

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		Twelve Months ended		Sequential Quarter		Three Months ended		Twelve Months ended	
	Dec 31, 2023	Sep 30, 2023	Dec 31, 2023	Dec 31, 2022	Dec 31, 2023	Dec 31, 2022	Dec 31, 2023	Sep 30, 2023	Dec 31, 2023	Dec 31, 2022	Dec 31, 2023	Dec 31, 2022
Revenue	120,126	116,959	120,126	101,450	441,253	679,916	3,824,814	3,705,248	3,824,814	3,181,446	13,769,072	20,055,284
Cost of goods sold	68,215	65,785	68,215	56,774	248,327	363,733	2,171,953	2,084,065	2,171,953	1,780,425	7,749,660	10,739,544
Gross profit	51,911	51,174	51,911	44,676	192,926	316,183	1,652,861	1,621,183	1,652,861	1,401,021	6,019,412	9,315,740
Research & development expenses	20,880	21,911	20,880	20,074	82,976	83,873	664,826	694,131	664,826	629,511	2,586,872	2,497,656
Sales & marketing expenses	7,399	6,647	7,399	6,469	28,432	29,875	235,593	210,593	235,593	202,857	885,740	887,170
General & administrative expenses	4,500	4,268	4,500	4,114	18,649	22,439	143,259	135,108	143,259	129,023	580,273	664,390
Expected credit gain	-	(84)	-	-	-	-	-	(2,549)	-	-	-	-
Total operating expenses	32,779	32,742	32,779	30,657	130,057	136,187	1,043,678	1,037,283	1,043,678	961,391	4,052,885	4,049,216
Operating income	19,132	18,432	19,132	14,019	62,869	179,996	609,183	583,900	609,183	439,630	1,966,527	5,266,524
Non-operating income	2,519	2,386	2,519	1,800	8,228	3,521	80,201	75,605	80,201	56,441	257,447	108,309
Income before income taxes	21,651	20,818	21,651	15,819	71,097	183,517	689,384	659,505	689,384	496,071	2,223,974	5,374,833
Income tax expense	1,594	1,502	1,594	1,335	6,124	16,269	50,738	47,577	50,738	41,861	190,840	476,514
Net income	20,057	19,316	20,057	14,484	64,973	167,248	638,646	611,928	638,646	454,210	2,033,134	4,898,319
EPS - Basic (In Dollar)	\$0.25	\$0.24	\$0.25	\$0.18	\$0.82	\$2.09	\$8.05	\$7.71	\$8.05	\$5.67	\$25.73	\$61.35
Shares used in computing EPS-Basic (In thousands)	79,353	79,318	79,353	80,160	79,011	79,845	79,353	79,318	79,353	80,160	79,011	79,845
EPS - Diluted (In Dollar)	\$0.25	\$0.24	\$0.25	\$0.18	\$0.82	\$2.06	\$8.02	\$7.68	\$8.02	\$5.60	\$25.55	\$60.35
Shares used in computing EPS-Diluted (In thousands)	79,650	79,639	79,650	81,067	79,578	81,160	79,650	79,639	79,650	81,067	79,578	81,160

UNAUDITED CONSOLIDATED BALANCE SHEETS As of DECEMBER 31, 2023 and 2022

	USD in Thousands		NTD in Thousands	
	Dec 31, 2023	Dec 31, 2022	Dec 31, 2023	Dec 31, 2022
	Current assets			
Cash & cash equivalents	276,379	227,137	8,487,601	6,975,384
Accounts receivable, net	54,103	34,707	1,661,511	1,065,863
Inventories, net	122,885	145,493	3,773,792	4,468,087
Other current assets	19,419	20,236	596,344	621,454
Total current assets	472,786	427,573	14,519,248	13,130,788
Non-current assets				
Property, plant and equipment, net	12,768	16,136	392,101	495,523
Right-of-use assets	8,409	5,302	258,252	162,812
Intangible assets	98,528	103,038	3,025,792	3,164,291
Deferred income tax assets	12,704	11,621	390,134	356,894
Other non-current assets	155,748	155,044	4,783,027	4,761,390
Total non-current assets	288,157	291,141	8,849,306	8,940,910
Total Assets	760,943	718,714	23,368,554	22,071,698
Current Liabilities				
Accounts payable	51,028	13,003	1,567,047	399,308
Other payables	44,837	100,624	1,374,728	2,970,174
Current income tax liabilities	11,415	12,846	350,551	394,513
Lease liabilities - current	3,241	2,656	99,534	81,569
Other current liabilities	7,081	13,474	217,468	413,782
Total current liabilities	117,602	142,603	3,609,328	4,259,346
Non-current Liabilities				
Lease liabilities - non-current	5,168	2,646	158,718	81,243
Total non-current liabilities	5,168	2,646	158,718	81,243
Equity				
Ordinary shares	26,731	26,740	811,636	811,913
Capital reserves	136,477	138,110	4,158,670	4,192,921
Retained earnings	526,348	492,999	15,601,516	14,671,389
Other equity	(6,722)	(14,299)	422,135	208,496
Treasury shares	(44,661)	(70,085)	(1,393,449)	(2,153,610)
Total equity	638,173	573,465	19,600,508	17,731,109
Total liabilities and equity	760,943	718,714	23,368,554	22,071,698

UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2023 and 2022

	USD in Thousands		NTD in Thousands	
	Dec 31, 2023	Dec 31, 2022	Dec 31, 2023	Dec 31, 2022
	Cash flows from operating activities			
Income before income tax for the year	71,097	183,517	2,223,974	5,374,833
Depreciation and amortization (including the right-of-use assets)	21,824	21,960	679,821	654,416
Loss on disposal of equipment	-	665	-	35
Loss on disposal of intangible assets	263	1	8,191	19,817
Share-based compensation cost	33,480	32,529	1,029,044	969,164
Interest income	(7,135)	(2,069)	(223,099)	(63,911)
Income and expenses having no effect on cash flows	48,432	53,086	1,493,957	1,579,521
Accounts receivable	(19,396)	15,675	(595,648)	481,391
Inventories	22,608	(69,714)	694,295	(2,140,923)
Other current assets	(26,653)	(37,354)	(815,386)	(1,078,797)
Net changes in assets relating to operating activities	(23,441)	(91,393)	(716,739)	(2,738,329)
Accounts payable	38,025	(27,843)	1,167,739	(855,072)
Other payables	(8,526)	(8,977)	(261,819)	(275,698)
Other current liabilities	(6,392)	3,430	(196,314)	105,341
Net changes in liabilities relating to operating activities	23,107	(33,390)	709,606	(1,025,429)
Cash inflow generated from operations	119,195	111,820	3,710,798	3,190,596
Interest received	7,135	2,069	223,099	63,911
Income taxes paid	(7,365)	(24,117)	(229,410)	(718,678)
Income taxes received	-	242	-	7,219
Net cash provided by operating activities	118,965	90,014	3,704,487	2,543,048
Cash flows from investing activities				
Acquisition of equipment	(4,078)	(5,757)	(127,044)	(171,548)
Acquisition of intangible assets	(525)	(466)	(16,342)	(13,901)
Decrease/(increase) in refundable deposits	7,670	(72,127)	235,551	(2,215,017)
Increase in other prepayments	(14,601)	(11,997)	(454,827)	(357,512)
Net cash flows used in investing activities	(11,534)	(90,347)	(362,662)	(2,757,978)
Cash flows from financing activities				
Proceeds from exercise of employee stock options	-	2,448	-	72,937
Repayment of the principal portion of lease liabilities	(3,425)	(3,663)	(106,693)	(109,154)
Purchase of treasury shares	-	(48,277)	-	(1,547,482)
Proceeds from exercise of disbursement	-	-	-	11
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	136	76	4,059	2,244
Net cash flows used in financing activities	(61,489)	(108,603)	(1,781,487)	(3,244,430)
Effect of exchange rate changes	3,300	3,640	(48,121)	1,233,001
Net increase (decrease) in cash and cash equivalents	49,242	(105,296)	1,512,217	(2,226,359)
Cash and cash equivalents at beginning of year	227,137	332,433	6,975,384	9,201,743
Cash and cash equivalents at end of year	276,379	227,137	8,487,601	6,975,384