

## Parade Technologies, Ltd. and Subsidiaries.

The following consolidated balance sheets of Parade Technologies, Ltd. and its subsidiaries as of December 31, 2023 and 2022 and the related consolidated statements of comprehensive income, and cash flows for the twelve months ended December 31, 2023 and 2022 have been reviewed and audited by independent accountants, PricewaterhouseCoopers, Taiwan.

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.

Audited Consolidated Statements of Comprehensive Income For twelve months ended December 31, 2023 and 2022	USD in Thousands		NTD in Thousands	
	2023	2022	2023	2022
Revenue	441,253	679,916	13,769,072	20,055,284
Cost of goods sold	248,327	363,733	7,749,660	10,739,544
Gross profit	192,926	316,183	6,019,412	9,315,740
Research & development expenses	82,976	83,873	2,586,872	2,497,656
Sales & marketing expenses	28,432	29,875	885,740	887,170
General & administrative expenses	18,649	22,439	580,273	664,390
Total operating expenses	130,057	136,187	4,052,885	4,049,216
Operating income	62,869	179,996	1,966,527	5,266,524
Non-operating income and expenses	8,228	3,521	257,447	108,309
Income before income taxes	71,097	183,517	2,223,974	5,374,833
Income tax expenses	6,124	16,269	190,840	476,514
<b>Net income</b>	<b>64,973</b>	<b>167,248</b>	<b>2,033,134</b>	<b>4,898,319</b>
EPS - Basic (In Dollar)	\$0.82	\$2.09	\$25.73	\$61.35
Shares used in computing EPS-Basic (In thousands)	79,011	79,845	79,011	79,845
EPS - Diluted (In Dollar)	\$0.82	\$2.06	\$25.55	\$60.35
Shares used in computing EPS-Diluted (In thousands)	79,578	81,160	79,578	81,160

Audited Consolidated Balance Sheets As of December 31, 2023 and 2022	USD in Thousands		NTD in Thousands	
	2023	2022	2023	2022
<b>Current assets</b>				
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
<b>Total current assets</b>	<b>472,786</b>	<b>427,573</b>	<b>14,519,248</b>	<b>13,130,788</b>
<b>Non-current assets</b>				
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
<b>Total non-current assets</b>	<b>288,157</b>	<b>291,141</b>	<b>8,849,306</b>	<b>8,940,910</b>
<b>Total assets</b>	<b>760,943</b>	<b>718,714</b>	<b>23,368,554</b>	<b>22,071,698</b>
<b>Current liabilities</b>				
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
<b>Total current liabilities</b>	<b>117,602</b>	<b>142,603</b>	<b>3,609,328</b>	<b>4,259,346</b>
<b>Non-current liabilities</b>				
Lease liabilities - non-current	5,168	2,646	158,718	81,243
<b>Total non-current liabilities</b>	<b>5,168</b>	<b>2,646</b>	<b>158,718</b>	<b>81,243</b>
<b>Total liabilities</b>	<b>122,770</b>	<b>145,249</b>	<b>3,768,046</b>	<b>4,340,589</b>
<b>Equity</b>				
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)
<b>Total equity</b>	<b>638,173</b>	<b>573,465</b>	<b>19,600,508</b>	<b>17,731,109</b>
<b>Total liabilities and equity</b>	<b>760,943</b>	<b>718,714</b>	<b>23,368,554</b>	<b>22,071,698</b>

Audited Consolidated Statements of Cash Flows For the twelve months ended December 31, 2023 and 2022	USD in Thousands		NTD in Thousands	
	2023	2022	2023	2022
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
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 intangible assets	263	665	8,191	19,817
Loss on disposal of equipment	-	1	-	35
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 provided by 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 tax received	-	242	-	7,219
<b>Net cash provided by operating activities</b>	<b>118,965</b>	<b>90,014</b>	<b>3,704,487</b>	<b>2,543,048</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
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)
<b>Net cash used in investing activities</b>	<b>(11,534)</b>	<b>(90,347)</b>	<b>(362,662)</b>	<b>(2,757,978)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
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 disgorgement	-	-	-	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 cancellation of share-based compensation	136	76	4,059	2,244
<b>Net cash used in financing activities</b>	<b>(61,489)</b>	<b>(108,603)</b>	<b>(1,781,487)</b>	<b>(3,244,430)</b>
Effect of exchange rate changes on cash and cash equivalents	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
<b>Cash and cash equivalents at end of year</b>	<b>276,379</b>	<b>227,137</b>	<b>8,487,601</b>	<b>6,975,384</b>