SOUNDHOUND AI, INC. CONDENSED CONSOLIDATED BALANCE SHEETS

(In thousands, except share and per share data)

Cach and cash oquivalents \$ 20,046 \$ 10 Accounts reservable, net of allowances of \$2,458 and \$726 as of June 30, 2025 and December 31, 2024, respectively 19,68 2 Connect assests and unbilled receivable, net 21,028 2 Connect assests and unbilled receivable, non-current 9,00 2 Restricted cach equivalents, non-current 9,00 1,00 Right-of-Gene assets 1,00 1,00 Right-of-Gene assets 1,00 1,00 Opportry and equivalents, non-current 1,00 1,00 Goodwill 1,01 1,00 Deferred that assets 6,23 1 Oberoperty and equivalents, non-current, not 6,23 1 Oberoperty and equivalents and unbilled receivable, non-current, not 6,23 1 Oberoperty and equivalents and unbilled receivable, non-current, not 8,23 5 Contract assets and unbilled receivable, non-current, not 8,23 1 Deferred that assets 1,00 2,00 2 Counted liabilities 1,00 2,00 2 Current liabilities 1,00		June 30, 2025 (Unaudited)		Dec	December 31, 2024	
Current assets Current assets 2 30,34 lb \$ 10,6 lb 2 20,34 lb \$ 20,0 lb 2 20,0 lb <th></th> <th></th> <th></th>						
Cach and cash oquivalents \$ 20,046 \$ 10 Accounts reservable, net of allowances of \$2,458 and \$726 as of June 30, 2025 and December 31, 2024, respectively 19,68 2 Connect assests and unbilled receivable, net 21,028 2 Connect assests and unbilled receivable, non-current 9,00 2 Restricted cach equivalents, non-current 9,00 1,00 Right-of-Gene assets 1,00 1,00 Right-of-Gene assets 1,00 1,00 Opportry and equivalents, non-current 1,00 1,00 Goodwill 1,01 1,00 Deferred that assets 6,23 1 Oberoperty and equivalents, non-current, not 6,23 1 Oberoperty and equivalents and unbilled receivable, non-current, not 6,23 1 Oberoperty and equivalents and unbilled receivable, non-current, not 8,23 5 Contract assets and unbilled receivable, non-current, not 8,23 1 Deferred that assets 1,00 2,00 2 Counted liabilities 1,00 2,00 2 Current liabilities 1,00						
Accounts receivable, net of allowances of \$2,458 and \$726 as of June 30, 2025 and December 31, 2024, respectively 10,000 and 21,028 2,028	Current assets:					
Contract assets and unbilled receivable, net 21,928 2 Other current assets 28,202 2 Total current assets 328,022 2 Retricted cash equivalents, son-current 4,402	Cash and cash equivalents	\$	230,340	\$	198,240	
Ober current assets 10,003 20					23,159	
Total current assets Seat					26,645	
Residucted cash equivalents, non-current 4,420 Righi-of-cus assets 4,420 Property and equipment, net 10,120 Goodwall 10,120 Deferred lax asset, net 10,210 Deferred lax assets and unbilled receivable, non-current, net 23,61 Contract assets and unbilled receivable, non-current, net 63,21 Total assets 5,37,40 Accomption specific properties of the properties	Other current assets				7,470	
Right-of-sace sacets 4,420 Property and equipment, net 1,070 Clocksderll 10,20 Intrangelle sacets, net 159,80 Deferred tux sacet 4 Other non-current assets 6,321 Total assets 5,39,40 LIABILITIES AND STOCKHOLDER'S EQUITY LIABILITIES AND STOCKHOLDER'S EQUITY Current liabilities Accounts payable \$ 10,151 Accounts payable \$ 10,151 Accounts payable \$ 10,151 Account subhilities 3,20 Prisance lease liabilities 3,20 Income tax liability 2,96 Deferred evenue 32,715 Operating lease liabilities 3,82 Operating lease liabilities 3,82 Operating lease liabilities, ent of current portion 6,132 Deferred revenue 3,212 Operating lease liabilities, ent of current portion 6,132 Contingent acquisition liabilities 12,274 Total current liabilities 2,274 Total current portion	Total current assets		282,022		255,520	
Property and equipment, net 1,070 10	Restricted cash equivalents, non-current		936		670	
Goodwill 10,120 10 Intrangible saces, net 15,850 17 Contract assets and unbilled receivable, non-current, net 2,3631 1 Contract assets and unbilled receivable, non-current, net 5,3531 1 Total assets 5,79,498 \$ 5,55 LIABILITIES AND STOCKHOLDER'S EQUITY Current liabilities 18,903 2 Accounts payable \$ 10,151 \$ Accounts payable	Right-of-use assets		4,420		4,692	
Intensible assets, net 159,880 17 150-86 (root as asset 4 4 4 4 4 4 4 4 4	Property and equipment, net		1,070		1,239	
Contract assets and unbilled receivable, non-current, net	Goodwill				101,704	
Contract assets and unbilled receivable, non-current, seets 23,631 1 Other non-current assets 6,327					174,943	
Other non-current assets 6,32 Total assets 5,79,494 5,55 LABBLITIES AND STOCKHOLDER'S QUITY Current liabilities Service of Samual S					4	
Total assets					12,879	
Current liabilities					2,290	
Current liabilities: Accounts payable \$ 10,151 \$ Account payable 18,993 2 Operating lease liabilities 2,076 2 Operating lease liabilities 38 5 Income tax liability 2,966 2 Deferred revenue 23,715 2 Other current liabilities 351 3 Total current liabilities, est of current portion 58,290 6 Operating lease liabilities, ent of current portion 6,132 2 Contingent acquisition liabilities 142,113 28 Income tax liability, net of current portion 6,132 3 Other uncurrent liabilities 142,113 28 Income tax liability, net of current portion 3,082 3 Other non-current liabilities 7,844 3 Total liabilities 7,844 3 Total liabilities 219,735 37 Commitments and contingencies 3 3 Steckholders' equity: Series A Preferred Stock, \$0,0001 par value; 1,000,000 shares authorized; 0 and 0 shares issued and outstandin	Total assets	\$	579,494	\$	553,953	
Current liabilities: Accounts payable \$ 10,151 \$ Account payable 18,993 2 Operating lease liabilities 2,076 2 Operating lease liabilities 38 5 Income tax liability 2,966 2 Deferred revenue 23,715 2 Other current liabilities 351 3 Total current liabilities, est of current portion 58,290 6 Operating lease liabilities, ent of current portion 6,132 2 Contingent acquisition liabilities 142,113 28 Income tax liability, net of current portion 6,132 3 Other uncurrent liabilities 142,113 28 Income tax liability, net of current portion 3,082 3 Other non-current liabilities 7,844 3 Total liabilities 7,844 3 Total liabilities 219,735 37 Commitments and contingencies 3 3 Steckholders' equity: Series A Preferred Stock, \$0,0001 par value; 1,000,000 shares authorized; 0 and 0 shares issued and outstandin	LIANT WEEK AND STOCKHOLDERS POLICE					
Accounts payable \$ 10,151 \$ Accured liabilities 18,993 2 Operating lease liabilities 2,076						
Accrued liabilities 18,993 2 Operating lease liabilities 2,076 Finance lease liabilities 38 Income tax liability 2,966 Deferred revenue 23,715 2 Other current liabilities 351 Total current liabilities, net of current portion 58,290 6 Operating lease liabilities, net of current portion 6,132 2 Contingent acquisition liabilities 142,113 28 Income tax liability, net of current portion 3,082 2 Other non-current liabilities 7,844 2 Total liabilities 7,844 2 Total liabilities 219,735 37 Commitments and contingencies 219,735 37 Stockholders' equity: 2 2 Scries A Preferred Stock, \$0,0001 par value; 75,000,000 and 455,000,000 shares authorized as of June 30, 2025 and December 31, 2024, respectively 3 Class A Common Stock, \$0,0001 par value; 75,000,000 and 455,000,000 and 455,000,000 shares authorized as of June 30, 2025 and December 31, 2024, respectively 3 Class B Common Stock, \$0,0000 par value; 44,000,000 shares subtanding as o			10.151		5.55	
Operating lease liabilities 2,076 Finance lease liabilities 38 Income tax liability 2,966 Deferred revenue 23,715 2 Other current liabilities 351 Total current liabilities 58,290 6 Operating lease liabilities, net of current portion 2,274 2 Deferred revenue, net of current portion 6,132 2 Contingent acquisition liabilities 142,113 28 Income tax liability, net of current portion 3,082 3 Other non-current liabilities 7,844 3 Total liabilities 219,735 37 Commitments and contingencies 219,735 37 Stockholders' equity: Series A Preferred Stock, \$0,0001 par value; 1,000,000 shares authorized; 0 and 0 shares issued and outstanding, aggregate liquidation preference of S0 and S0 as of June 30, 2025 and December 31, 2024, respectively 3 Class A Common Stock, \$0,0001 par value; 44,000,000 shares authorized; 32,535,408 and 32,025 and December 31, 2024, respectively 36 Class B Common Stock, \$0,0001 par value; 44,000,000 shares authorized; 32,535,408 and 32,535,408 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively		3		3	5,559	
Finance lease liabilities 38 1 1 1 1 1 1 1 1 1					26,29	
Deferred revenue					1,898	
Deferred revenue					49	
Contingent liabilities S8,290 6					2,750	
Total current liabilities 58,290 6 Operating lease liabilities, net of current portion 2,274 Deferred revenue, net of current portion 6,132 Contingent acquisition liabilities 142,113 28 Income tax liability, net of current portion 3,082 Other non-current liabilities 7,844 Total liabilities 7,844 Total liabilities 219,735 37 Commitments and contingencies Stockholders' equity: Series A Preferred Stock, \$0,0001 par value; 1,000,000 shares authorized; 0 and 0 shares issued and outstanding, aggregate liquidation preference of \$0 and \$0 as of June 30, 2025 and December 31, 2024, respectively; 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively; 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 373,005,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025					23,870	
Operating lease liabilities, net of current portion 6,132 Contingent acquisition liabilities 142,113 28 Income tax liability, net of current portion 3,082 Other non-current liabilities 7,844 Total liabilities 7,844 Total liabilities 219,735 37 Commitments and contingencies Stockholders' equity: Series A Preferred Stock, \$0,0001 par value; 1,000,000 shares authorized; 0 and 0 shares issued and outstanding, aggregate liquidation preference of \$0 and \$0 as of June 30, 2025 and December 31, 2024, respectively Class A Common Stock, \$0,0001 par value; 755,000,000 and 455,000,000 shares authorized as of June 30, 2025 and December 31, 2024, respectively Class B Common Stock, \$0,0001 par value; 44,000,000 shares authorized; 32,535,408 and 32,535,408 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively Additional paid-in capital 1,247,394 1,12 Accumulated other comprehensive income 178	Other current liabilities		351		7,319	
Deferred revenue, net of current portion 6,132 Contingent acquisition liabilities 142,113 28 Income tax liability, net of current portion 3,082 Other non-current liabilities 7,844 Total liabilities 7,844 Total liabilities 219,735 37 Commitments and contingencies Stockholders' equity: Series A Preferred Stock, \$0,0001 par value; 1,000,000 shares authorized; 0 and 0 shares issued and outstanding, aggregate liquidation preference of \$0 and \$0 as of June 30, 2025 and December 31, 2024, respectively Class A Common Stock, \$0,0001 par value; 75,000,000 shares authorized as of June 30, 2025 and December 31, 2024, respectively Class B Common Stock, \$0,0001 par value; 44,000,000 shares authorized; 32,535,408 and 32,535,408 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively Additional paid-in capital 1,247,394 1,12 Accumulated other comprehensive income 178	Total current liabilities		58,290		67,742	
Contingent acquisition liabilities 142,113 28 Income tax liability, net of current portion 3,082 Other non-current liabilities 7,844 Total liabilities 219,735 37 Commitments and contingencies Stockholders' equity: Series A Preferred Stock, \$0,0001 par value; 1,000,000 shares authorized; 0 and 0 shares issued and outstanding, aggregate liquidation preference of \$0 and \$0 as of June 30, 2025 and December 31, 2024, respectively Class A Common Stock, \$0,0001 par value; 755,000,000 and 455,000,000 shares authorized as of June 30, 2025 and December 31, 2024, respectively; 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 36 Class B Common Stock, \$0,0001 par value; 44,000,000 shares authorized; 32,535,408 and 32,535,408 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 36 Additional paid-in capital 1,247,394 1,12 Accumulated deficit (887,852) (94 Accumulated other comprehensive income 178	Operating lease liabilities, net of current portion		2,274		2,40	
Income tax liability, net of current portion 3,082 Other non-current liabilities 7,844 Total liabilities 219,735 37 Commitments and contingencies Stockholders' equity: Series A Preferred Stock, \$0,0001 par value; 1,000,000 shares authorized; 0 and 0 shares issued and outstanding, aggregate liquidation preference of \$0 and \$0 as of June 30, 2025 and December 31, 2024, respectively — Class A Common Stock, \$0,0001 par value; 755,000,000 and 455,000,000 shares authorized as of June 30, 2025 and December 31, 2024, respectively; 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 36 Class B Common Stock, \$0,0001 par value; 44,000,000 shares authorized; 32,535,408 and 32,535,408 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 36 Additional paid-in capital 1,247,394 1,12 Accumulated deficit (887,852) (94 Accumulated other comprehensive income 178	Deferred revenue, net of current portion				6,862	
Other non-current liabilities 7,844 Total liabilities 219,735 37 Commitments and contingencies Stockholders' equity: Series A Preferred Stock, \$0.0001 par value; 1,000,000 shares authorized; 0 and 0 shares issued and outstanding, aggregate liquidation preference of \$0 and \$0 as of June 30, 2025 and December 31, 2024, respectively — Class A Common Stock, \$0.0001 par value; 755,000,000 and 455,000,000 shares authorized as of June 30, 2025 and December 31, 2024, respectively; 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 36 Class B Common Stock, \$0.0001 par value; 44,000,000 shares authorized; 32,535,408 and 32,535,408 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 36 Additional paid-in capital 1,247,394 1,12 Accumulated deficit (887,852) (94 Accumulated other comprehensive income 178	Contingent acquisition liabilities				286,89	
Total liabilities 219,735 37 Commitments and contingencies Stockholders' equity: Series A Preferred Stock, \$0.0001 par value; 1,000,000 shares authorized; 0 and 0 shares issued and outstanding, aggregate liquidation preference of \$0 and \$0 as of June 30, 2025 and December 31, 2024, respectively — Class A Common Stock, \$0.0001 par value; 755,000,000 and 455,000,000 shares authorized as of June 30, 2025 and December 31, 2024, respectively; 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 36 Class B Common Stock, \$0.0001 par value; 44,000,000 shares authorized; 32,535,408 and 32,535,408 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 36 Additional paid-in capital 1,247,394 1,12 Accumulated deficit (887,852) (94 Accumulated other comprehensive income 178					3,07:	
Stockholders' equity: Series A Preferred Stock, \$0.0001 par value; 1,000,000 shares authorized; 0 and 0 shares issued and outstanding, aggregate liquidation preference of \$0 and \$0 as of June 30, 2025 and December 31, 2024, respectively Class A Common Stock, \$0.0001 par value; 755,000,000 and 455,000,000 shares authorized as of June 30, 2025 and December 31, 2024, respectively; 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 36 Class B Common Stock, \$0.0001 par value; 44,000,000 shares authorized; 32,535,408 and 32,535,408 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively 36 Additional paid-in capital Accumulated deficit (887,852) (94 Accumulated other comprehensive income					4,320	
Stockholders' equity: Series A Preferred Stock, \$0.0001 par value; 1,000,000 shares authorized; 0 and 0 shares issued and outstanding, aggregate liquidation preference of \$0 and \$0 as of June 30, 2025 and December 31, 2024, respectively Class A Common Stock, \$0.0001 par value; 755,000,000 and 455,000,000 shares authorized as of June 30, 2025 and December 31, 2024, respectively; 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively Class B Common Stock, \$0.0001 par value; 44,000,000 shares authorized; 32,535,408 and 32,535,408 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively Additional paid-in capital Accumulated deficit (887,852) (94 Accumulated other comprehensive income			219,735		371,300	
Series A Preferred Stock, \$0.0001 par value; 1,000,000 shares authorized; 0 and 0 shares issued and outstanding, aggregate liquidation preference of \$0 and \$0 as of June 30, 2025 and December 31, 2024, respectively Class A Common Stock, \$0.0001 par value; 755,000,000 and 455,000,000 shares authorized as of June 30, 2025 and December 31, 2024, respectively; 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively Class B Common Stock, \$0.0001 par value; 44,000,000 shares authorized; 32,535,408 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively Additional paid-in capital Accumulated deficit (887,852) (94 Accumulated other comprehensive income	Commitments and contingencies					
Series A Preferred Stock, \$0.0001 par value; 1,000,000 shares authorized; 0 and 0 shares issued and outstanding, aggregate liquidation preference of \$0 and \$0 as of June 30, 2025 and December 31, 2024, respectively Class A Common Stock, \$0.0001 par value; 755,000,000 and 455,000,000 shares authorized as of June 30, 2025 and December 31, 2024, respectively; 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively Class B Common Stock, \$0.0001 par value; 44,000,000 shares authorized; 32,535,408 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively Additional paid-in capital Accumulated deficit (887,852) (94 Accumulated other comprehensive income	Stockholdere' equity:					
preference of \$0 and \$0 as of June 30, 2025 and December 31, 2024, respectively Class A Common Stock, \$0.0001 par value; 755,000,000 and 455,000,000 shares authorized as of June 30, 2025 and December 31, 2024, respectively; 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively Class B Common Stock, \$0.0001 par value; 44,000,000 shares authorized; 32,535,408 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively Additional paid-in capital Accumulated deficit Accumulated other comprehensive income 178						
respectively; 373,055,866 and 361,096,457 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively Class B Common Stock, \$0,0001 par value; 44,000,000 shares authorized; 32,535,408 and 32,535,408 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively Additional paid-in capital Accumulated deficit Accumulated other comprehensive income 178			_		_	
June 30, 2025 and December 31, 2024, respectively 3 Additional paid-in capital 1,247,394 1,12 Accumulated deficit (887,852) (94 Accumulated other comprehensive income 178			36		3:	
Accumulated deficit (887,852) (94 Accumulated other comprehensive income 178	Class B Common Stock, \$0.0001 par value; 44,000,000 shares authorized; 32,535,408 and 32,535,408 shares issued and outstanding as of June 30, 2025 and December 31, 2024, respectively		3		:	
Accumulated other comprehensive income 178	Additional paid-in capital		1,247,394		1,125,47	
	Accumulated deficit		(887,852)		(943,06	
	Accumulated other comprehensive income		178		20.	
Total stockholders' equity 359,759 18	Total stockholders' equity		359,759		182,653	
	• •	s		s	553,953	

SOUNDHOUND AI, INC. CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME (LOSS)

(In thousands, except share and per share data) (Unaudited)

	,	Three Months Ended June 30,			Six Months Ended June 30,			
		2025		2024		2025		2024
Revenues	\$	42,683	\$	13,462	\$	71,812	\$	25,056
Operating expenses:								_
Cost of revenues		26,021		4,980		44,532		9,649
Sales and marketing		15,837		5,655		27,844		11,197
Research and development		25,805		15,738		50,561		30,616
General and administrative		18,230		9,535		36,637		19,802
Change in fair value of contingent acquisition liabilities		31,359		(1,082)		(144,741)		3,080
Amortization of intangible assets		3,482		621		6,933		1,226
Total operating expenses		120,734		35,447		21,766		75,570
Income (loss) from operations		(78,051)		(21,985)		50,046		(50,514)
Other expense, net:								
Loss on early extinguishment of debt		_		(15,587)		_		(15,587)
Interest expense		(169)		(4,086)		(404)		(9,750)
Other income, net		4,752		4,974		7,641		6,453
Total other income (expense), net		4,583		(14,699)		7,237		(18,884)
Income (loss) before provision for income taxes		(73,468)		(36,684)		57,283		(69,398)
Provision for income taxes		1,256		638		2,075		933
Net income (loss)	\$	(74,724)	\$	(37,322)	\$	55,208	\$	(70,331)
Earnings attributable to participating Class A Common Shares		_		_		(297)		_
Cumulative dividends attributable to Series A Preferred Stock				(73)				(416)
Net income (loss) attributable to SoundHound common shareholders	\$	(74,724)	\$	(37,395)	\$	54,911	\$	(70,747)
Common shareholders	Ψ	(/4,/24)	Ψ	(37,373)	Ψ	34,711	Ψ	(70,747)
Other comprehensive income (loss):								
Unrealized gains (losses) on investments		(33)		(30)		(27)		6
Comprehensive income (loss)	\$	(74,757)	\$	(37,425)	\$	54,884	\$	(70,741)
,		(, ,		, , ,		,		())
Net income (loss) per share:								
Basic	\$	(0.19)	\$	(0.11)	\$	0.14	\$	(0.23)
Diluted	\$	(0.19)	\$	(0.11)	\$	0.13	\$	(0.23)
Weighted-average common shares outstanding:								
Basic	4	100,124,499		331,830,608		397,026,119		309,213,583
Diluted	4	102,043,468		331,830,608		414,145,877		309,213,583

SOUNDHOUND AI, INC. CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

(In thousands) (Unaudited)

(Chanacta)	Six Months June 3		
	2025	2024	
Cash flows used in operating activities:			
Net income (loss)	\$ 55,208 \$	(70,331)	
Adjustments to reconcile net loss to net cash used in operating activities:			
Depreciation and amortization	15,529	2,750	
Stock-based compensation	41,250	14,232	
Amortization of debt issuance cost	_	1,524	
Loss on disposal of property and equipment	42	_	
Non-cash lease amortization	1,388	1,445	
Foreign currency gain/loss from remeasurement	(871)	(70)	
Change in fair value of contingent acquisition liabilities	(144,741)	3,080	
Change in fair value of derivative	(2,179)	_	
Loss on early extinguishment of debt	_	15,587	
Deferred income taxes	_	(368)	
Other, net	1,997	(891)	
Changes in operating assets and liabilities:			
Accounts receivable, net	2,383	211	
Other current assets	(2,696)	(1,426)	
Contract assets	(6,314)	(2,267)	
Other non-current assets	(1,846)	(842)	
Accounts payable	4,567	1,941	
Accrued liabilities	(6,210)	(625)	
Other current liabilities	(2,481)	_	
Operating lease liabilities	(1,359)	(1,720)	
Deferred revenue	(891)	(2,523)	
Other non-current liabilities	3,542	(147)	
Net cash used in operating activities	(43,682)	(40,440)	
Cash flows used in investing activities:			
Purchases of property and equipment	(354)	(335)	
Payment related to acquisition, net of cash acquired	_	(4,453)	
Net cash used in investing activities	(354)	(4,788)	
Cash flows provided by financing activities:			
Proceeds from sales of Class A common stock under the Sales Agreement, Equity Distribution Agreement,			
and Second Equity Distribution Agreement	75,565	237,639	
Proceeds from exercise of stock options and employee stock purchase plan	2,766	10,628	
Proceeds from warrants exercised	13	_	
Payment of financing costs associated with the Sales Agreement, Equity Distribution Agreement, and Second Equity Distribution Agreement	(1,511)	(5,639)	
Payment to settle contingent holdback liabilities from SYNQ3 acquisition	(198)	_	
Payments on notes payable	_	(105,540)	
Payments on finance leases	(29)	(58)	
Net cash provided by financing activities	76,606	137,030	
Effects of exchange rate changes on cash	(210)	130	
Net change in cash, cash equivalents, and restricted cash equivalents	32,360	91,932	
Cash, cash equivalents, and restricted cash equivalents, beginning of period	198,916	109,035	
Cash, cash equivalents, and restricted cash equivalents, end of period	\$ 231,276	\$ 200,967	

SOUNDHOUND AI, INC. CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS – Continued

(In thousands) (Unaudited)

Reconciliation to amounts on the condensed consolidated balance sheets:				
Cash and cash equivalents	\$	230,340	\$	200,156
Non-current portion of restricted cash equivalents		936		811
Total cash, cash equivalents, and restricted cash equivalents shown in the condensed consolidated statements of cash flows	\$	231,276	\$	200,967
Combinated Fights and Combine				
Supplemental disclosures of cash flow information:	Φ.		٨	2 - 11
Cash paid for interest	\$	2	\$	3,541
Cash paid for income taxes	\$	1,905	\$	1,274
Noncash investing and financing activities:				
Conversion of Series A Preferred Stock to Class A common stock	\$		\$	14,187
Issuance of Class A Common Stock to settle contingent holdback consideration of SYNQ3 acquisition	\$	3,922	\$	_
Deferred offering costs reclassified to additional paid-in capital	\$	79	\$	147
Unpaid financing costs in connection with the Equity Distribution Agreement	\$	_	\$	522
Property and equipment acquired under accrued liabilities	\$	_	\$	92
Fair value of Class A common stock and deferred equity consideration issued to acquire SYNQ3	\$	_	\$	9,687
Fair value of contingent earnout consideration to acquire SYNQ3	\$	_	\$	1,676
Fair value of contingent holdback consideration to acquire SYNQ3	\$		\$	427
Fair value of deferred cash consideration under other acquisition	\$	_	\$	195