

**Radware Ltd.**  
**Condensed Consolidated Balance Sheets**  
(U.S. Dollars in thousands)

	<b>December 31, 2025</b>	<b>December 31, 2024</b>
	(Unaudited)	(Unaudited)
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	105,078	98,714
Marketable securities	15,900	72,994
Short-term bank deposits	136,282	104,073
Trade receivables, net	35,023	16,823
Other receivables and prepaid expenses	11,004	14,242
Inventories	13,220	14,030
	<u>316,507</u>	<u>320,876</u>
<b>Long-term investments</b>		
Marketable securities	71,398	29,523
Long-term bank deposits	131,922	114,354
Other assets	2,830	2,171
	<u>206,150</u>	<u>146,048</u>
Property and equipment, net	16,452	15,632
Intangible assets, net	7,782	11,750
Other long-term assets	40,641	37,906
Operating lease right-of-use assets	15,625	18,456
Goodwill	68,008	68,008
Total assets	<u>671,165</u>	<u>618,676</u>
<b>Liabilities and equity</b>		
<b>Current liabilities</b>		
Trade payables	7,234	5,581
Deferred revenues	112,054	106,303
Operating lease liabilities	5,051	4,750
Other payables and accrued expenses	69,357	51,836
	<u>193,696</u>	<u>168,470</u>
<b>Long-term liabilities</b>		
Deferred revenues	65,764	64,708
Operating lease liabilities	11,970	13,519
Other long-term liabilities	9,051	14,904
	<u>86,785</u>	<u>93,131</u>
<b>Equity</b>		
<b>Radware Ltd. equity</b>		
Share capital	770	754
Additional paid-in capital	578,652	555,154
Accumulated other comprehensive income	1,393	1,103
Treasury stock, at cost	(377,561)	(366,588)
Retained earnings	146,107	125,850
<b>Total Radware Ltd. shareholder's equity</b>	<u>349,361</u>	<u>316,273</u>
Non-controlling interest	41,323	40,802
<b>Total equity</b>	<u>390,684</u>	<u>357,075</u>
Total liabilities and equity	<u>671,165</u>	<u>618,676</u>

**Radware Ltd.**  
**Condensed Consolidated Statements of Income**  
**(U.S Dollars in thousands, except share and per share data)**

	<b>For the three months ended December 31,</b>		<b>For the twelve months ended December 31,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Revenues	80,245	73,031	301,850	274,880
Cost of revenues	15,471	13,992	58,339	53,252
Gross profit	64,774	59,039	243,511	221,628
Operating expenses, net:				
Research and development, net	21,132	18,472	78,981	74,723
Selling and marketing	33,391	32,505	127,586	122,450
General and administrative	6,308	7,071	25,536	28,342
Total operating expenses, net	60,831	58,048	232,103	225,515
Operating income (loss)	3,943	991	11,408	(3,887)
Financial income, net	4,562	3,570	17,899	16,552
Income before taxes on income	8,505	4,561	29,307	12,665
Taxes on income	2,464	2,109	9,050	6,627
Net income	6,041	2,452	20,257	6,038
Basic net income per share attributed to Radware Ltd.'s shareholders	0.14	0.06	0.47	0.14
Weighted average number of shares used to compute basic net income per share	43,275,172	42,238,469	42,879,056	41,982,851
Diluted net income per share attributed to Radware Ltd.'s shareholders	0.13	0.06	0.45	0.14
Weighted average number of shares used to compute diluted net income per share	45,129,136	43,725,803	44,698,538	43,362,906

**Radware Ltd.**  
**Reconciliation of GAAP to Non-GAAP Financial Information**  
**(U.S Dollars in thousands, except share and per share data)**

	<b>For the three months ended December 31,</b>	
	<b>2025</b>	<b>2024</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
GAAP gross profit	64,774	59,039
Share-based compensation	180	126
Amortization of intangible assets	992	992
Non-GAAP gross profit	<u>65,946</u>	<u>60,157</u>
GAAP research and development, net	21,132	18,472
Share-based compensation	1,825	1,434
Non-GAAP research and development, net	<u>19,307</u>	<u>17,038</u>
GAAP selling and marketing	33,391	32,505
Share-based compensation	3,678	3,173
Non-GAAP selling and marketing	<u>29,713</u>	<u>29,332</u>
GAAP general and administrative	6,308	7,071
Share-based compensation	1,414	2,187
Acquisition costs	(153)	130
Non-GAAP general and administrative	<u>5,047</u>	<u>4,754</u>
GAAP total operating expenses, net	60,831	58,048
Share-based compensation	6,917	6,794
Acquisition costs	(153)	130
Non-GAAP total operating expenses, net	<u>54,067</u>	<u>51,124</u>
GAAP operating income (loss)	3,943	991
Share-based compensation	7,097	6,920
Amortization of intangible assets	992	992
Acquisition costs	(153)	130
Non-GAAP operating income	<u>11,879</u>	<u>9,033</u>
GAAP financial income, net	4,562	3,570
Exchange rate differences, net on balance sheet items included in financial income, net	535	1,463
Non-GAAP financial income, net	<u>5,097</u>	<u>5,033</u>
GAAP income before taxes on income	8,505	4,561
Share-based compensation	7,097	6,920
Amortization of intangible assets	992	992
Acquisition costs	(153)	130
Exchange rate differences, net on balance sheet items included in financial income, net	535	1,463
Non-GAAP income before taxes on income	<u>16,976</u>	<u>14,066</u>
GAAP taxes on income	2,464	2,109
Tax related adjustments	61	61
Non-GAAP taxes on income	<u>2,525</u>	<u>2,170</u>
GAAP net income	6,041	2,452
Share-based compensation	7,097	6,920
Amortization of intangible assets	992	992
Acquisition costs	(153)	130
Exchange rate differences, net on balance sheet items included in financial income, net	535	1,463
Tax related adjustments	(61)	(61)
Non-GAAP net income	<u>14,451</u>	<u>11,896</u>
GAAP diluted net income per share	0.13	0.06
Share-based compensation	0.16	0.16
Amortization of intangible assets	0.02	0.02
Acquisition costs	(0.00)	0.00
Exchange rate differences, net on balance sheet items included in financial income, net	0.01	0.03
Tax related adjustments	(0.00)	(0.00)
Non-GAAP diluted net earnings per share	<u>0.32</u>	<u>0.27</u>
Weighted average number of shares used to compute non-GAAP diluted net earnings per share	45,129,136	43,725,803

**Radware Ltd.**  
**Condensed Consolidated Statements of Cash Flow**  
**(U.S. Dollars in thousands)**

	<b>For the three months ended</b>	
	<b>December 31,</b>	
	<b>2025</b>	<b>2024</b>
	(Unaudited)	(Unaudited)
<u>Cash flow from operating activities:</u>		
Net income	6,041	2,452
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	2,854	2,918
Share-based compensation	7,097	6,920
Amortization of premium, accretion of discounts and accrued interest on marketable securities, net	105	(190)
Increase (decrease) in accrued interest on bank deposits	(2,028)	(1,279)
Increase (decrease) in accrued severance pay, net	145	(151)
Decrease (increase) in trade receivables, net	(5,031)	3,140
Increase in other receivables and prepaid expenses and other long-term assets	(845)	(1,252)
Decrease (increase) in inventories	106	(487)
Increase (decrease) in trade payables	1,605	(970)
Increase (decrease) in deferred revenues	2,450	(4,829)
Increase in other payables and accrued expenses	4,470	6,222
Operating lease liabilities, net	362	255
Net cash provided by operating activities	<u>17,331</u>	<u>12,749</u>
<u>Cash flows from investing activities:</u>		
Purchase of property and equipment	(2,881)	(1,059)
Proceeds from (investment in) other long-term assets, net	(20)	41
Proceeds from (investment in) bank deposits, net	10,323	(46,682)
Investment in, redemption of and purchase of marketable securities ,net	3,536	23,249
Proceeds from (investment in) other deposits	-	(5,000)
Net cash provided by (used in) investing activities	<u>10,958</u>	<u>(29,451)</u>
<u>Cash flows from financing activities:</u>		
Proceeds from exercise of share options	(2)	-
Repurchase of shares	(10,490)	-
Payment of contingent consideration related to acquisition	-	-
Net cash used in financing activities	<u>(10,492)</u>	<u>-</u>
Increase (decrease) in cash and cash equivalents	17,797	(16,702)
Cash and cash equivalents at the beginning of the period	87,281	115,416
Cash and cash equivalents at the end of the period	<u>105,078</u>	<u>98,714</u>

Radware Ltd.

RECONCILIATION OF GAAP NET INCOME TO EBITDA AND ADJUSTED EBITDA (NON-GAAP)

(U.S Dollars in thousands)

	For the three months ended	
	December 31,	
	2025	2024
	(Unaudited)	(Unaudited)
<b>GAAP net income</b>	6,041	2,452
Exclude: Financial income, net	(4,562)	(3,570)
Exclude: Depreciation and amortization expense	2,854	2,918
Exclude: Taxes on income	2,464	2,109
<b>EBITDA</b>	<b>6,797</b>	<b>3,909</b>
Share-based compensation	7,097	6,920
Acquisition costs	(153)	130
<b>Adjusted EBITDA</b>	<b>13,741</b>	<b>10,959</b>

	For the three months ended	
	December 31,	
	2025	2024
Amortization of intangible assets	992	992
Depreciation	1,862	1,926
	<b>2,854</b>	<b>2,918</b>