

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\$, the NT\$ version shall prevail.

UNAUDITED CONSOLIDATED INCOME STATEMENTS

	USD in Thousands				NTD in Thousands			
	Sequential Quarter		Three Months ended		Sequential Quarter		Three Months ended	
	Mar 31, 2024	Dec 31, 2023	Mar 31, 2024	Mar 31, 2023	Mar 31, 2024	Dec 31, 2023	Mar 31, 2024	Mar 31, 2023
Revenue	121,278	120,126	121,278	99,990	3,814,192	3,824,814	3,814,192	3,039,712
Cost of goods sold	69,321	68,215	69,321	55,947	2,180,148	2,171,953	2,180,148	1,700,797
Gross profit	51,957	51,911	51,957	44,043	1,634,044	1,652,861	1,634,044	1,338,915
Research & development expenses	22,845	20,880	22,845	19,892	718,474	664,826	718,474	604,717
Sales & marketing expenses	7,413	7,399	7,413	7,198	233,130	235,593	233,130	218,822
General & administrative expenses	5,078	4,500	5,078	4,993	159,691	143,259	159,691	151,797
Expected credit loss	-	-	-	84	-	-	-	2,549
Total operating expenses	35,336	32,779	35,336	32,167	1,111,295	1,043,678	1,111,295	977,885
Operating income	16,621	19,132	16,621	11,876	522,749	609,183	522,749	361,030
Non-operating income and (expenses)	2,527	2,519	2,527	1,268	79,477	80,201	79,477	38,560
Income before income taxes	19,148	21,651	19,148	13,144	602,226	689,384	602,226	399,590
Income tax expense	937	1,594	937	1,523	29,477	50,738	29,477	46,299
Net income	18,211	20,057	18,211	11,621	572,749	638,646	572,749	353,291
EPS - Basic (In Dollar)	\$0.23	\$0.25	\$0.23	\$0.15	\$7.21	\$8.05	\$7.21	\$4.51
Shares used in computing EPS-Basic (In thousands)	79,483	79,353	79,483	78,373	79,483	79,353	79,483	78,373
EPS - Diluted (In Dollar)	\$0.23	\$0.25	\$0.23	\$0.15	\$7.17	\$8.02	\$7.17	\$4.46
Shares used in computing EPS-Diluted (In thousands)	79,850	79,650	79,850	79,207	79,850	79,650	79,850	79,207

UNAUDITED CONSOLIDATED BALANCE SHEETS As of March 31, 2024 and 2023

	USD in Thousands		NTD in Thousands	
	Mar 31, 2024	Mar 31, 2023	Mar 31, 2024	Mar 31, 2023
Current assets				
Cash & cash equivalents	290,654	185,110	9,300,922	5,636,592
Accounts receivable, net	47,187	47,877	1,509,969	1,457,865
Inventories, net	118,948	131,991	3,806,334	4,019,123
Other current assets	19,981	23,515	639,409	716,041
Total current assets	476,770	388,493	15,256,634	11,829,621
Non-current assets				
Property, plant and equipment, net	12,435	16,074	397,929	489,440
Right-of-use assets	8,354	6,018	267,320	183,259
Intangible assets	101,152	103,274	3,236,859	3,144,691
Deferred income tax assets	12,479	11,664	399,322	355,164
Other non-current assets	154,214	147,484	4,934,861	4,490,886
Total non-current assets	288,634	284,514	9,236,291	8,663,440
Total Assets	765,404	673,007	24,492,925	20,493,061
Current Liabilities				
Accounts payable	45,116	19,793	1,443,712	602,705
Other payables	22,201	30,540	710,430	929,938
Current income tax liabilities	10,705	9,281	342,556	282,606
Lease liabilities - current	3,278	3,292	104,906	100,249
Other current liabilities	6,956	6,792	222,605	206,792
Total current liabilities	88,256	69,698	2,824,209	2,122,290
Non-current Liabilities				
Lease liabilities - non-current	5,076	2,726	162,414	83,010
Total non-current liabilities	5,076	2,726	162,414	83,010
Equity				
Ordinary shares	26,731	26,738	811,627	811,832
Capital reserves	138,078	136,752	4,222,226	4,220,434
Retained earnings	544,970	508,057	16,174,349	15,025,235
Other equity	(5,514)	(11,301)	1,313,487	73,644
Treasury shares	(32,193)	(59,663)	(1,015,387)	(1,843,384)
Total equity	672,072	600,583	21,506,302	18,287,761
Total liabilities and equity	765,404	673,007	24,492,925	20,493,061

UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS For three months ended March 31, 2024 and 2023

	USD in Thousands		NTD in Thousands	
	Mar 31, 2024	Mar 31, 2023	Mar 31, 2024	Mar 31, 2023
Cash flows from operating activities				
Income before income tax for the period	19,149	13,144	602,226	399,590
Depreciation and amortization (including the right-of-use assets)	5,167	5,319	162,504	161,703
Expected credit loss	-	84	-	2,549
Loss on disposal of equipment	20	-	628	-
Loss on disposal of intangible assets	54	47	1,703	1,422
Share-based compensation cost	9,190	9,653	285,186	291,744
Interest income	(2,480)	(1,525)	(77,998)	(46,376)
Income and expenses having no effect on cash flows	11,951	13,578	372,023	411,042
Accounts receivable	6,917	(13,254)	221,335	(403,575)
Inventories	3,937	13,502	125,979	411,136
Other current assets	(6,538)	(11,653)	(192,840)	(285,910)
Net changes in assets relating to operating activities	4,316	(11,405)	154,474	(278,349)
Accounts payable	(5,911)	6,791	(189,160)	206,778
Other payables	(9,836)	(10,023)	(314,754)	(305,192)
Other current liabilities	(125)	(6,683)	(3,998)	(203,487)
Net changes in liabilities relating to operating activities	(15,872)	(9,915)	(507,912)	(301,901)
Cash inflow generated from operations	19,544	5,402	620,811	230,382
Interest received	2,480	1,526	77,998	46,376
Income taxes paid	(1,279)	(5,021)	(40,223)	(152,638)
Net cash provided by operating activities	20,745	1,907	658,586	124,120
Cash flows from investing activities				
Acquisition of equipment	(1,412)	(1,766)	(44,404)	(53,688)
Acquisition of intangible assets	(18)	(134)	(585)	(4,068)
Decrease in refundable deposits	1,846	6,784	59,085	206,557
Increase in other prepayments	(5,776)	(2,070)	(181,650)	(62,929)
Net cash flows (used in) provided by investing activities	(5,360)	2,814	(167,554)	85,872
Cash flows from financing activities				
Repayment of the principal portion of lease liabilities	(807)	(771)	(25,393)	(23,431)
Treasury shares reissued to employees	12,468	10,422	378,062	310,226
Distribution of cash dividends	(12,800)	(60,062)	(390,871)	(1,724,498)
Cash dividend regain from canceled share-based compensation	3	19	84	555
Net cash flows used in financing activities	(1,136)	(50,392)	(38,118)	(1,437,148)
Effect of exchange rate changes	26	3,644	360,407	(111,636)
Net increase (decrease) in cash and cash equivalents	14,275	(42,027)	813,321	(1,338,792)
Cash and cash equivalents at beginning of period	276,379	227,137	8,487,601	6,975,384
Cash and cash equivalents at end of period	290,654	185,110	9,300,922	5,636,592