

## 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 US\$ version, the NTS version shall prevail.

### UNAUDITED CONSOLIDATED INCOME STATEMENTS

	USD in Thousands						NTD in Thousands					
	Sequential Quarter		Three Months ended		Nine Months ended		Sequential Quarter		Three Months ended		Nine Months ended	
	Sep 30, 2022	Jun 30, 2022	Sep 30, 2022	Sep 30, 2021	Sep 30, 2022	Sep 30, 2021	Sep 30, 2022	Jun 30, 2022	Sep 30, 2022	Sep 30, 2021	Sep 30, 2022	Sep 30, 2021
Revenue	151,044	216,699	151,044	191,718	578,466	520,079	4,591,744	6,383,951	4,591,744	5,341,284	16,873,838	14,588,526
Cost of goods sold	82,671	114,340	82,671	97,582	306,959	273,460	2,513,211	3,368,457	2,513,211	2,718,646	8,959,119	7,672,505
Gross profit	68,373	102,359	68,373	94,136	271,507	246,619	2,078,533	3,015,494	2,078,533	2,622,638	7,914,719	6,916,021
Research & development expenses	21,090	21,483	21,090	19,875	63,799	56,466	641,148	632,873	641,148	553,710	1,868,145	1,584,348
Sales & marketing expenses	7,285	7,907	7,285	8,496	23,406	23,698	221,477	232,925	221,477	236,709	684,313	664,749
General & administrative expenses	5,327	6,549	5,327	6,322	18,325	17,206	161,917	192,942	161,917	176,126	535,367	482,619
Total operating expenses	33,702	35,939	33,702	34,693	105,530	97,370	1,024,542	1,058,740	1,024,542	966,545	3,087,825	2,731,716
Operating income	34,671	66,420	34,671	59,443	165,977	149,249	1,053,991	1,956,754	1,053,991	1,656,093	4,826,894	4,184,305
Non-operating income and (expenses)	1,185	566	1,185	(46)	1,721	(580)	36,031	16,662	36,031	(1,310)	51,868	(16,404)
Income before income taxes	35,856	66,986	35,856	59,397	167,698	148,669	1,090,022	1,973,416	1,090,022	1,654,783	4,878,762	4,167,901
Income tax expense	3,216	6,049	3,216	6,060	14,934	13,828	97,771	178,193	97,771	168,809	434,653	387,242
<b>Net income</b>	<b>32,640</b>	<b>60,937</b>	<b>32,640</b>	<b>53,337</b>	<b>152,764</b>	<b>134,841</b>	<b>992,251</b>	<b>1,795,223</b>	<b>992,251</b>	<b>1,485,974</b>	<b>4,444,109</b>	<b>3,780,659</b>
EPS - Basic (In Dollar)	\$0.41	\$0.76	\$0.41	\$0.67	\$1.92	\$1.71	\$12.38	\$22.51	\$12.38	\$18.71	\$55.74	\$47.85
Shares used in computing EPS-Basic (In thousands)	80,182	79,766	80,182	79,424	79,731	79,004	80,182	79,766	80,182	79,424	79,731	79,004
EPS - Diluted (In Dollar)	\$0.40	\$0.75	\$0.40	\$0.66	\$1.88	\$1.67	\$12.21	\$22.18	\$12.21	\$18.34	\$54.69	\$46.74
Shares used in computing EPS-Diluted (In thousands)	81,272	80,951	81,272	81,021	81,257	80,895	81,272	80,951	81,272	81,021	81,257	80,895

### UNAUDITED CONSOLIDATED BALANCE SHEETS As of SEPTEMBER 30, 2022 and 2021

	USD in Thousands		NTD in Thousands	
	Sep 30, 2022	Sep 30, 2021	Sep 30, 2022	Sep 30, 2021
<b>Current assets</b>				
Cash & cash equivalents	294,933	308,491	9,364,118	8,591,470
Accounts receivable, net	53,497	62,250	1,698,539	1,733,665
Inventories, net	134,277	64,104	4,263,286	1,785,302
Other current assets	22,471	15,366	713,475	427,938
Total current assets	505,178	450,211	16,039,418	12,538,375
<b>Non-current assets</b>				
Property, plant and equipment, net	17,033	17,814	540,799	496,115
Right-of-use assets	6,188	9,236	196,468	257,237
Intangible assets	104,853	112,376	3,329,058	3,129,677
Deferred income tax assets	10,686	7,832	339,269	218,126
Other non-current assets	152,838	73,747	4,852,598	2,053,842
Total non-current assets	291,598	221,005	9,258,192	6,154,997
<b>Total Assets</b>	<b>796,776</b>	<b>671,216</b>	<b>25,297,610</b>	<b>18,693,372</b>
<b>Current Liabilities</b>				
Accounts payable	34,659	33,820	1,100,435	941,895
Other payables	36,724	37,403	1,165,986	1,041,667
Current income tax liabilities	33,537	26,318	1,064,782	732,965
Lease liabilities - current	2,865	3,527	90,960	98,228
Other current liabilities	21,004	7,047	666,878	196,229
Total current liabilities	128,789	108,115	4,089,041	3,010,984
<b>Non-current Liabilities</b>				
Lease liabilities - non-current	3,323	5,709	105,508	159,009
Total non-current liabilities	3,323	5,709	105,508	159,009
<b>Equity</b>				
Ordinary shares	26,742	26,636	811,962	808,705
Capital reserves	137,941	142,192	4,186,139	4,276,273
Retained earnings	538,566	421,199	15,941,317	12,653,796
Other equity	(16,777)	(27,680)	769,771	(2,076,222)
Treasury shares	(21,808)	(4,955)	(606,128)	(139,173)
Total equity	664,664	557,392	21,103,061	15,523,379
<b>Total liabilities and equity</b>	<b>796,776</b>	<b>671,216</b>	<b>25,297,610</b>	<b>18,693,372</b>

### UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2022 and 2021

	USD in Thousands		NTD in Thousands	
	Sep 30, 2022	Sep 30, 2021	Sep 30, 2022	Sep 30, 2021
<b>Cash flows from operating activities</b>				
Income before income tax for the period	167,698	148,669	4,878,762	4,167,901
Depreciation and amortization (including the right-of-use assets)	16,549	19,481	484,542	546,811
Loss on disposal of equipment	1	86	35	2,417
Share-based compensation cost	24,725	19,690	728,543	572,649
Interest income	(819)	(74)	(24,720)	(2,070)
Income and expenses having no effect on cash flows	40,456	39,183	1,188,400	1,119,807
Accounts receivable	(3,114)	(6,817)	(98,886)	(189,863)
Inventories	(58,498)	(7,397)	(1,857,313)	(206,015)
Other current assets	(34,338)	(10,665)	(993,127)	(301,292)
Net changes in assets relating to operating activities	(95,950)	(24,879)	(2,949,326)	(697,170)
Accounts payable	(6,187)	(9,750)	(196,425)	(271,537)
Other payables	(12,816)	3,258	(406,910)	90,749
Other current liabilities	10,960	1,422	347,992	39,613
Net changes in liabilities relating to operating activities	(8,043)	(5,070)	(255,343)	(141,175)
Cash provided by operations	104,161	157,903	2,862,493	4,449,363
Interest received	819	74	24,720	2,070
Income taxes paid	(1,313)	(3,952)	(38,444)	(110,944)
Income taxes received	19	2	565	52
<b>Net cash generated from operating activities</b>	<b>103,686</b>	<b>154,027</b>	<b>2,849,334</b>	<b>4,340,541</b>
<b>Cash flows from investing activities</b>				
Acquisition of equipment	(5,042)	(9,205)	(147,620)	(258,385)
Acquisition of intangible assets	(61)	(147)	(1,797)	(4,119)
Increase in refundable deposits	(72,066)	(66,264)	(2,288,095)	(1,845,447)
Increase in other prepayments	(8,777)	(5,383)	(256,987)	(151,088)
<b>Net cash used in investing activities</b>	<b>(85,946)</b>	<b>(80,999)</b>	<b>(2,694,499)</b>	<b>(2,259,039)</b>
<b>Cash flows from financing activities</b>				
Proceeds from exercise of employee stock options	2,448	196	71,665	5,492
Repayment of the principal portion of lease liabilities	(2,651)	(2,783)	(77,636)	(78,118)
Purchase of treasury shares	-	(10,038)	-	(281,882)
Treasury shares reissued to employees	34,533	11,052	959,141	310,416
Distribution of cash dividends	(93,720)	(59,474)	(2,622,127)	(1,752,708)
Cash dividend regain from canceled share-based compensation	63	42	1,870	1,269
<b>Net cash used in financing activities</b>	<b>(59,327)</b>	<b>(61,005)</b>	<b>(1,667,087)</b>	<b>(1,795,531)</b>
Effect of exchange rate changes	4,087	(2,678)	1,674,627	(214,180)
Net increase in cash and cash equivalents	(37,500)	9,345	162,375	71,791
Cash and cash equivalents at beginning of period	332,433	299,146	9,201,743	8,519,679
<b>Cash and cash equivalents at end of period</b>	<b>294,933</b>	<b>308,491</b>	<b>9,364,118</b>	<b>8,591,470</b>