## Parade Technologies, Ltd

The reader is advised that these financial statements have been prepared originally in Chinese under ROC GAAP and in NT\$. In the event of any differences between NT\$ and US\$ version, the NT\$ version shall prevail.

CONSOLIDATED STATEMENTS OF INCOME	USD in Thousands				NTD in Thousands							
	Sequential Quarter		Three Months ended		Six Months ended		Sequential Quarter		Three Months ended		Six Months ended	
	June 30,	March 31,	June 30,	June 30,	June 30,	June 30,	June 30,	March 31,	June 30,	June 30,	June 30,	June 30,
	2012	2012	2012	2011	2012	2011	2012	2012	2012	2011	2012	2011
Net Sales	46,065	35,560	46,065	17,043	81,625	31,970	1,364,418	1,056,154	1,364,418	491,872	2,420,572	929,380
Cost of good sold	22,149	17,043	22,149	8,935	39,192	16,846	656,038	506,188	656,038	257,840	1,162,226	489,721
Gross profit	23,916	18,517	23,916	8,108	42,433	15,124	708,380	549,966	708,380	234,032	1,258,346	439,659
Research & development expenses	4,196	4,399	4,196	2,485	8,595	4,812	124,268	130,659	124,268	71,674	254,927	139,892
Sales & marketing espenses	2,078	1,770	2,078	1,076	3,848	2,075	61,544	52,579	61,544	31,047	114,123	60,315
General & administrative expenses	1,552	1,409	1,552	899	2,961	1,587	45,965	41,841	45,965	25,963	87,806	46,125
Total operating expenses	7,826	7,578	7,826	4,460	15,404	8,474	231,777	225,079	231,777	128,684	456,856	246,332
Income from operations	16,090	10,939	16,090	3,648	27,029	6,650	476,603	324,887	476,603	105,348	801,490	193,327
Other income and expenses (Note 1)	33	(12)	33	14	21	1	973	(356)	973	175	617	15
Income before income taxes	16,123	10,927	16,123	3,662	27,050	6,651	477,576	324,531	477,576	105,523	802,107	193,342
Income tax	2,741	1,979	2,741	614	4,920	794	81,210	58,775	81,210	17,805	139,985	23,067
Net income	13,382	8,948	13,382	3,048	22,330	5,857	396,366	265,756	396,366	87,718	662,122	170,275
EPS - Basic (In Dollar)	\$0.26	\$0.17	\$0.26	\$0.08	\$0.44	\$0.19	\$7.73	\$5.19	\$7.73	\$2.18	\$12.91	\$5.49
Shares used in computing EPS-Basic (In thousands)	51,293	51,165	51,293	40,293	51,293	31,027	51,293	51,165	51,293	40,293	51,293	31,027
EPS - Diluted (In Dollar)	\$0.25	\$0.17	\$0.25	\$0.07	\$0.41	\$0.14	\$7.34	\$4.93	\$7.34	\$2.11	\$12.27	\$4.12
Shares used in computing EPS-Diluted (In thousands)	53,965	53,929	53,965	41,556	53,962	41,279	53,965	53,929	53,965	41,556	53,962	41,279

Note 1: Minor difference was due to account classification between US GAAP and ROC GAAP.

As of June 30, 2012 and 2011         June 30, 2012 and 2012 and 2012 and 2013 and	CONSOLIDATED BALANCE SHEETS	USD in The	usands	NTD in Thousands		
Current assets         Board         23,878         2,398,264         68,018           Deferred income tax         77         100         2,287         2,883           Accounts receivable-net         32,679         10,776         976,439         303,833           Inventory-net         9,033         3,793         269,912         108,981           Prepaids & Others         1,226         626         36,628         17,980           Total current assets         123,278         38,973         3,683,530         1,119,695           Fixed assets         3,960         1,711         118,341         49,166           Other assets         665         163         19,865         4,686           Total assets         127,903         40,547         3,821,736         1,173,547           Current liabilities:         2         12,790,30         46,441         188,568           Income tax payable         15,543         6,563         464,411         188,568           Income tax payable         5,995         -         179,129         -           Other current liabilities         1,617         717         48,331         20,590           Accrued liabilities         37,09         30,651         1,10	As of June 30, 2012 and 2011	June 30,	June 30,	June 30,	June 30,	
Cash & cash equivalent         80.263         2.3,878         2,398,264         686,018           Deferred income tax         77         100         2,287         2,883           Accounts receivable-net         32,679         10,576         976,439         303,833           Incentory-net         9,033         3,793         269,912         108,981           Prepaids & Others         1,226         626         36,628         17,980           Total current assets         123,278         38,973         3,883,530         1,119,695           Fixed assets         3,960         1,711         118,341         49,166           Other assets         665         163         19,865         4,684           Total assets         127,903         40,847         382,1736         1,173,847           Current liabilities         1         4,847         3,821,736         1,173,847           Accounts payable         6,365         784         190,183         22,528           Dividend payable         5,995         -         179,129         -           Other current liabilities         7,573         2,587         226,281         74,318           Accrued liabilities         37,693         310,651         <		2012	2011	2012	2011	
Deferred income tax         77         100         2,287         2,883           Accounts receivable-net         32,679         10,376         976,439         303,833           Inventory-net         9033         3,793         269,912         10,883           Prepaids & Others         1,226         6,626         36,628         17,980           Fixed assets         123,278         38,973         3,683,530         1,119,695           Fixed assets         3,960         1,711         118,341         49,166           Other assets         665         163         19,865         4,686           Total assets         127,93         40,847         3,821,736         1,173,547           Current liabilities:           Accounts payable         15,543         6,563         464,411         188,568           Income tax payable         6,365         7,84         190,183         20,590           Other current liabilities         1,617         7,17         48,331         20,590           Accrued liabilities         3,793         2,587         220,281         7,4318           Accrued liabilities         3,793         10,651         1,10,333         306,004           Total	Current assets					
Accounts receivable-net         32.679         10.576         976,439         303,833           Inventory-net         9,033         3,793         269,912         108,981           Prepaids & Others         1,226         626         36,628         17,980           Total current assets         123,278         38,973         3,683,501         119,695           Fixed assets         3,600         1,711         118,341         49,166           Other assets         665         163         19,865         4,686           Total assets         127,90         40,847         3,821,736         1,173,474           Current liabilities         2         40,847         3,821,736         1,173,474           Providend payable         5,95         7,94         190,183         22,528           Orber current liabilities         1,617         717         48,331         20,590           Accrued liabilities         7,573         2,587         226,281         74,318           Total current liabilities         37,09         1,617         1,108,335         306,004           Total current liabilities         1,617         717         48,331         20,590           Accrued liabilities         3,00         3,00	Cash & cash equivalent	80,263	23,878	2,398,264	686,018	
Prepaids & Others   9,033   3,793   269,912   108,981     Prepaids & Others   1,226   626   36,628   17,980     Total current assets   123,278   3,683,530   1,119,695     Tixed assets   3,960   1,711   118,341   49,166     Other assets   665   163   19,865   4,686     Total assets   127,903   40,347   3,821,736   1,173,547      Current liabilities:	Deferred income tax	77	100	2,287	2,883	
Prepaids & Others         1,226         626         36,628         17,980           Total current assets         123,278         38,973         3,683,530         1,119,695           Fixed assets         3,960         1,711         118,341         49,166           Other assets         163         19,865         4,686           Total assets         127,903         40,347         3,821,736         1,173,547           Current liabilities:         3         4,644,411         188,568           Income tax payable         6,565         78,4         190,183         22,528           Dividend payable         5,995         7,57         25,262         7,418           Other current liabilities         7,573         2,587         226,281         74,318           Accrued liabilities         37,093         10,651         1,083,33         20,590           Accrued liabilities         37,093         10,651         1,083,33         20,590           Accrued liabilities         37,093         10,651         1,083,35         30,000           Shareholder's equity         30,000         1,083,35         30,000         411,522           Additional paid-in-capital         41,043         9,699         1,229,137	Accounts receivable-net	32,679	10,576	976,439	303,833	
Total current assets   123,278   38,973   3,683,530   1,119,695     Fixed assets   3,960   1,711   118,341   49,166     Other assets   665   163   19,865   4,886     Total assets   127,903   40,847   3,821,736   1,173,547     Current liabilities:	Inventory-net	9,033	3,793	269,912	108,981	
Time diasers   Signature   S	Prepaids & Others	1,226	626	36,628	17,980	
Other assets         665         163         19,865         4,686           Total assets         127,903         40,847         3,821,736         1,173,547           Current liabilities:         ***********************************	Total current assets	123,278	38,973	3,683,530	1,119,695	
Total assets         127,903         40,547         3,821,736         1,173,547           Current liabilities:	Fixed assets	3,960	1,711	118,341	49,166	
Current liabilities:         3.543         6.563         464.411         188.568           Accounts payable         15.543         6.563         464.411         188.568           Income tax payable         6.365         784         199.183         22,528           Dividend payable         5.995         -         179,129         -           Other current liabilities         1.617         717         48.331         20,590           Accrued liabilities         37.033         2.587         226,281         74.318           Total current liabilities         37.033         10.651         1,108.335         306.004           Shareholder's equity           Ordinary shares - par         16,740         13,407         513.809         411.522           Additional paid-in-capital         41,043         9.699         1,229,137         322.305           Retained carriings         32,733         6,898         967,070         20.665           Cumulative translation adjustment (Note 2)         294         192         3,388         (67,949)           Shareholder's equity         90,810         30,196         2,713,401         867,543	Other assets	665	163	19,865	4,686	
Accounts payable         15.543         6.563         464.411         188.568           Income tax payable         6.365         784         190,183         22.528           Dividend payable         5.995         -         179,129         -           Other current liabilities         1.617         7.77         48,331         20,900           Accrued liabilities         7.573         2.587         226,281         74,318           Total current liabilities         37.093         10.651         1,108,335         306,004           Shareholder's equity         1         13.407         513,809         411,522           Additional paid-in-capital         41,043         9,699         1,229,137         322,305           Retained currings         32,733         6,898         967,070         201,605           Cumulative translation adjustment (Note 2)         294         192         3,388         (67,494)           Shareholder's equity         90,810         30,196         2,713,401         867,543	Total assets	127,903	40,847	3,821,736	1,173,547	
Accounts payable         15.543         6.563         464.411         188.568           Income tax payable         6.365         784         190,183         22.528           Dividend payable         5.995         -         179,129         -           Other current liabilities         1.617         7.77         48,331         20,900           Accrued liabilities         7.573         2.587         226,281         74,318           Total current liabilities         37.093         10.651         1,108,335         306,004           Shareholder's equity         1         13.407         513,809         411,522           Additional paid-in-capital         41,043         9,699         1,229,137         322,305           Retained currings         32,733         6,898         967,070         201,605           Cumulative translation adjustment (Note 2)         294         192         3,388         (67,494)           Shareholder's equity         90,810         30,196         2,713,401         867,543						
Roome tax payable	Current liabilities:					
Dividend payable         5.995         -         179,129         -           Other current liabilities         1.617         717         48,331         20,590           Accrued liabilities         7.573         2,587         226,281         74,318           Total current liabilities         37,093         10,651         1,0835         300,004           Shareholder's equity           Ordinary shares - par         16,740         13,407         513,809         411,522           Additional paid-in-capital         41,043         9,699         1,229,137         322,055           Retained earnings         32,733         6,688         96,070         20,665           Cumulative translation adjustment (Note 2)         294         192         3,388         (67,494)           Shareholder's equity         90,810         30,196         2,713,401         867,543	Accounts payable	15,543	6,563	464,411	188,568	
Other current liabilities         1,617         717         48,331         20,909           Accrued liabilities         7,573         2,587         226,281         74,318           Total current liabilities         37,09         10,651         1,108,335         306,004           Shareholder's equity           Ordinary shares - par         16,740         13,407         513,809         411,522           Additional paid-in-capital         41,043         9,699         1,229,137         322,035           Retained carriings         32,733         6,898         90,707         20,665           Cumulative translation adjustment (Note 2)         294         129         3,385         (67,949)           Shereholder's equity         90,810         30,196         2,713,401         867,543	Income tax payable	6,365	784	190,183	22,528	
Accrued liabilities         7.573         2.587         226.281         74.318           Total current liabilities         37.093         10.651         1,108.335         306.040           Shareholder's equity           Ordinary shares - par         16.740         13.407         513.809         411.522           Additional paid-in-capital         41.043         9,699         1,229.137         322.305           Retained carnings         32,733         6,89         96.70         201.655           Cumulative translation adjustment (Note 2)         294         192         3,385         (67.949)           Shareholder's equity         90.810         30.196         2,713.401         867.543	Dividend payable	5,995	-	179,129	-	
Total current liabilities         37,93         10,651         1,108,335         306,004           Shareholder's equity         37,93         116,740         13,407         513,809         411,522           Ordinary shares - par         16,740         14,043         9,699         1,229,137         32,335           Additional paid-in-capital         41,043         32,733         6,898         96,700         201,665           Cumulative translation adjustment (Note 2)         294         192         3,385         (07,949)           Shareholder's equity         90,810         30,196         2,713,401         867,543	Other current liabilities	1,617	717	48,331	20,590	
Shareholder's equity         16,740         13,407         513,809         411,522           Additional paid-in-capital         41,043         9,699         12,29,137         322,305           Retained earnings         32,733         6,698         967,070         20,665           Cumulative translation adjustment (Note 2)         294         192         3,385         (67,949)           Shareholder's equity         90,810         30,196         2,713,401         867,543	Accrued liabilities	7,573	2,587	226,281	74,318	
Ordinary shares - par         16,740         13,407         513,809         411,522           Additional paid-in-capital         41,043         9,699         1,229,137         322,305           Retained carriings         32,733         6,688         69,070         20,665           Cumulative translation adjustment (Note 2)         294         12         3,385         (07,949)           Shareholder's equity         90,810         30,196         2,713,401         867,543	Total current liabilities	37,093	10,651	1,108,335	306,004	
Additional paid-in-capital         41,043         9,699         1,229,137         322,305           Retained earnings         32,733         6,898         967,070         201,665           Cumulative translation adjustment (Note 2)         294         192         3,385         (67,949)           Shareholder's equity         90,810         30,196         2,713,401         867,543	Shareholder's equity					
Retained earnings         32,733         6,898         967,070         201,665           Cumulative translation adjustment (Note 2)         294         192         3,385         (67,949)           Shareholder's equity         90,810         30,196         2,713,401         867,543	Ordinary shares - par	16,740	13,407	513,809	411,522	
Cumulative translation adjustment (Note 2)         294         192         3,385         (67,949)           Shareholder's equity         90,810         30,196         2,713,401         867,543	Additional paid-in-capital	41,043	9,699	1,229,137	322,305	
Shareholder's equity         90,810         30,196         2,713,401         867,543	Retained earnings	32,733	6,898	967,070	201,665	
	Cumulative translation adjustment (Note 2)	294	192	3,385	(67,949)	
Total liability and shareholder's equity 127,903 40,847 3,821,736 1,173,547	Shareholder's equity	90,810	30,196	2,713,401	867,543	
	Total liability and shareholder's equity	127,903	40,847	3,821,736	1,173,547	

Note 2: Minor difference was due to account classification between US GAAP and ROC GAAP.

## CONSOLIDATED CASH FLOW STATEMENTS

For six months ended June 30, 2012 and 2011	USD in Thou	NTD in Thousands		
	2012	2011	2012	2011
Cash flows from operating activities:				
Net income (loss)	22,330	5,857	662,122	170,275
Depreciation and amortization	676	335	20,042	9,735
Compensation Cost - Stock Option	250	189	7,407	5,495
Accounts receivable	(12,041)	(2,525)	(359,789)	(72,537)
Inventories	(2,984)	(869)	(89,160)	(24,973)
Prepaid exp and other assets	(468)	(42)	(13,974)	(1,178)
Accounts payable	3,237	1,759	96,717	50,543
Deferred disty profit	767	80	22,924	2,286
Accrued exp. and other liab.	2,949	245	88,118	7,046
Income Tax Payable	3,575	769	106,828	22,087
Net cash used in operating activities	18,291	5,798	541,235	168,779
Cash flows from investing activities:				
Acquisition of property and equipment	(2,961)	(59)	(87,928)	(2,064)
Net Cash provided by (used in) investing activities	(2,961)	(59)	(87,928)	(2,064)
Cash flow from financing activities:				
Net proceeds from issu. of Ord. Shares	144	260	4,286	7,560
Net cash provided by financing activities	144	260	4,286	7,560
Adjustment of foreign exchange rate	11	31	(20,803)	(8,175)
Net increase (decrease) in cash and cash equivalents	15,485	6,030	436,790	166,100
Cash and cash equivalents at beginning of period	64,778	17,848	1,961,474	519,918
Cash and cash equivalents at end of period	80,263	23,878	2,398,264	686,018