

LRAD Corporation and Subsidiary
Consolidated Balance Sheets
(000's omitted)

	September 30,	
	2017	2016
ASSETS		
Current assets:		
Cash and cash equivalents	\$12,804	\$13,467
Short-term marketable securities	4,360	2,936
Accounts receivable	5,682	3,409
Inventories, net	5,257	4,764
Prepaid expenses and other	983	596
Total current assets	29,086	25,172
Long-term marketable securities	711	2,188
Deferred tax assets	8,331	8,527
Property and equipment, net	510	473
Intangible assets, net	56	63
Prepaid expenses and other - noncurrent	164	391
Total assets	\$38,858	\$36,814
 LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$1,112	\$575
Accrued liabilities	2,562	1,503
Total current liabilities	3,674	2,078
Other liabilities - noncurrent	-	165
Total liabilities	3,674	2,243
Total stockholders' equity	35,184	34,571
Total liabilities and stockholders' equity	\$38,858	\$36,814

LRAD Corporation and Subsidiary
Consolidated Statements of Operation
(000's omitted except share and per share amounts)

	Years Ended September 30,	
	2017	2016
Revenues	\$20,314	\$16,361
Cost of revenues	10,036	8,689
Gross profit	10,278	7,672
Operating expenses:		
Selling, general and administrative	8,586	6,877
Research and development	2,500	2,388
Total operating expenses	11,086	9,265
Loss from operations	-808	-1,593
Other income	129	125
Loss from operations before income taxes	-679	-1,468
Income tax (benefit) expense	198	(186)
Net loss	\$(877)	\$(1,282)
Net loss per common share - basic and diluted	\$(0.03)	\$(0.04)
Weighted average common shares outstanding:		
Basic and diluted	31,855,430	31,970,600