

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.

CONSOLIDATED INCOME STATEMENTS

	USD in Thousands						NTD in Thousands					
	Sequential Quarter		Three Months ended		Six Months ended		Sequential Quarter		Three Months ended		Six Months ended	
	Jun 30,	Mar 31,	Jun 30,	Jun 30,	Jun 30,	Jun 30,	Jun 30,	Mar 31,	Jun 30,	Jun 30,	Jun 30,	Jun 30,
	2025	2025	2025	2024	2025	2024	2025	2025	2025	2024	2025	2024
Revenue	133,499	126,227	133,499	120,871	259,726	242,149	4,114,434	4,151,599	4,114,434	3,910,184	8,266,033	7,724,376
Cost of goods sold	75,954	72,505	75,954	69,593	148,459	138,914	2,340,907	2,384,682	2,340,907	2,251,323	4,725,589	4,431,471
Gross profit	57,545	53,722	57,545	51,278	111,267	103,235	1,773,527	1,766,917	1,773,527	1,658,861	3,540,444	3,292,905
Research & development expenses	23,467	22,622	23,467	23,158	46,089	46,003	723,275	744,030	723,275	749,173	1,467,305	1,467,647
Sales & marketing expenses	6,449	6,384	6,449	7,554	12,833	14,967	198,745	209,969	198,745	244,373	408,714	477,503
General & administrative expenses	4,637	4,732	4,637	4,775	9,369	9,853	142,875	155,652	142,875	154,480	298,527	314,171
Total operating expenses	34,553	33,738	34,553	35,487	68,291	70,823	1,064,895	1,109,651	1,064,895	1,148,026	2,174,546	2,259,321
Operating income	22,992	19,984	22,992	15,791	42,976	32,412	708,632	657,266	708,632	510,835	1,365,898	1,033,584
Non-operating income	2,229	2,149	2,229	2,866	4,378	5,393	68,693	70,673	68,693	92,723	139,366	172,200
Income before income taxes	25,221	22,133	25,221	18,657	47,354	37,805	777,325	727,939	777,325	603,558	1,505,264	1,205,784
Income tax expense	2,434	1,941	2,434	1,077	4,375	2,014	75,009	63,838	75,009	34,852	138,847	64,329
Net income	22,787	20,192	22,787	17,580	42,979	35,791	702,316	664,101	702,316	568,706	1,366,417	1,141,455
EPS - Basic (In Dollar)	\$0.29	\$0.25	\$0.29	\$0.22	\$0.54	\$0.45	\$8.95	\$8.38	\$8.95	\$7.11	\$17.32	\$14.31
Shares used in computing EPS-Basic (In thousands)	78,464	79,290	78,464	79,939	78,878	79,790	78,464	79,290	78,464	79,939	78,878	79,790
EPS - Diluted (In Dollar)	\$0.29	\$0.25	\$0.29	\$0.22	\$0.54	\$0.45	\$8.92	\$8.33	\$8.92	\$7.09	\$17.24	\$14.24
Shares used in computing EPS-Diluted (In thousands)	78,722	79,727	78,722	80,232	79,254	80,162	78,722	79,727	78,722	80,232	79,254	80,162

CONSOLIDATED BALANCE SHEETS
As of June 30, 2025 and 2024

	USD in Thousands		NTD in Thousands	
	Jun 30,	Jun 30,	Jun 30,	Jun 30,
	2025	2024	2025	2024
Current assets				
Cash & cash equivalents	315,167	319,028	9,234,406	10,352,451
Accounts receivable, net	52,582	47,161	1,540,649	1,530,363
Inventories, net	108,674	112,755	3,184,149	3,658,908
Other current assets	25,009	28,775	732,764	933,755
Total current assets	501,432	507,719	14,691,968	16,475,477
Non-current assets				
Property, plant and equipment, net	10,221	11,395	299,485	369,767
Right-of-use assets	8,170	8,620	239,371	279,707
Intangible assets	108,776	99,671	3,187,140	3,234,327
Deferred income tax assets	12,027	12,738	352,398	413,344
Other non-current assets	149,821	157,667	4,389,734	5,116,310
Total non-current assets	289,015	290,091	8,468,128	9,413,455
Total Assets	790,447	797,810	23,160,096	25,888,932
Current Liabilities				
Accounts payable	36,919	43,369	1,081,732	1,407,324
Other payables	49,818	44,942	1,526,689	1,444,199
Current income tax liabilities	12,062	10,777	353,426	349,705
Lease liabilities - current	3,479	3,462	101,925	112,337
Other current liabilities	7,572	7,533	221,850	244,444
Total current liabilities	109,850	110,083	3,285,622	3,558,009
Non-current Liabilities				
Lease liabilities - non-current	4,691	5,158	137,446	167,370
Total non-current liabilities	4,691	5,158	137,446	167,370
Equity				
Ordinary shares	26,388	26,730	800,581	811,618
Capital reserves	107,790	135,817	3,269,450	4,172,562
Retained earnings	591,164	542,866	17,641,219	16,118,452
Other equity	(2,908)	(4,577)	(459,732)	1,646,438
Treasury shares	(46,528)	(18,267)	(1,514,490)	(585,517)
Total equity	675,906	682,569	19,737,028	22,163,553
Total liabilities and equity	790,447	797,810	23,160,096	25,888,932

CONSOLIDATED STATEMENTS OF CASH FLOWS
For six months ended Jun 30, 2025 and 2024

	USD in Thousands		NTD in Thousands	
	Jun 30,	Jun 30,	Jun 30,	Jun 30,
	2025	2024	2025	2024
<u>Cash flows from operating activities</u>				
Income before income tax for the period	47,354	37,805	1,505,264	1,205,784
Depreciation and amortization (including the right-of-use assets)	12,934	10,794	412,054	344,331
Loss on disposal of equipment	-	22	-	694
Loss on disposal of intangible assets	-	356	-	11,368
Share-based compensation cost	9,862	16,578	313,672	521,011
Interest income	(4,157)	(5,345)	(132,394)	(170,692)
Income and expenses having no effect on cash flows	18,639	22,405	593,332	706,712
Accounts receivable	(4,871)	6,943	(142,707)	225,288
Inventories	12,786	10,129	374,625	328,704
Other current assets	(20,733)	(23,918)	(638,602)	(733,466)
Net changes in assets relating to operating activities	(12,818)	(6,846)	(406,684)	(179,474)
Accounts payable	(3,369)	(7,658)	(98,702)	(248,510)
Other payables	(5,293)	(6,782)	(155,094)	(220,091)
Other current liabilities	1,672	452	48,991	14,654
Net changes in liabilities relating to operating activities	(6,990)	(13,988)	(204,805)	(453,947)
Cash inflow generated from operations	46,185	39,376	1,487,107	1,279,075
Interest received	4,157	5,345	132,394	170,692
Income taxes paid	(3,376)	(2,438)	(107,551)	(77,764)
Net cash provided by operating activities	46,966	42,283	1,511,950	1,372,003
<u>Cash flows from investing activities</u>				
Acquisition of equipment	(2,236)	(2,040)	(71,240)	(65,092)
Acquisition of intangible assets	(134)	(90)	(4,259)	(2,862)
Decrease in refundable deposits	3,293	1,887	96,488	61,222
Increase in other prepayments	(5,041)	(10,939)	(160,606)	(348,949)
Acquisition of business combinations	(9,000)	-	(292,410)	-
Net cash flows used in investing activities	(13,118)	(11,182)	(432,027)	(355,681)
<u>Cash flows from financing activities</u>				
Repayment of the principal portion of lease liabilities	(2,099)	(1,983)	(66,886)	(63,262)
Purchase of treasury shares	(45,790)	-	(1,497,643)	-
Treasury shares reissued to employees	23,567	26,394	757,680	807,932
Distribution of cash dividends	(17,896)	(12,800)	(570,088)	(390,871)
Cash dividend regain from canceled share-based compensation	12	21	357	663
Net cash flows (used in) from financing activities	(42,206)	11,632	(1,376,580)	354,462
Effect of exchange rate changes	2,332	(84)	(1,000,839)	494,066
Net (decrease) increase in cash and cash equivalents	(6,026)	42,649	(1,297,496)	1,864,850
Cash and cash equivalents at beginning of period	321,193	276,379	10,531,902	8,487,601
Cash and cash equivalents at end of period	315,167	319,028	9,234,406	10,352,451