

Parade Technologies, Ltd.

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

CONSOLIDATED STATEMENTS OF 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, 2012	June 30, 2012	Sept 30, 2012	Sept 30, 2011	Sept 30, 2012	Sept 30, 2011	Sept 30, 2012	June 30, 2012	Sept 30, 2012	Sept 30, 2011	Sept 30, 2012	Sept 30, 2011
Net Sales	48,154	46,065	48,154	17,673	129,779	49,643	1,435,955	1,364,418	1,435,955	515,233	3,856,527	1,444,613
Cost of good sold	23,327	22,149	23,327	9,246	62,519	26,092	695,627	656,038	695,627	269,552	1,857,853	759,273
Gross profit	24,827	23,916	24,827	8,427	67,260	23,551	740,328	708,380	740,328	245,681	1,998,674	685,340
Research & development expenses	4,815	4,196	4,815	2,856	13,409	7,669	143,572	124,268	143,572	83,264	398,499	223,156
Sales & marketing expenses	2,133	2,078	2,133	1,242	5,981	3,317	63,612	61,544	63,612	36,209	177,735	96,524
General & administrative expenses	1,480	1,552	1,480	1,031	4,441	2,617	44,132	45,965	44,132	30,037	131,938	76,162
Total operating expenses	8,428	7,826	8,428	5,129	23,831	13,603	251,316	231,777	251,316	149,510	708,172	395,842
Income from operations	16,399	16,090	16,399	3,298	43,429	9,948	489,012	476,603	489,012	96,171	1,290,502	289,498
Other income and expenses (Note 1)	15	33	15	(5)	36	(4)	460	973	460	(127)	1,077	(112)
Income before income taxes	16,414	16,123	16,414	3,293	43,465	9,944	489,472	477,576	489,472	96,044	1,291,579	289,386
Income taxes	2,949	2,741	2,949	679	7,670	1,473	87,933	81,210	87,933	19,799	227,918	42,866
Net income	13,465	13,382	13,465	2,614	35,795	8,471	401,539	396,366	401,539	76,245	1,063,661	246,520
EPS - Basic (In Dollar)	\$0.26	\$0.26	\$0.26	\$0.06	\$0.70	\$0.24	\$7.79	\$7.73	\$7.79	\$1.72	\$20.72	\$6.94
Shares used in computing EPS-Basic (In thousands)	51,520	51,293	51,520	44,325	51,326	35,530	51,520	51,293	51,520	44,325	51,326	35,530
EPS - Diluted (In Dollar)	\$0.25	\$0.25	\$0.25	\$0.05	\$0.66	\$0.18	\$7.43	\$7.34	\$7.43	\$1.59	\$19.67	\$5.35
Shares used in computing EPS-Diluted (In thousands)	54,073	53,965	54,073	47,914	54,071	46,045	54,073	53,965	54,073	47,914	54,071	46,045

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

UNAUDITED CONSOLIDATED BALANCE SHEETS

As of September 30, 2012 and 2011	USD in Thousands		NTD in Thousands	
	Sept 30, 2012	Sept 30, 2011	Sept 30, 2012	Sept 30, 2011
	Total assets	139,592	79,727	4,090,029
Current assets				
Cash & cash equivalents	97,012	60,619	2,842,459	1,847,666
Short-term investments	1,072	1,064	31,399	32,434
Accounts receivable-net	24,745	10,274	725,021	313,148
Inventories	10,514	4,746	308,063	144,654
Prepays & others	2,620	819	76,760	24,962
Total current assets	135,963	77,522	3,983,702	2,362,864
Fixed assets	2,936	1,995	86,015	60,810
Other assets	693	210	20,312	6,408
Total liabilities	139,592	79,727	4,090,029	2,430,082
Current liabilities:				
Accounts payable	15,311	6,759	448,624	206,021
Income tax payable	9,153	1,322	268,172	40,285
Other current liabilities	2,539	1,003	74,392	30,580
Accrued liabilities	7,717	3,668	226,095	111,790
Total current liabilities	34,720	12,752	1,017,283	388,676
Shareholders' equity				
Ordinary shares - par	16,824	16,667	516,388	511,578
Additional paid-in-capital	41,587	40,595	1,245,232	1,215,677
Retained earnings	46,184	9,512	1,368,609	277,910
Cumulative translation adjustment (Note 2)	277	201	(57,483)	36,241
Shareholders' equity	104,872	66,975	3,072,746	2,041,406
Total liabilities and shareholders' equity	139,592	79,727	4,090,029	2,430,082

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

UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS

For nine months ended September 30, 2012 and 2011	USD in Thousands		NTD in Thousands	
	Sept 30, 2012	Sept 30, 2011	Sept 30, 2012	Sept 30, 2011
	Net cash provided in operating activities	41,003	9,062	1,216,859
Cash flows from investing activities:				
Acquisition of property and equipment	(2,103)	(564)	(62,309)	(15,066)
Net Cash used in investing activities	(2,103)	(564)	(62,309)	(15,066)
Cash flow from financing activities:				
Proceeds from issuance of ordinary shares	(5,590)	34,230	(166,670)	995,594
Net cash (used in)/provided by financing activities	(5,590)	34,230	(166,670)	995,594
Adjustment of foreign exchange rate	(12)	43	(74,674)	83,911
Net increase (decrease) in cash and cash equivalents	33,298	42,771	913,206	1,327,748
Cash and cash equivalents at beginning of period	63,714	17,848	1,929,253	519,918
Cash and cash equivalents at end of period	97,012	60,619	2,842,459	1,847,666