

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	<u>As of December 31,</u>	
	<u>2024</u>	<u>2023</u>
	<u>U.S. Dollars in thousands</u>	
<u>Assets</u>		
<u>Current Assets</u>		
Cash and cash equivalents	\$ 78,435	\$ 55,641
Trade receivables, net	21,547	19,877
Other accounts receivables	5,546	5,965
Inventories	78,819	88,479
Total Current Assets	<u>184,347</u>	<u>169,962</u>
<u>Non-Current Assets</u>		
Property, plant and equipment, net	36,245	28,224
Right-of-use assets	9,617	7,761
Intangible assets and other long-term assets	103,226	110,152
Goodwill	30,313	30,313
Contract asset	8,019	8,495
Deferred taxes	488	-
Total Non-Current Assets	<u>187,908</u>	<u>184,945</u>
Total Assets	<u>\$ 372,255</u>	<u>\$ 354,907</u>
<u>Liabilities</u>		
<u>Current Liabilities</u>		
Current maturities of lease liabilities	1,631	1,384
Current maturities of other long term liabilities	10,181	14,996
Trade payables	27,735	24,804
Other accounts payables	9,671	8,261
Deferred revenues	171	148
Total Current Liabilities	<u>49,389</u>	<u>49,593</u>
<u>Non-Current Liabilities</u>		
Lease liabilities	9,431	7,438
Contingent consideration	20,646	18,855
Other long-term liabilities	32,816	34,379
Employee benefit liabilities, net	509	621
Total Non-Current Liabilities	<u>63,402</u>	<u>61,293</u>
<u>Shareholder's Equity</u>		
Ordinary shares	15,028	15,021
Additional paid in capital net	266,933	265,848
Capital reserve due to translation to presentation currency	(3,490)	(3,490)
Capital reserve from hedges	51	140
Capital reserve from share-based payments	6,316	6,427
Capital reserve from employee benefits	364	275
Accumulated deficit	(25,738)	(40,200)
Total Shareholder's Equity	<u>259,464</u>	<u>244,021</u>
Total Liabilities and Shareholder's Equity	<u>\$ 372,255</u>	<u>\$ 354,907</u>

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	For the Year Ended		For the Three Months	
	December 31,		Ended	
	2024	2023	2024	2023
	U.S. Dollars in thousands, except for per share data		U.S. Dollars in thousands, except for per share data	
Revenues from proprietary products	\$ 141,447	\$ 115,458	\$ 31,415	\$ 29,021
Revenues from distribution	19,506	27,061	7,590	7,411
Total revenues	160,953	142,519	39,005	36,432
Cost of revenues from proprietary products	73,708	63,342	14,501	15,479
Cost of revenues from distribution	17,278	23,687	7,473	6,541
Total cost of revenues	90,986	87,029	21,974	22,020
Gross profit	69,967	55,490	17,031	14,412
Research and development expenses	15,185	13,933	2,673	3,239
Selling and marketing expenses	18,428	16,193	4,566	4,620
General and administrative expenses	15,702	14,381	4,124	3,778
Other expense	601	919	590	(1)
Operating income	20,051	10,064	5,078	2,776
Financial income	2,118	588	684	496
Income (expenses) in respect of currency exchange differences and derivatives instruments, net	(94)	55	(349)	(671)
Revaluation of long-term liabilities	(8,081)	(980)	(2,765)	2,378
Financial expense	(660)	(1,298)	(189)	45
Income before tax on income	13,334	8,429	2,459	5,024
Taxes on income	1,128	(145)	1,349	34
Net Income	\$ 14,462	\$ 8,284	\$ 3,808	\$ 5,058
Other Comprehensive Income:				
Amounts that will be or that have been reclassified to profit or loss when specific conditions are met, net of tax				
Gain (loss) on cash flow hedges	(30)	(186)	33	148
Net amounts transferred to the statement of profit or loss for cash flow hedges	(59)	414	2	90
Items that will not be reclassified to profit or loss in subsequent periods:				
Remeasurement gain (loss) from defined benefit plan	89	(73)	81	(43)
Total comprehensive income	\$ 14,462	\$ 8,439	\$ 3,924	\$ 5,253
Earnings per share attributable to equity holders of the Company:				
Basic net earnings per share	\$ 0.25	\$ 0.17	\$ 0.07	\$ 0.09
Diluted net earnings per share	\$ 0.25	\$ 0.15	\$ 0.07	\$ 0.09

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS

	For the year ended		For the Three Months	
	December 31,		Ended	
	2024	2023	2024	2023
	U.S. Dollars in thousands		U.S. Dollars in thousands	
Cash Flows from Operating Activities				
Net income	\$ 14,462	\$ 8,284	\$ 3,808	\$ 5,058
Adjustments to reconcile net income to net cash provided by operating activities:				
Adjustments to the profit or loss items:				
Depreciation and amortization	13,808	12,714	4,100	3,208
Financial expense, net	6,717	1,635	2,619	(2,248)
Cost of share-based payment	874	1,314	174	373
Taxes on income	(1,128)	145	(1,349)	(34)
Loss (gain) from sale of property and equipment	11	(5)	-	-
Change in employee benefit liabilities, net	52	(125)	46	19
	<u>20,334</u>	<u>15,678</u>	<u>5,590</u>	<u>1,318</u>
Changes in asset and liability items:				
Decrease (increase) in trade receivables, net	(1,977)	7,835	(5,226)	5,757
Decrease (increase) in other accounts receivables	593	(1,150)	(859)	(3,866)
Decrease (increase) in inventories	9,659	(19,694)	(7,261)	(14,683)
Decrease (increase) in contract asset	476	2,814	140	51
Increase (decrease) in trade payables	1,226	(8,885)	11,973	11,432
Increase in other accounts payables	1,413	765	1,570	1,124
Increase (decrease) in deferred revenues	23	113	130	133
	<u>11,413</u>	<u>(18,202)</u>	<u>467</u>	<u>(52)</u>
Cash (paid) received during the year for:				
Interest paid	(594)	(1,228)	(170)	(79)
Interest received	2,118	-	684	(92)
Taxes paid	(139)	(217)	19	(43)
	<u>1,385</u>	<u>(1,445)</u>	<u>533</u>	<u>(214)</u>
Net cash provided by operating activities	\$ 47,594	\$ 4,315	\$ 10,398	\$ 6,110

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS (cont.)

	For the year ended		For the Three Months	
	December 31,		Ended	
	2024	2023	2024	2023
	U.S. Dollars in thousands		U.S. Dollars in thousands	
<u>Cash Flows from Investing Activities</u>				
Purchase of property and equipment and intangible assets	\$ (10,740)	\$ (5,850)	\$ (2,924)	\$ (1,974)
Proceeds from sale of property and equipment	1	7	-	1
Net cash used in investing activities	<u>(10,739)</u>	<u>(5,843)</u>	<u>(2,924)</u>	<u>(1,973)</u>
<u>Cash Flows from Financing Activities</u>				
Proceeds from exercise of share base payments	7	4	4	1
Proceeds from issuance of ordinary shares, net	-	58,231	-	-
Repayment of lease liabilities	(1,251)	(850)	(361)	(82)
Repayment of long-term loans	-	(17,407)	-	-
Repayment of other long-term liabilities	(12,667)	(17,300)	(351)	(1,500)
Net cash provided by (used in) financing activities	<u>(13,911)</u>	<u>22,678</u>	<u>(708)</u>	<u>(1,581)</u>
Exchange differences on balances of cash and cash equivalent	(150)	233	(332)	482
Increase in cash and cash equivalents	22,794	21,383	6,434	3,038
<u>Cash and cash equivalents at the beginning of the year</u>	<u>55,641</u>	<u>34,258</u>	<u>72,001</u>	<u>52,603</u>
<u>Cash and cash equivalents at the end of the year</u>	<u>\$ 78,435</u>	<u>\$ 55,641</u>	<u>\$ 78,435</u>	<u>\$ 55,641</u>
<u>Significant non-cash transactions</u>				
Right-of-use asset recognized with corresponding lease liability	<u>\$ 3,304</u>	<u>\$ 6,546</u>	<u>\$ 141</u>	<u>2,666</u>
Purchase of property and equipment in credit	<u>\$ 1,955</u>	<u>\$ 646</u>	<u>\$ 1,955</u>	<u>646</u>

NON-IFRS MEASURES

	For the year ended		For the Three Months	
	December 31,		Ended	
	2024	2023	2024	2023
	U.S. Dollars in thousands		U.S. Dollars in thousands	
<u>Cash Flows from Investing Activities</u>				
Net Income	\$ 14,462	\$ 8,284	\$ 3,808	\$ 5,058
Taxes on income	(1,128)	145	(1,349)	(34)
Financial expenses (income), net	6,717	1,635	2,619	(2,248)
Depreciation and amortization expense	13,218	12,714	3,510	3,208
Non-cash share-based compensation expenses	867	1,314	167	373
Adjusted EBITDA	<u>\$ 34,136</u>	<u>\$ 24,092</u>	<u>\$ 8,755</u>	<u>\$ 6,357</u>