,265	179,477
<b>Total Assets</b>	<b>234,368</b>	<b>201,921</b>	<b>7,703,663</b>	<b>6,142,434</b>
<b>Current Liabilities</b>				
Accounts payable	18,647	18,507	612,944	562,974
Other payables	10,077	9,649	331,205	293,528
Current income tax liabilities	11,557	8,420	379,888	256,132
Other current liabilities	6,030	5,215	198,221	158,636
Total current liabilities	46,311	41,791	1,522,258	1,271,270
<b>Equity</b>				
Ordinary shares	25,063	24,847	760,553	753,865
Capital reserves	60,001	54,465	1,802,738	1,630,059
Retained earnings	111,583	86,876	3,366,060	2,589,249
Other equity	(8,236)	(6,058)	263,602	(102,009)
Treasury shares	(354)	-	(11,548)	-
Total equity	188,057	160,130	6,181,405	4,871,164
<b>Total liabilities and equity</b>	<b>234,368</b>	<b>201,921</b>	<b>7,703,663</b>	<b>6,142,434</b>

### UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS

For nine months ended September 30, 2015 and 2014

	USD in Thousands		NTD in Thousands	
	Sept 30, 2015	Sept 30, 2014	Sept 30, 2015	Sept 30, 2014
<b>Cash flows from operating activities</b>				
Income before income tax for the period	28,792	33,407	905,430	1,005,860
Depreciation and amortization	2,516	1,030	79,114	31,041
Loss on disposal of equipment	46	75	1,440	2,251
Share-based compensation cost	2,345	1,811	73,725	54,568
Interest income	(44)	(21)	(1,393)	(625)
Income and expenses having no effect on cash flows	4,863	2,895	152,886	87,235
Accounts receivable	(3,839)	(6,727)	(126,178)	(204,630)
Inventories	(9,034)	(17,657)	(296,962)	(537,121)
Other current assets	(2,696)	(2,186)	(88,641)	(66,503)
Other non-current assets	437	437	14,370	13,299
Net changes in assets relating to operating activities	(15,132)	(26,133)	(497,411)	(794,955)
Accounts payable	7,854	2,196	258,151	66,802
Other payables	(1,140)	1,128	(37,341)	34,325
Other current liabilities	2,291	2,839	75,294	86,371
Net changes in liabilities relating to operating activities	9,005	6,163	296,104	187,498
Cash provided by operations	27,528	16,332	857,009	485,638
Interest received	49	23	1,535	705
Income taxes paid	(562)	(363)	(17,678)	(10,949)
<b>Net cash provided by operating activities</b>	<b>27,015</b>	<b>15,992</b>	<b>840,866</b>	<b>475,394</b>
<b>Cash flows from investing activities</b>				
Decrease (increase) in available for sale financial assets - current	1,086	(7)	33,507	(199)
Acquisition of equipment	(2,080)	(1,827)	(65,382)	(55,034)
Acquisition of intangible assets	(1,342)	(2)	(42,201)	(67)
Increases in refundable deposits	(120)	(11)	(3,952)	(334)
Acquisition of business combinations	(100,329)	-	(3,168,405)	-
<b>Net cash used in investing activities</b>	<b>(102,785)</b>	<b>(1,847)</b>	<b>(3,246,433)</b>	<b>(55,634)</b>
<b>Cash flows from financing activities</b>				
Proceeds from exercise of employee stock options	383	1,074	12,044	32,366
Distribution of cash dividends	(12,220)	(7,144)	(378,811)	(210,727)
Purchase of treasury shares	(2,815)	(1,374)	(89,045)	(41,920)
Treasury shares reissued to employees	2,461	1,374	77,497	41,920
Cash dividend regain from canceled share-based compensation	2	2	49	48
<b>Net cash used in financing activities</b>	<b>(12,189)</b>	<b>(6,068)</b>	<b>(378,266)</b>	<b>(178,313)</b>
Effect of exchange rate changes on cash and cash equivalents	8,418	(479)	346,640	60,483
(Decrease)/Increase in cash and cash equivalents	(79,541)	7,598	(2,437,193)	301,930
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>65,812</b>	<b>123,636</b>	<b>2,163,241</b>	<b>3,761,011</b>