



Investor Kit Third Quarter 2023



Radware Ltd. Condensed and Consolidated - Balance Sheets

(U.S. Dollars in thousands - unaudited)

	FY'21				FY'22				FY'23		
	Quarter Ended			Yr Ended 31-Dec	Quarter Ended			Yr Ended 31-Dec	Quarter Ended		
	31-Mar	30-Jun	30-Sep		31-Mar	30-Jun	30-Sep		31-Mar	30-Jun	30-Sep
ASSETS											
Current Assets											
Cash and cash equivalents	\$ 38,979	\$ 61,057	\$ 63,205	\$ 92,513	\$ 54,483	\$ 49,199	\$ 42,469	\$ 46,185	\$ 41,882	\$ 42,644	\$ 32,422
Available-for-sale marketable securities	70,215	56,509	51,234	39,497	25,219	25,055	23,735	44,180	60,693	77,222	85,409
Short-term bank deposits	205,554	195,010	159,208	155,879	138,337	206,556	202,684	207,679	220,287	222,769	203,913
Trade receivables, net	9,908	18,499	11,476	13,191	19,045	11,841	13,351	17,752	18,757	16,820	12,372
Other receivables and prepaid expenses	10,190	12,726	11,798	8,046	11,978	13,360	8,421	7,196	9,114	9,815	10,915
Inventories	13,411	13,200	12,403	11,580	11,255	11,403	10,854	11,428	11,279	12,323	12,994
	348,257	357,001	309,324	320,706	260,317	317,414	301,514	334,420	362,012	381,593	358,025
Long-term Investments											
Available-for-sale marketable securities	62,690	64,531	84,741	98,224	104,579	112,053	112,220	90,148	72,476	59,375	49,898
Long-term bank deposits	57,829	63,097	97,550	79,708	74,868	49,160	53,160	43,765	23,711	-	-
Severance pay funds	2,312	2,338	2,391	2,454	2,372	2,154	2,148	2,146	2,106	2,092	2,061
	122,831	129,966	184,682	180,386	181,819	163,367	167,528	136,059	98,293	61,467	51,959
Property and equipment, net	22,124	21,212	20,606	20,240	20,380	20,742	21,186	21,068	20,750	20,224	19,321
Other long-term assets	31,139	34,227	35,879	37,334	37,926	37,608	38,946	41,269	42,443	41,168	40,047
Operating lease right-of-use assets	26,892	26,143	25,131	24,829	23,724	23,376	24,160	23,078	21,891	20,776	20,132
Goodwill and intangible assets, net	53,269	52,803	52,340	51,875	93,911	89,678	88,686	87,694	86,702	85,710	84,718
	22,124	21,212	20,606	20,240	20,380	20,742	21,186	21,068	20,750	20,224	19,321
	31,139	34,227	35,879	37,334	37,926	37,608	38,946	41,269	42,443	41,168	40,047
	26,892	26,143	25,131	24,829	23,724	23,376	24,160	23,078	21,891	20,776	20,132
	53,269	52,803	52,340	51,875	93,911	89,678	88,686	87,694	86,702	85,710	84,718
Total assets	\$ 604,512	\$ 621,352	\$ 627,962	\$ 635,370	\$ 618,077	\$ 652,185	\$ 642,020	\$ 643,588	\$ 632,091	\$ 610,938	\$ 574,202
LIABILITIES AND EQUITY											
Current Liabilities											
Trade payables	\$ 4,126	\$ 5,548	\$ 2,994	\$ 4,310	\$ 8,153	\$ 7,440	\$ 6,770	\$ 6,464	\$ 4,827	\$ 7,847	\$ 6,069
Deferred revenues (*)	99,595	102,266	93,542	99,922	99,609	112,190	107,117	108,243	109,846	111,309	106,109
Operating lease liabilities	5,165	4,649	4,503	5,090	4,695	4,454	4,546	4,685	4,815	4,633	4,439
Other payables and accrued expenses	36,520	43,144	44,424	56,565	39,206	38,120	38,683	44,643	41,877	36,391	33,206
	145,406	155,607	145,463	165,887	151,663	162,204	157,116	164,035	161,365	160,180	149,823
Long-term Liabilities											
Deferred revenues (*)	56,251	56,048	62,455	67,065	69,814	75,297	71,761	72,219	71,362	70,369	63,258
Operating lease liabilities	23,197	23,322	22,617	22,360	21,213	19,771	20,254	19,461	18,358	17,210	15,956
Other long-term liabilities	11,494	11,701	11,841	10,065	22,630	19,384	19,202	19,430	19,095	18,809	20,172
	90,942	91,071	96,913	99,490	113,657	114,452	111,217	111,110	108,815	106,388	99,386
Equity											
Radware Ltd. equity											
Share capital	723	726	728	730	731	731	731	732	733	733	733
Additional paid-in capital	449,542	456,469	462,976	471,173	476,150	482,037	490,069	498,168	506,746	514,743	521,196
Accumulated other comprehensive income (loss), net of tax	978	664	298	(455)	(2,640)	(6,384)	(7,059)	(4,844)	(4,719)	(4,680)	(4,174)
Treasury stock, at cost	(220,741)	(225,379)	(225,575)	(243,023)	(266,822)	(284,345)	(290,580)	(303,299)	(316,467)	(336,953)	(356,969)
Retained earnings	137,662	142,194	147,159	141,568	145,338	148,490	145,526	141,402	138,321	132,513	125,662
Total Radware Ltd. shareholder's equity	368,164	374,674	385,586	369,993	352,757	340,529	338,687	332,159	324,614	306,356	286,448
Non-controlling interest	-	-	-	-	-	35,000	35,000	36,284	37,297	38,014	38,545
	368,164	374,674	385,586	369,993	352,757	375,529	373,687	368,443	361,911	344,370	324,993
Total equity	368,164	374,674	385,586	369,993	352,757	375,529	373,687	368,443	361,911	344,370	324,993
Total liabilities and equity	\$ 604,512	\$ 621,352	\$ 627,962	\$ 635,370	\$ 618,077	\$ 652,185	\$ 642,020	\$ 643,588	\$ 632,091	\$ 610,938	\$ 574,202
* Deferred Revenues											
Short Term	99,595	102,266	93,542	99,922	99,609	112,190	107,117	108,243	109,846	111,309	106,109
Long Term	56,251	56,048	62,455	67,065	69,814	75,297	71,761	72,219	71,362	70,369	63,258
Balance Sheet Deferred Revenues	155,846	158,314	155,997	166,987	169,423	187,487	178,878	180,462	181,208	181,678	169,367
Add: Uncollected billed amounts offset against trade receivables balance. (representing unpaid invoices not yet recognized as revenue)	32,434	30,830	30,662	46,783	47,507	28,166	37,131	39,059	38,578	29,387	29,053
Total Deferred Revenues	188,280	189,144	186,659	213,770	216,930	215,653	216,009	219,521	219,786	211,065	198,420

Note: This document should be read in conjunction with the Company's SEC Filings.



Radware Ltd. Condensed and Consolidated -

US GAAP Income Statements

(U.S. Dollars in thousands, except share and per share data - unaudited)

	FY'21					FY'22					FY'23		
	Quarter Ended				Yr Ended 31-Dec	Quarter Ended				Yr Ended 31-Dec	Quarter Ended		
	31-Mar	30-Jun	30-Sep	31-Dec		31-Mar	30-Jun	30-Sep	31-Dec		31-Mar	30-Jun	30-Sep
Revenues	\$ 66,769	\$ 69,667	\$ 73,418	\$ 76,642	\$ 286,496	\$ 73,708	\$ 75,114	\$ 70,521	\$ 74,083	\$ 293,426	\$ 69,041	\$ 65,607	\$ 61,612
Cost of revenues	12,266	12,838	13,294	14,048	52,446	12,941	13,888	13,138	13,917	53,884	13,306	12,742	12,838
Gross profit	54,503	56,829	60,124	62,594	234,050	60,767	61,226	57,383	60,166	239,542	55,735	52,865	48,774
Operating expenses:													
Research and development, net	17,735	18,127	18,639	19,597	74,098	20,370	21,623	22,083	22,486	86,562	21,150	21,141	20,614
Selling and marketing	28,991	29,248	29,588	32,015	119,842	30,283	32,290	31,416	32,544	126,533	31,919	31,917	30,532
General and administrative	5,196	4,551	6,024	6,114	21,885	6,527	5,737	7,278	10,244	29,786	8,247	8,307	7,824
Other income	-	-	-	-	-	-	-	-	-	-	-	-	-
Total operating expenses	51,922	51,926	54,251	57,726	215,825	57,180	59,650	60,777	65,274	242,881	61,316	61,365	58,970
Operating income (loss)	2,581	4,903	5,873	4,868	18,225	3,587	1,576	(3,394)	(5,108)	(3,339)	(5,581)	(8,500)	(10,196)
Financial income (expense), net	2,670	1,187	1,013	(463)	4,407	1,698	2,986	1,350	2,018	8,052	3,491	3,419	3,778
Income before taxes on income (tax benefit)	5,251	6,090	6,886	4,405	22,632	5,285	4,562	(2,044)	(3,090)	4,713	(2,090)	(5,081)	(6,418)
Taxes on income (tax benefit)	1,346	1,558	1,921	9,996	14,821	1,515	1,410	920	1,034	4,879	991	727	433
Net income (loss)	\$ 3,905	\$ 4,532	\$ 4,965	\$ (5,591)	\$ 7,811	\$ 3,770	\$ 3,152	\$ (2,964)	\$ (4,124)	\$ (166)	\$ (3,081)	\$ (5,808)	\$ (6,851)
Diluted net earnings (loss) per share attributed to Radware Ltd.'s shareholders	\$ 0.08	\$ 0.10	\$ 0.10	\$ (0.12)	\$ 0.16	\$ 0.08	\$ 0.07	\$ (0.07)	\$ (0.09)	\$ (0.00)	\$ (0.07)	\$ (0.13)	\$ (0.16)
Weighted average number of shares used to compute diluted net earnings (loss) per share	47,607,518	47,138,142	47,620,254	46,004,419	47,503,091	47,122,247	45,835,440	44,623,247	44,586,590	44,943,168	44,053,402	43,400,635	42,261,637
Gross margin	81.6%	81.6%	81.9%	81.7%	81.7%	82.4%	81.5%	81.4%	81.2%	81.6%	80.7%	80.6%	79.2%
R&D % of total revenue	26.6%	26.0%	25.4%	25.6%	25.9%	27.6%	28.8%	31.3%	30.4%	29.5%	30.6%	32.2%	33.5%
S&M % of total revenue	43.4%	42.0%	40.3%	41.8%	41.8%	41.1%	43.0%	44.5%	43.9%	43.1%	46.2%	48.6%	49.6%
G&A % of total revenue	7.8%	6.5%	8.2%	8.0%	7.6%	8.9%	7.6%	10.3%	13.8%	10.2%	11.9%	12.7%	12.7%
Total operating expenses % of total revenues	77.8%	74.5%	73.9%	75.3%	75.3%	77.6%	79.4%	86.2%	88.1%	82.8%	88.8%	93.5%	95.7%
Operating margin	3.9%	7.0%	8.0%	6.4%	6.4%	4.9%	2.1%	-4.8%	-6.9%	-1.1%	-8.1%	-13.0%	-16.5%
Net margin	5.8%	6.5%	6.8%	-7.3%	2.7%	5.1%	4.2%	-4.2%	-5.6%	-0.1%	-4.5%	-8.9%	-11.1%

Note: This document should be read in conjunction with the Company's SEC Filings.



Radware Ltd. Condensed and Consolidated -

Non-GAAP Income Statements

(U.S. Dollars in thousands, except share and per share data - unaudited)

	FY'21					FY'22					FY'23		
	Quarter Ended				Yr Ended 31-Dec	Quarter Ended				Yr Ended 31-Dec	Quarter Ended		
	31-Mar	30-Jun	30-Sep	31-Dec		31-Mar	30-Jun	30-Sep	31-Dec		31-Mar	30-Jun	30-Sep
Revenues	\$ 66,769	\$ 69,667	\$ 73,418	\$ 76,642	\$ 286,496	\$ 73,708	\$ 75,114	\$ 70,521	\$ 74,083	\$ 293,426	\$ 69,041	\$ 65,607	\$ 61,612
Cost of revenues	11,755	12,322	12,779	13,496	50,352	12,387	12,538	12,043	12,813	49,781	12,201	11,637	11,669
Gross profit	55,014	57,345	60,639	63,146	236,144	61,321	62,576	58,478	61,270	243,645	56,840	53,970	49,943
Operating expenses:													
Research and development, net	16,396	17,114	17,205	17,971	68,686	18,561	19,988	20,308	20,413	79,270	19,191	18,964	18,550
Selling and marketing	26,939	27,218	27,376	29,498	111,031	28,434	29,247	28,060	29,551	115,292	28,525	28,380	27,125
General and administrative	4,197	4,250	4,434	4,676	17,557	4,717	4,861	4,881	4,945	19,404	4,703	4,694	4,729
Total operating expenses	47,532	48,582	49,015	52,145	197,274	51,712	54,096	53,249	54,909	213,966	52,419	52,038	50,404
Operating income	7,482	8,763	11,624	11,001	38,870	9,609	8,480	5,229	6,361	29,679	4,421	1,932	(461)
Financial Income, net	1,946	1,742	1,401	1,129	6,218	804	1,066	2,450	2,431	6,751	2,716	3,387	3,815
Income before taxes on income	9,428	10,505	13,025	12,130	45,088	10,413	9,546	7,679	8,792	36,430	7,137	5,319	3,354
Taxes on income	1,408	1,619	1,983	1,810	6,820	1,577	1,471	982	1,095	5,125	1,053	788	495
Net income	\$ 8,020	\$ 8,886	\$ 11,042	\$ 10,320	\$ 38,268	\$ 8,836	\$ 8,075	\$ 6,697	\$ 7,697	\$ 31,305	\$ 6,084	\$ 4,531	\$ 2,859
Diluted net earnings per share attributed to Radware Ltd.'s shareholders	\$ 0.17	\$ 0.19	\$ 0.23	\$ 0.22	\$ 0.81	\$ 0.19	\$ 0.18	\$ 0.15	\$ 0.17	\$ 0.68	\$ 0.14	\$ 0.10	\$ 0.07
Weighted average number of shares used to compute diluted net earnings per share	47,607,518	47,138,142	47,620,254	47,655,351	47,503,091	47,122,247	45,835,440	45,623,336	45,227,288	45,947,476	44,762,161	44,268,786	43,163,159
Gross margin	82.4%	82.3%	82.6%	82.4%	82.4%	83.2%	83.3%	82.9%	82.7%	83.0%	82.3%	82.3%	81.1%
R&D % of total revenue	24.6%	24.6%	23.4%	23.4%	24.0%	25.2%	26.6%	28.8%	27.6%	27.0%	27.8%	28.9%	30.1%
S&M % of total revenue	40.3%	39.1%	37.3%	38.5%	38.8%	38.6%	38.9%	39.8%	39.9%	39.3%	41.3%	43.3%	44.0%
G&A % of total revenue	6.3%	6.1%	6.0%	6.1%	6.1%	6.4%	6.5%	6.9%	6.7%	6.6%	6.8%	7.2%	7.7%
Total operating expenses % of total revenues	71.2%	69.7%	66.8%	68.0%	68.9%	70.2%	72.0%	75.5%	74.1%	72.9%	75.9%	79.3%	81.8%
Operating margin	11.2%	12.6%	15.8%	14.4%	13.6%	13.0%	11.3%	7.4%	8.6%	10.1%	6.4%	2.9%	-0.7%
Tax rate	14.9%	15.4%	15.2%	14.9%	15.1%	15.1%	15.4%	12.8%	12.5%	14.1%	14.8%	14.8%	14.8%
Net margin	12.0%	12.8%	15.0%	13.5%	13.4%	12.0%	10.8%	9.5%	10.4%	10.7%	8.8%	6.9%	4.6%

Note: This document should be read in conjunction with the Company's SEC Filings.



GAAP to Non-GAAP Reconciliations

(U.S. Dollars in thousands, except share and per share data - unaudited)

	FY'21					FY'22					FY'23		
	Quarter Ended				Yr Ended 31-Dec	Quarter Ended				Yr Ended 31-Dec	Quarter Ended		
	31-Mar	30-Jun	30-Sep	31-Dec		31-Mar	30-Jun	30-Sep	31-Dec		31-Mar	30-Jun	30-Sep
GAAP gross profit	\$ 54,503	\$ 56,829	\$ 60,124	\$ 62,594	\$ 234,050	\$ 60,767	\$ 61,226	\$ 57,383	\$ 60,166	\$ 239,542	\$ 55,735	\$ 52,865	\$ 48,774
Stock-based compensation	47	51	51	87	236	90	94	103	112	399	113	113	177
Amortization of intangible assets	464	465	464	465	1,858	464	1,256	992	992	3,704	992	992	992
Acquisition related costs	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-GAAP gross profit	\$ 55,014	\$ 57,345	\$ 60,639	\$ 63,146	\$ 236,144	\$ 61,321	\$ 62,576	\$ 58,478	\$ 61,270	\$ 243,645	\$ 56,840	\$ 53,970	\$ 49,943
GAAP research and development, net	\$ 17,735	\$ 18,127	\$ 18,639	\$ 19,597	\$ 74,098	\$ 20,370	\$ 21,623	\$ 22,083	\$ 22,486	\$ 86,562	\$ 21,150	\$ 21,141	\$ 20,614
Stock-based compensation	1,339	1,013	1,434	1,626	5,412	1,809	1,635	1,775	2,073	7,292	1,959	2,177	2,064
Acquisition related costs	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-GAAP Research and development, net	\$ 16,396	\$ 17,114	\$ 17,205	\$ 17,971	\$ 68,686	\$ 18,561	\$ 19,988	\$ 20,308	\$ 20,413	\$ 79,270	\$ 19,191	\$ 18,964	\$ 18,550
GAAP selling and marketing	\$ 28,991	\$ 29,248	\$ 29,588	\$ 32,015	\$ 119,842	\$ 30,283	\$ 32,290	\$ 31,416	\$ 32,544	\$ 126,533	\$ 31,919	\$ 31,917	\$ 30,532
Stock-based compensation	2,052	2,030	2,212	2,517	8,811	1,849	3,043	3,356	2,993	11,241	3,394	3,537	2,134
Restructuring costs	-	-	-	-	-	-	-	-	-	-	-	-	1,273
Amortization of intangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-GAAP selling and marketing	\$ 26,939	\$ 27,218	\$ 27,376	\$ 29,498	\$ 111,031	\$ 28,434	\$ 29,247	\$ 28,060	\$ 29,551	\$ 115,292	\$ 28,525	\$ 28,380	\$ 27,125
GAAP general and administrative	\$ 5,196	\$ 4,551	\$ 6,024	\$ 6,114	\$ 21,885	\$ 6,527	\$ 5,737	\$ 7,278	\$ 10,244	\$ 29,786	\$ 8,247	\$ 8,307	\$ 7,824
Stock-based compensation	936	143	894	1,142	3,115	668	876	2,397	4,480	8,421	3,531	3,068	2,884
Acquisition related costs	-	-	629	-	629	1,142	-	-	819	1,961	13	545	211
Litigation related charges	63	158	67	296	584	-	-	-	-	-	-	-	-
Non-GAAP general and administrative	\$ 4,197	\$ 4,250	\$ 4,434	\$ 4,676	\$ 17,557	\$ 4,717	\$ 4,861	\$ 4,881	\$ 4,945	\$ 19,404	\$ 4,703	\$ 4,694	\$ 4,729
GAAP other income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Court verdict	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-GAAP other income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
GAAP total operating expenses	\$ 51,922	\$ 51,926	\$ 54,251	\$ 57,726	\$ 215,825	\$ 57,180	\$ 59,650	\$ 60,777	\$ 65,274	\$ 242,881	\$ 61,316	\$ 61,365	\$ 58,970
Stock-based compensation	4,327	3,186	4,540	5,285	17,338	4,326	5,554	7,528	9,546	26,954	8,884	8,782	7,082
Acquisition related costs	-	-	629	296	925	1,142	-	-	819	1,961	13	545	211
Amortization of intangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Litigation related charges	63	158	67	-	288	-	-	-	-	-	-	-	-
Restructuring costs	-	-	-	-	-	-	-	-	-	-	-	-	1,273
Court verdict	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-GAAP total operating expenses	\$ 47,532	\$ 48,582	\$ 49,015	\$ 52,145	\$ 197,274	\$ 51,712	\$ 54,096	\$ 53,249	\$ 54,909	\$ 213,966	\$ 52,419	\$ 52,038	\$ 50,404
GAAP operating income (loss)	\$ 2,581	\$ 4,903	\$ 5,873	\$ 4,868	\$ 18,225	\$ 3,587	\$ 1,576	\$ (3,394)	\$ (5,108)	\$ (3,339)	\$ (5,581)	\$ (8,500)	\$ (10,196)
Stock-based compensation	4,374	3,237	4,591	5,372	17,574	4,416	5,648	7,631	9,658	27,353	8,997	8,895	7,259
Acquisition related costs	-	-	629	296	925	1,142	-	-	819	1,961	13	545	211
Amortization of intangible assets	464	465	464	465	1,858	464	1,256	992	992	3,704	992	992	992
Litigation related charges	63	158	67	-	288	-	-	-	-	-	-	-	-
Restructuring costs	-	-	-	-	-	-	-	-	-	-	-	-	1,273
Court verdict	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-GAAP operating income	\$ 7,482	\$ 8,763	\$ 11,624	\$ 11,001	\$ 38,870	\$ 9,609	\$ 8,480	\$ 5,229	\$ 6,361	\$ 29,679	\$ 4,421	\$ 1,932	\$ (461)

Continues in the next page



GAAP to Non-GAAP Reconciliations - continues from previous page
(U.S. Dollars in thousands, except share and per share data - unaudited)

	FY'21					FY'22					FY'23		
	Quarter Ended				Yr Ended 31-Dec	Quarter Ended				Yr Ended 31-Dec	Quarter Ended		
	31-Mar	30-Jun	30-Sep	31-Dec		31-Mar	30-Jun	30-Sep	31-Dec		31-Mar	30-Jun	30-Sep
GAAP finance income	\$ 2,670	\$ 1,187	\$ 1,013	\$ (463)	\$ 4,407	\$ 1,698	\$ 2,986	\$ 1,350	\$ 2,018	\$ 8,052	\$ 3,491	\$ 3,419	\$ 3,778
Other loss (gain) adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
Exchange rate differences, net on balance sheet items included in financial income	(724)	555	388	1,592	1,811	(894)	(1,920)	1,100	413	(1,301)	(775)	(32)	37
Non-GAAP finance income	\$ 1,946	\$ 1,742	\$ 1,401	\$ 1,129	\$ 6,218	\$ 804	\$ 1,066	\$ 2,450	\$ 2,431	\$ 6,751	\$ 2,716	\$ 3,387	\$ 3,815
GAAP income before taxes on income (tax benefit)	\$ 5,251	\$ 6,090	\$ 6,886	\$ 4,405	\$ 22,632	\$ 5,285	\$ 4,562	\$ (2,044)	\$ (3,090)	\$ 4,713	\$ (2,090)	\$ (5,081)	\$ (6,418)
Stock-based compensation	4,374	3,237	4,591	5,372	17,574	4,416	5,648	7,631	9,658	27,353	8,997	8,895	7,259
Acquisition related costs	-	-	629	296	925	1,142	-	-	819	1,961	13	545	211
Amortization of intangible assets	464	465	464	465	1,858	464	1,256	992	992	3,704	992	992	992
Litigation related charges	63	158	67	-	288	-	-	-	-	-	-	-	-
Restructuring costs	-	-	-	-	-	-	-	-	-	-	-	-	1,273
Court verdict	-	-	-	-	-	-	-	-	-	-	-	-	-
Other loss (gain) adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
Exchange rate differences, net on balance sheet items included in financial income	(724)	555	388	1,592	1,811	(894)	(1,920)	1,100	413	(1,301)	(775)	(32)	37
Non-GAAP income before taxes on income	\$ 9,428	\$ 10,505	\$ 13,025	\$ 12,130	\$ 45,088	\$ 10,413	\$ 9,546	\$ 7,679	\$ 8,792	\$ 36,430	\$ 7,137	\$ 5,319	\$ 3,354
GAAP taxes on income (tax benefit)	\$ 1,346	\$ 1,558	\$ 1,921	\$ 9,996	\$ 14,821	\$ 1,515	\$ 1,410	\$ 920	\$ 1,034	\$ 4,879	\$ 991	\$ 727	\$ 433
Court verdict	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in the federal rate	-	-	-	-	-	-	-	-	-	-	-	-	-
Tax settlements	-	-	-	(8,247)	(8,247)	-	-	-	-	-	-	-	-
Tax related adjustment	62	61	62	61	246	62	61	62	61	246	62	61	62
Non-GAAP taxes on income	\$ 1,408	\$ 1,619	\$ 1,983	\$ 1,810	\$ 6,820	\$ 1,577	\$ 1,471	\$ 982	\$ 1,095	\$ 5,125	\$ 1,053	\$ 788	\$ 495
GAAP net income (loss)	\$ 3,905	\$ 4,532	\$ 4,965	\$ (5,591)	\$ 7,811	\$ 3,770	\$ 3,152	\$ (2,964)	\$ (4,124)	\$ (166)	\$ (3,081)	\$ (5,808)	\$ (6,851)
Stock-based compensation	4,374	3,237	4,591	5,372	17,574	4,416	5,648	7,631	9,658	27,353	8,997	8,895	7,259
Acquisition related costs	-	-	629	296	925	1,142	-	-	819	1,961	13	545	211
Amortization of intangible assets	464	465	464	465	1,858	464	1,256	992	992	3,704	992	992	992
Litigation related charges	63	158	67	-	288	-	-	-	-	-	-	-	-
Restructuring costs	-	-	-	-	-	-	-	-	-	-	-	-	1,273
Court verdict	-	-	-	-	-	-	-	-	-	-	-	-	-
Other loss (gain) adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
Exchange rate differences, net on balance sheet items included in financial income	(724)	555	388	1,592	1,811	(894)	(1,920)	1,100	413	(1,301)	(775)	(32)	37
Change in the federal rate	-	-	-	-	-	-	-	-	-	-	-	-	-
Tax settlements	-	-	-	8,247	8,247	-	-	-	-	-	-	-	-
Tax related adjustment	(62)	(61)	(62)	(61)	(246)	(62)	(61)	(62)	(61)	(246)	(62)	(61)	(62)
Non-GAAP net income	\$ 8,020	\$ 8,886	\$ 11,042	\$ 10,320	\$ 38,268	\$ 8,836	\$ 8,075	\$ 6,697	\$ 7,697	\$ 31,305	\$ 6,084	\$ 4,531	\$ 2,859
GAAP diluted net earnings (loss) per share	\$ 0.08	\$ 0.10	\$ 0.10	\$ (0.12)	0.16	\$ 0.08	\$ 0.07	\$ (0.07)	\$ (0.09)	(0.00)	\$ (0.07)	\$ (0.13)	\$ (0.16)
Stock-based compensation	\$ 0.09	\$ 0.07	\$ 0.10	\$ 0.11	0.37	\$ 0.09	\$ 0.12	\$ 0.17	\$ 0.21	0.60	\$ 0.20	\$ 0.20	\$ 0.17
Acquisition related costs	\$ -	\$ -	\$ 0.01	\$ 0.01	0.02	\$ 0.02	\$ -	\$ -	\$ 0.02	0.04	\$ 0.00	\$ 0.01	\$ 0.00
Amortization of intangible assets	\$ 0.01	\$ 0.01	\$ 0.01	\$ 0.01	0.04	\$ 0.01	\$ 0.03	\$ 0.02	\$ 0.02	0.08	\$ 0.02	\$ 0.02	\$ 0.03
Litigation related charges	\$ 0.00	\$ 0.00	\$ 0.00	\$ -	0.01	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -
Restructuring costs	-	-	-	-	-	-	-	-	-	-	-	-	0.03
Court verdict	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -
Other loss (gain) adjustment	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -
Exchange rate differences, net on balance sheet items included in financial income	\$ (0.02)	\$ 0.01	\$ 0.01	\$ 0.03	0.04	\$ (0.02)	\$ (0.04)	\$ 0.02	\$ 0.01	(0.03)	\$ (0.02)	\$ (0.00)	\$ 0.00
Change in the federal rate	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -
Tax settlements	\$ -	\$ -	\$ -	\$ 0.17	0.17	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -
Tax related adjustment	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	(0.01)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	(0.01)	\$ (0.00)	\$ (0.00)	\$ (0.00)
Non-GAAP diluted net earnings per share	\$ 0.17	\$ 0.19	\$ 0.23	\$ 0.22	\$ 0.81	\$ 0.19	\$ 0.18	\$ 0.15	\$ 0.17	\$ 0.68	\$ 0.14	\$ 0.10	\$ 0.07
GAAP weighted average number of shares used to compute Non-GAAP diluted net earnings per share	47,607,518	47,138,142	47,620,254	47,655,351	47,503,091	47,122,247	45,835,440	44,623,247	45,227,288	45,947,476	44,762,161	44,268,786	43,163,159

Note: This document should be read in conjunction with the Company's SEC Filings.



Radware Ltd. Condensed and Consolidated -

US GAAP Cash Flows

(U.S. Dollars in thousands - unaudited)

Cash flows from operating activities:

Net income (loss)

Adjustments to reconcile net income (loss) to net cash provided by operating activities:

Depreciation and amortization

Stock based compensation

Other loss (gain)

Loss (gain) related to securities, net

Amortization of premiums, accretion of discounts and accrued interest on available-for-sale marketable securities, net

Increase (decrease) in accrued interest on bank deposits

Increase (decrease) in accrued severance pay, net

Decrease (increase) in trade receivables, net

Decrease (increase) in other receivables and prepaid expenses and other long term assets

Decrease (increase) in inventories

Increase (decrease) in trade payables

Increase (decrease) in other payables, deferred revenues and accrued expenses

Operating lease liabilities, net

Excess tax benefit from stock-based compensation

Net cash provided by (used in) operating activities

Cash flows from investing activities:

Purchase of property and equipment

Proceeds from (investment in) other long-term assets

Proceeds from (investment in) bank deposits, net

Proceeds from (investment in) available-for-sale

marketable securities

Payment for the acquisition of subsidiary, net of cash acquired

Purchase of intangible assets

Net cash provided by (used in) investing activities

Cash flows from financing activities:

Proceeds from exercise of stock options

Excess tax benefit from stock-based compensation

Payment of deferred consideration related to acquisition

Repayment of contingent consideration

Repurchase of shares

Proceeds from issuance of Preferred A shares in subsidiary

Net cash provided by (used in) financing activities

Increase (decrease) in cash and cash equivalents

Cash and cash equivalents at the beginning of the period

Cash and cash equivalents at the end of the period

Free cash flow

	FY'21					FY'22					FY'23		
	Quarter Ended				Yr Ended	Quarter Ended				Yr Ended	Quarter Ended		
	31-Mar	30-Jun	30-Sep	31-Dec	31-Dec	31-Mar	30-Jun	30-Sep	31-Dec	31-Dec	31-Mar	30-Jun	30-Sep
Net income (loss)	\$ 3,905	\$ 4,532	\$ 4,965	\$ (5,591)	\$ 7,811	\$ 3,770	\$ 3,152	\$ (2,964)	\$ (4,124)	\$ (166)	\$ (3,081)	\$ (5,808)	\$ (6,851)
Adjustments to reconcile net income (loss) to net cash provided by operating activities:													
Depreciation and amortization	2,648	2,537	2,527	2,484	10,196	2,488	3,229	3,097	2,878	11,692	3,078	3,113	3,025
Stock based compensation	4,374	3,237	4,591	5,372	17,574	4,416	5,648	7,631	9,658	27,353	8,997	8,895	7,259
Other loss (gain)	-	-	-	-	-	-	-	-	-	-	-	-	-
Loss (gain) related to securities, net	(2)	(95)	(327)	(14)	(438)	(59)	(1)	(4)	(4)	(68)	245	(1)	-
Amortization of premiums, accretion of discounts and accrued interest on available-for-sale marketable securities, net	408	727	768	817	2,720	588	798	193	766	2,345	237	718	161
Increase (decrease) in accrued interest on bank deposits	(781)	698	1,504	1,003	2,424	33	39	(1,128)	(1,424)	(2,480)	(1,754)	229	(2,289)
Increase (decrease) in accrued severance pay, net	225	140	88	15	468	147	(53)	(176)	301	219	(69)	(36)	(401)
Decrease (increase) in trade receivables, net	6,940	(8,591)	7,023	(1,715)	3,657	(5,854)	7,203	(1,509)	(4,401)	(4,561)	(1,005)	1,937	4,448
Decrease (increase) in other receivables and prepaid expenses and other long term assets	(4,460)	(5,519)	(627)	2,515	(8,091)	(3,816)	(509)	3,852	(1,887)	(2,360)	(2,858)	532	(215)
Decrease (increase) in inventories	524	211	797	823	2,355	325	(148)	549	(574)	152	149	(1,044)	(671)
Increase (decrease) in trade payables	244	1,422	(2,554)	1,316	428	3,843	(713)	(670)	(306)	2,154	(1,637)	3,020	(1,778)
Increase (decrease) in other payables, deferred revenues and accrued expenses	2,929	9,132	(1,037)	21,277	32,301	(15,896)	14,214	(7,146)	8,249	(579)	(3,752)	(6,474)	(11,667)
Operating lease liabilities, net	(782)	358	161	632	369	(437)	(1,335)	(209)	428	(1,553)	214	(215)	(804)
Excess tax benefit from stock-based compensation	-	-	-	-	-	-	-	-	-	-	-	-	-
Net cash provided by (used in) operating activities	16,172	8,789	17,879	28,934	71,774	(10,452)	31,524	1,516	9,560	32,148	(1,236)	4,866	(9,783)
Cash flows from investing activities:													
Purchase of property and equipment	(1,333)	(1,159)	(1,458)	(1,653)	(5,603)	(2,164)	(2,333)	(2,549)	(1,768)	(8,814)	(1,768)	(1,595)	(1,130)
Proceeds from (investment in) other long-term assets	42	(11)	11	7	49	(55)	92	69	(71)	35	47	1	29
Proceeds from (investment in) bank deposits, net	(143)	4,577	(154)	20,168	24,448	22,349	(42,550)	1,000	5,824	(13,377)	9,200	21,000	21,145
Proceeds from (investment in) available-for-sale marketable securities	(2,491)	10,825	(15,852)	(3,527)	(11,045)	4,556	(9,196)	(862)	1,640	(3,862)	1,976	(3,857)	2,228
Payment for the acquisition of subsidiary, net of cash acquired	-	-	-	-	-	-	-	-	-	-	-	-	-
Purchase of intangible assets	-	-	-	-	-	(30,000)	-	-	-	(30,000)	-	-	(2,063)
Net cash provided by (used in) investing activities	(3,925)	14,232	(17,453)	14,995	7,849	(5,314)	(53,987)	(2,342)	5,625	(56,018)	9,455	15,549	20,209
Cash flows from financing activities:													
Proceeds from exercise of stock options	2,150	3,695	1,917	2,828	10,590	562	239	401	832	2,034	220	88	-
Excess tax benefit from stock-based compensation	-	-	-	-	-	-	-	-	-	-	-	-	-
Payment of deferred consideration related to acquisition	-	-	-	-	-	-	-	-	-	-	-	-	-
Repayment of contingent consideration	-	-	-	-	-	-	-	-	-	-	-	-	-
Repurchase of shares	(30,189)	(4,638)	(195)	(17,449)	(52,471)	(22,826)	(18,060)	(6,305)	(12,301)	(59,492)	(12,742)	(19,741)	(20,648)
Proceeds from issuance of Preferred A shares in subsidiary	-	-	-	-	-	-	35,000	-	-	35,000	-	-	-
Net cash provided by (used in) financing activities	(28,039)	(943)	1,722	(14,621)	(41,881)	(22,264)	17,179	(5,904)	(11,469)	(22,458)	(12,522)	(19,653)	(20,648)
Increase (decrease) in cash and cash equivalents	(15,792)	22,078	2,148	29,308	37,742	(38,030)	(5,284)	(6,730)	3,716	(46,328)	(4,303)	762	(10,222)
Cash and cash equivalents at the beginning of the period	54,771	38,979	61,057	63,205	54,771	92,513	54,483	49,199	42,469	92,513	46,185	41,882	42,644
Cash and cash equivalents at the end of the period	\$ 38,979	\$ 61,057	\$ 63,205	\$ 92,513	\$ 92,513	\$ 54,483	\$ 49,199	\$ 42,469	\$ 46,185	\$ 46,185	\$ 41,882	\$ 42,644	\$ 32,422
Free cash flow	14,839	7,630	16,421	27,281	66,171	(12,616)	29,191	(1,033)	7,792	23,334	(3,004)	3,271	(10,913)

Note: This document should be read in conjunction with the Company's SEC Filings.



Radware Ltd. - Revenues mix (U.S. Dollars in thousands - unaudited)	FY'21				FY'21	FY'22				FY'22	FY'23			
	Quarter Ended				Yr Ended 31-Dec	Quarter Ended				Yr Ended 31-Dec	Quarter Ended			
	31-Mar	30-Jun	30-Sep	31-Dec		31-Mar	30-Jun	30-Sep	31-Dec		31-Mar	30-Jun	30-Sep	
Revenue by geography:														
Americas	\$ 33,716	\$ 28,105	\$ 35,729	\$ 31,220	\$ 128,770	\$ 29,514	\$ 29,680	\$ 32,889	\$ 31,864	\$ 123,947	\$ 27,134	\$ 26,809	\$ 24,888	
EMEA	21,060	24,011	23,608	29,709	98,388	28,071	29,703	22,155	24,290	104,219	29,685	22,593	19,330	
APAC	11,993	17,551	14,081	15,713	59,338	16,123	15,731	15,477	17,929	65,260	12,222	16,205	17,394	
Total revenue	\$ 66,769	\$ 69,667	\$ 73,418	\$ 76,642	\$ 286,496	\$ 73,708	\$ 75,114	\$ 70,521	\$ 74,083	\$ 293,426	\$ 69,041	\$ 65,607	\$ 61,612	
Revenue % of total:														
Americas	50.5%	40.3%	48.7%	40.7%	44.9%	40.0%	39.5%	46.6%	43.0%	42.2%	39.3%	40.9%	40.4%	
EMEA	31.5%	34.5%	32.2%	38.8%	34.3%	38.1%	39.5%	31.4%	32.8%	35.5%	43.0%	34.4%	31.4%	
APAC	18.0%	25.2%	19.2%	20.5%	20.7%	21.9%	20.9%	21.9%	24.2%	22.2%	17.7%	24.7%	28.2%	
Total revenue	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	
Revenue by vertical:														
Enterprise	\$ 51,037	\$ 47,759	\$ 54,049	\$ 55,393	\$ 208,238	\$ 55,187	\$ 57,815	\$ 51,122	\$ 53,922	\$ 218,046	\$ 55,591	\$ 51,011	\$ 45,895	
Carrier	15,732	21,908	19,369	21,249	78,258	18,521	17,299	19,399	20,161	75,380	13,450	14,596	15,717	
Total revenue	\$ 66,769	\$ 69,667	\$ 73,418	\$ 76,642	\$ 286,496	\$ 73,708	\$ 75,114	\$ 70,521	\$ 74,083	\$ 293,426	\$ 69,041	\$ 65,607	\$ 61,612	
Revenue % of total:														
Enterprise	76.4%	68.6%	73.6%	72.3%	72.7%	74.9%	77.0%	72.5%	72.8%	74.3%	80.5%	77.8%	74.5%	
Carrier	23.6%	31.4%	26.4%	27.7%	27.3%	25.1%	23.0%	27.5%	27.2%	25.7%	19.5%	22.2%	25.5%	
Total revenue	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	

Note: This document should be read in conjunction with the Company's SEC Filings.