

## 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 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, 2023	Jun 30, 2023	Sep 30, 2023	Sep 30, 2022	Sep 30, 2023	Sep 30, 2022	Sep 30, 2023	Jun 30, 2023	Sep 30, 2023	Sep 30, 2022	Sep 30, 2023	Sep 30, 2022
Revenue	116,959	104,178	116,959	151,044	321,127	578,466	3,705,248	3,199,298	3,705,248	4,591,744	9,944,258	16,873,838
Cost of goods sold	65,785	58,380	65,785	82,671	180,112	306,959	2,084,065	1,792,845	2,084,065	2,513,211	5,577,707	8,959,119
Gross profit	51,174	45,798	51,174	68,373	141,015	271,507	1,621,183	1,406,453	1,621,183	2,078,533	4,366,551	7,914,719
Research & development expenses	21,911	20,293	21,911	21,090	62,096	63,799	694,131	623,198	694,131	641,148	1,922,046	1,868,145
Sales & marketing expenses	6,647	7,188	6,647	7,285	21,033	23,406	210,593	220,732	210,593	221,477	650,147	684,313
General & administrative expenses	4,268	4,888	4,268	5,327	14,149	18,325	135,108	150,109	135,108	161,917	437,014	535,367
Expected credit loss	84	-	84	-	-	-	2,549	-	2,549	-	-	-
Total operating expenses	32,742	32,369	32,742	33,702	97,278	105,530	1,037,283	994,039	1,037,283	1,024,542	3,009,207	3,087,825
Operating income	18,432	13,429	18,432	34,671	43,737	165,977	583,900	412,414	583,900	1,053,991	1,357,344	4,826,894
Non-operating income and (expenses)	2,386	2,055	2,386	1,185	5,709	1,721	75,605	63,081	75,605	36,031	177,246	51,868
Income before income taxes	20,818	15,484	20,818	35,856	49,446	167,698	659,505	475,495	659,505	1,090,022	1,534,590	4,878,762
Income tax expense	1,502	1,505	1,502	3,216	4,530	14,934	47,577	46,226	47,577	97,771	140,102	434,653
<b>Net income</b>	<b>19,316</b>	<b>13,979</b>	<b>19,316</b>	<b>32,640</b>	<b>44,916</b>	<b>152,764</b>	<b>611,928</b>	<b>429,269</b>	<b>611,928</b>	<b>992,251</b>	<b>1,394,488</b>	<b>4,444,109</b>
EPS - Basic (In Dollar)	\$0.24	\$0.18	\$0.24	\$0.41	\$0.57	\$1.92	\$7.71	\$5.44	\$7.71	\$12.38	\$17.68	\$55.74
Shares used in computing EPS-Basic (In thousands)	79,318	78,947	79,318	80,181	78,888	79,732	79,318	78,947	79,318	80,181	78,888	79,732
EPS - Diluted (In Dollar)	\$0.24	\$0.18	\$0.24	\$0.40	\$0.56	\$1.88	\$7.68	\$5.40	\$7.68	\$12.21	\$17.53	\$54.69
Shares used in computing EPS-Diluted (In thousands)	79,639	79,545	79,639	81,272	79,530	81,257	79,639	79,545	79,639	81,272	79,530	81,257

### UNAUDITED CONSOLIDATED BALANCE SHEETS As of SEPTEMBER 30, 2023 and 2022

	USD in Thousands		NTD in Thousands	
	Sep 30, 2023	Sep 30, 2022	Sep 30, 2023	Sep 30, 2022
<b>Current assets</b>				
Cash & cash equivalents	240,124	294,933	7,748,801	9,364,118
Accounts receivable, net	54,839	53,497	1,769,655	1,698,539
Inventories, net	117,406	134,277	3,788,694	4,263,286
Other current assets	23,297	22,471	751,801	713,475
<b>Total current assets</b>	<b>435,666</b>	<b>505,178</b>	<b>14,058,951</b>	<b>16,039,418</b>
<b>Non-current assets</b>				
Property, plant and equipment, net	13,808	17,033	445,570	540,799
Right-of-use assets	4,613	6,188	148,874	196,468
Intangible assets	99,687	104,853	3,216,902	3,329,058
Deferred income tax assets	11,840	10,686	382,067	339,269
Other non-current assets	156,074	152,838	5,036,493	4,852,598
<b>Total non-current assets</b>	<b>286,022</b>	<b>291,598</b>	<b>9,229,906</b>	<b>9,258,192</b>
<b>Total Assets</b>	<b>721,688</b>	<b>796,776</b>	<b>23,288,857</b>	<b>25,297,610</b>
<b>Current Liabilities</b>				
Accounts payable	48,663	34,659	1,570,357	1,100,435
Other payables	26,003	36,724	839,104	1,165,986
Current income tax liabilities	10,494	33,537	338,644	1,064,782
Lease liabilities - current	3,038	2,865	98,046	90,960
Other current liabilities	4,383	21,004	141,448	666,878
<b>Total current liabilities</b>	<b>92,581</b>	<b>128,789</b>	<b>2,987,599</b>	<b>4,089,041</b>
<b>Non-current Liabilities</b>				
Lease liabilities - non-current	1,575	3,323	50,828	105,508
<b>Total non-current liabilities</b>	<b>1,575</b>	<b>3,323</b>	<b>50,828</b>	<b>105,508</b>
<b>Equity</b>				
Ordinary shares	26,731	26,742	811,641	811,962
Capital reserves	135,591	137,941	4,232,535	4,186,139
Retained earnings	519,088	538,566	15,353,693	15,941,317
Other equity	(9,217)	(16,777)	1,246,010	769,771
Treasury shares	(44,661)	(21,808)	(1,393,449)	(606,128)
<b>Total equity</b>	<b>627,532</b>	<b>664,664</b>	<b>20,250,430</b>	<b>21,103,061</b>
<b>Total liabilities and equity</b>	<b>721,688</b>	<b>796,776</b>	<b>23,288,857</b>	<b>25,297,610</b>

### UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 and 2022

	USD in Thousands		NTD in Thousands	
	Sep 30, 2023	Sep 30, 2022	Sep 30, 2023	Sep 30, 2022
<b>Cash flows from operating activities</b>				
Income before income tax for the period	49,445	167,698	1,534,590	4,878,762
Depreciation and amortization (including the right-of-use assets)	16,495	16,549	510,197	484,542
Loss on disposal of equipment	-	1	-	35
Loss on disposal of intangible assets	263	-	8,134	-
Share-based compensation cost	25,390	24,725	776,250	728,543
Interest income	(4,851)	(819)	(150,377)	(24,720)
Income and expenses having no effect on cash flows	37,297	40,456	1,144,204	1,188,400
Accounts receivable	(20,132)	(3,114)	(649,649)	(98,886)
Inventories	28,087	(58,498)	906,362	(1,857,313)
Other current assets	(24,147)	(34,338)	(634,589)	(993,127)
Net changes in assets relating to operating activities	(16,192)	(95,950)	(377,876)	(2,949,326)
Accounts payable	35,661	(6,187)	1,150,765	(196,425)
Other payables	(14,560)	(12,816)	(469,850)	(406,910)
Other current liabilities	(9,091)	10,960	(293,354)	347,992
Net changes in liabilities relating to operating activities	12,010	(8,043)	387,561	(255,343)
Cash inflow generated from operations	82,560	104,161	2,688,479	2,862,493
Interest received	4,851	819	150,377	24,720
Income taxes paid	(6,822)	(1,313)	(211,015)	(38,444)
Income taxes received	-	19	-	565
<b>Net cash provided by operating activities</b>	<b>80,589</b>	<b>103,686</b>	<b>2,627,841</b>	<b>2,849,334</b>
<b>Cash flows from investing activities</b>				
Acquisition of equipment	(3,621)	(5,042)	(111,985)	(147,620)
Acquisition of intangible assets	(216)	(61)	(6,689)	(1,797)
Decrease (increase) in refundable deposits	7,662	(72,066)	247,251	(2,288,095)
Increase in other prepayments	(13,719)	(8,777)	(424,340)	(256,987)
<b>Net cash flows used in investing activities</b>	<b>(9,894)</b>	<b>(85,946)</b>	<b>(295,763)</b>	<b>(2,694,499)</b>
<b>Cash flows from financing activities</b>				
Proceeds from exercise of employee stock options	-	2,448	-	71,665
Repayment of the principal portion of lease liabilities	(2,492)	(2,651)	(77,091)	(77,636)
Treasury shares reissued to employees	25,424	34,533	760,161	959,141
Distribution of cash dividends	(83,624)	(93,720)	(2,439,014)	(2,622,127)
Cash dividend regain from canceled share-based compensation	128	63	3,787	1,870
<b>Net cash flows used in financing activities</b>	<b>(60,564)</b>	<b>(59,327)</b>	<b>(1,752,157)</b>	<b>(1,667,087)</b>
Effect of exchange rate changes	2,856	4,087	193,496	1,674,627
Net increase (decrease) in cash and cash equivalents	12,987	(37,500)	773,417	162,375
Cash and cash equivalents at beginning of period	227,137	332,433	6,975,384	9,201,743
<b>Cash and cash equivalents at end of period</b>	<b>240,124</b>	<b>294,933</b>	<b>7,748,801</b>	<b>9,364,118</b>