

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, 2024	Jun 30, 2024	Sep 30, 2024	Sep 30, 2023	Sep 30, 2024	Sep 30, 2023	Sep 30, 2024	Jun 30, 2024	Sep 30, 2024	Sep 30, 2023	Sep 30, 2024	Sep 30, 2023
Revenue	136,246	120,871	136,246	116,959	378,395	321,127	4,400,736	3,910,184	4,400,736	3,705,248	12,125,112	9,944,258
Cost of goods sold	78,299	69,593	78,299	65,785	217,213	180,112	2,529,059	2,251,323	2,529,059	2,084,065	6,960,530	5,577,707
Gross profit	57,947	51,278	57,947	51,174	161,182	141,015	1,871,677	1,658,861	1,871,677	1,621,183	5,164,582	4,366,551
Research & development expenses	22,752	23,158	22,752	21,911	68,755	62,096	734,893	749,173	734,893	694,131	2,202,540	1,922,046
Sales & marketing expenses	7,014	7,554	7,014	6,647	21,981	21,033	226,551	244,373	226,551	210,593	704,054	650,147
General & administrative expenses	4,849	4,775	4,849	4,268	14,702	14,149	156,632	154,480	156,632	135,108	470,803	437,014
Expected credit gain	-	-	-	(84)	-	-	-	-	-	(2,549)	-	-
Total operating expenses	34,615	35,487	34,615	32,742	105,438	97,278	1,118,076	1,148,026	1,118,076	1,037,283	3,377,397	3,009,207
Operating income	23,332	15,791	23,332	18,432	55,744	43,737	753,601	510,835	753,601	583,900	1,787,185	1,357,344
Non-operating income	3,072	2,866	3,072	2,386	8,465	5,709	99,235	92,723	99,235	75,605	271,435	177,246
Income before income taxes	26,404	18,657	26,404	20,818	64,209	49,446	852,836	603,558	852,836	659,505	2,058,620	1,534,590
Income tax expense	2,822	1,077	2,822	1,502	4,836	4,530	91,135	34,852	91,135	47,577	155,464	140,102
Net income	23,582	17,580	23,582	19,316	59,373	44,916	761,701	568,706	761,701	611,928	1,903,156	1,394,488
EPS - Basic (In Dollar)	\$0.30	\$0.22	\$0.30	\$0.24	\$0.74	\$0.57	\$9.57	\$7.11	\$9.57	\$7.71	\$23.87	\$17.68
Shares used in computing EPS-Basic (In thousands)	79,629	79,939	79,629	79,318	79,737	78,888	79,629	79,939	79,629	79,318	79,737	78,888
EPS - Diluted (In Dollar)	\$0.30	\$0.22	\$0.30	\$0.24	\$0.74	\$0.56	\$9.54	\$7.09	\$9.54	\$7.68	\$23.76	\$17.53
Shares used in computing EPS-Diluted (In thousands)	79,836	80,232	79,836	79,639	80,106	79,530	79,836	80,232	79,836	79,639	80,106	79,530

UNAUDITED CONSOLIDATED BALANCE SHEETS As of SEPTEMBER 30, 2024 and 2023

	USD in Thousands		NTD in Thousands	
	Sep 30, 2024	Sep 30, 2023	Sep 30, 2024	Sep 30, 2023
Current assets				
Cash & cash equivalents	304,902	240,124	9,650,152	7,748,801
Accounts receivable, net	54,152	54,839	1,713,915	1,769,655
Inventories, net	110,296	117,406	3,490,868	3,788,694
Other current assets	23,486	23,297	743,241	751,801
Total current assets	492,836	435,666	15,598,276	14,058,951
Non-current assets				
Property, plant and equipment, net	10,604	13,808	335,622	445,570
Right-of-use assets	8,514	4,613	269,463	148,874
Intangible assets	100,239	99,687	3,172,557	3,216,902
Deferred income tax assets	12,433	11,840	393,502	382,067
Other non-current assets	156,286	156,074	4,946,461	5,036,493
Total non-current assets	288,076	286,022	9,117,605	9,229,906
Total Assets	780,912	721,688	24,715,881	23,288,857
Current Liabilities				
Accounts payable	48,733	48,663	1,542,412	1,570,357
Other payables	25,609	26,003	810,539	839,104
Current income tax liabilities	12,169	10,494	385,147	338,644
Lease liabilities - current	3,492	3,038	110,505	98,046
Other current liabilities	6,321	4,383	200,058	141,448
Total current liabilities	96,324	92,581	3,048,661	2,987,599
Non-current Liabilities				
Lease liabilities - non-current	5,022	1,575	158,958	50,828
Total non-current liabilities	5,022	1,575	158,958	50,828
Equity				
Ordinary shares	26,730	26,731	811,610	811,641
Capital reserves	136,328	135,591	4,189,121	4,232,535
Retained earnings	566,617	519,088	16,880,227	15,353,693
Other equity	(3,262)	(9,217)	1,139,130	1,246,010
Treasury shares	(46,847)	(44,661)	(1,511,826)	(1,393,449)
Total equity	679,566	627,532	21,508,262	20,250,430
Total liabilities and equity	780,912	721,688	24,715,881	23,288,857

UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024 and 2023

	USD in Thousands		NTD in Thousands	
	Sep 30, 2024	Sep 30, 2023	Sep 30, 2024	Sep 30, 2023
Cash flows from operating activities				
Income before income tax for the period	64,209	49,446	2,058,620	1,534,590
Depreciation and amortization (including the right-of-use assets)	16,130	16,494	516,652	510,197
Loss on disposal of equipment	22	-	694	-
Loss on disposal of intangible assets	356	263	11,415	8,134
Share-based compensation cost	22,833	25,390	721,721	776,250
Interest income	(8,287)	(4,851)	(265,706)	(150,377)
Income and expenses having no effect on cash flows	31,054	37,296	984,776	1,144,204
Accounts receivable	(49)	(20,132)	(1,547)	(649,649)
Inventories	12,589	28,087	398,435	906,362
Other current assets	(24,519)	(24,147)	(748,986)	(634,589)
Net changes in assets relating to operating activities	(11,979)	(16,192)	(352,098)	(377,876)
Accounts payable	(2,294)	35,661	(72,600)	1,150,765
Accrued expenses	(6,428)	(14,560)	(203,433)	(469,850)
Other current liabilities	(760)	(9,091)	(24,067)	(293,354)
Net changes in liabilities relating to operating activities	(9,482)	12,010	(300,100)	387,561
Cash inflow generated from operations	73,802	82,560	2,391,198	2,688,479
Interest received	8,287	4,851	265,706	150,377
Income taxes paid	(3,002)	(6,822)	(96,164)	(211,015)
Income taxes received	-	-	1	-
Net cash provided by operating activities	79,087	80,589	2,560,741	2,627,841
Cash flows from investing activities				
Acquisition of equipment	(2,670)	(3,621)	(85,510)	(111,985)
Acquisition of intangible assets	(277)	(216)	(8,874)	(6,689)
Decrease in refundable deposits	4,462	7,662	141,233	247,251
Increase in other prepayments	(15,407)	(13,719)	(493,499)	(424,340)
Net cash flows used in investing activities	(13,892)	(9,894)	(446,650)	(295,763)
Cash flows from financing activities				
Distribution of cash dividends	(32,487)	(83,624)	(1,015,560)	(2,439,014)
Repayment of the principal portion of lease liabilities	(2,860)	(2,492)	(91,613)	(77,091)
Purchase of treasury shares	(28,581)	-	(926,309)	-
Treasury shares reissued to employees	26,395	25,424	807,932	760,161
Cash dividend regain from canceled share-based compensation	59	128	1,864	3,787
Net cash flows used in financing activities	(37,474)	(60,564)	(1,223,686)	(1,752,157)
Effect of exchange rate changes	802	2,856	272,146	193,496
Net increase in cash and cash equivalents	28,523	12,987	1,162,551	773,417
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	304,902	240,124	9,650,152	7,748,801