

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

	March 31,	September 30,
	2019	2018
	(unaudited)	
	<hr/>	<hr/>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 7,723	\$ 11,063
Short-term marketable securities	3,109	3,592
Restricted cash	390	404
Accounts receivable, net	6,757	2,786
Inventories, net	8,306	6,734
Prepaid expenses and other	688	3,091
Total current assets	<hr/> 26,973	<hr/> 27,670
Long-term marketable securities	1,695	1,201
Long-term restricted cash	340	340
Deferred tax assets, net	5,400	5,957
Property and equipment, net	2,484	2,449
Goodwill	2,365	2,446
Intangible assets, net	1,356	1,557
Prepaid expenses and other - noncurrent	123	241
Total assets	<hr/> <hr/> \$ 40,736	<hr/> <hr/> \$ 41,861
 LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 1,228	\$ 3,083
Accrued liabilities	3,334	3,200
Notes payable, current portion	286	297
Total current liabilities	<hr/> 4,848	<hr/> 6,580
Notes payable, less current portion	34	53
Other liabilities, noncurrent	2,083	1,739
Total liabilities	<hr/> 6,965	<hr/> 8,372
 Total stockholders' equity	 <hr/> 33,771	 <hr/> 33,489
Total liabilities and stockholders' equity	<hr/> <hr/> \$ 40,736	<hr/> <hr/> \$ 41,861

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

	Three months ended March 31,		Six months ended March 31,	
	2019	2018	2019	2018
Revenues	\$ 10,192	\$ 7,868	\$ 20,369	\$ 15,497
Cost of revenues	5,001	3,832	10,089	7,503
Gross profit	5,191	4,036	10,280	7,994
Operating expenses:				
Selling, general and administrative	2,475	2,518	5,227	4,706
Research and development	1,280	914	2,328	1,692
Total operating expenses	3,755	3,432	7,555	6,398
Income from operations	1,436	604	2,725	1,596
Other income and expense, net	17	15	57	49
Income before income taxes	1,453	619	2,782	1,645
Income tax expense	274	158	557	2,867
Net income (loss)	\$ 1,179	\$ 461	\$ 2,225	\$ (1,222)
Net income (loss) per common share - basic and diluted	\$ 0.04	\$ 0.01	\$ 0.07	\$ (0.04)
Weighted average common shares outstanding:				
Basic	32,584,952	32,275,647	32,738,871	32,212,286
Diluted	33,077,255	33,299,206	33,272,164	32,212,286