

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

Assets	As of December 31,	
	2021	2020
	U.S. Dollars in thousands	
<u>Current Assets</u>		
Cash and cash equivalents	\$ 18,587	\$ 70,197
Short-term investments	-	39,069
Trade receivables, net	35,162	22,108
Other accounts receivables	8,872	4,524
Inventories	67,423	42,016
Total Current Assets	130,044	177,914
<u>Non-Current Assets</u>		
Property, plant and equipment, net	26,307	25,679
Right-of-use assets	3,092	3,440
Intangible assets, Goodwill and other long-term assets	153,663	1,573
Contract asset	5,561	2,059
Total Non-Current Assets	188,623	32,751
Total Assets	\$ 318,667	\$ 210,665
<u>Liabilities</u>		
<u>Current Liabilities</u>		
Current maturities of bank loans	\$ 2,631	\$ 238
Current maturities of lease liabilities	1,154	1,072
Current maturities of other long term liabilities	17,986	-
Trade payables	25,104	16,110
Other accounts payables	7,142	7,547
Deferred revenues	40	-
Total Current Liabilities	54,057	24,967
<u>Non-Current Liabilities</u>		
Bank loans	17,407	36
Lease liabilities	3,160	3,593
Contingent consideration	21,995	-
Other long-term liabilities	43,929	-
Deferred revenues	15	2,025
Employee benefit liabilities, net	1,280	1,406
Total Non-Current Liabilities	87,786	7,060
<u>Shareholder's Equity</u>		
Ordinary shares	11,725	11,706
Additional paid in capital net	210,204	209,760
Capital reserve due to translation to presentation currency	(3,490)	(3,490)
Capital reserve from hedges	54	357
Capital reserve from share-based payments	4,643	4,558
Capital reserve from employee benefits	(149)	(320)
Accumulated deficit	(46,163)	(43,933)
Total Shareholder's Equity	176,824	178,638
Total Liabilities and Shareholder's Equity	\$ 318,667	\$ 210,665

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	For the year ended December 31,		Three months period ended December 31,	
	2021	2020	2021	2020
	U.S. Dollars in thousands, other than per share information			
Revenues from proprietary products	75,521	\$ 100,916	18,205	\$ 23,283
Revenues from distribution	28,121	32,330	13,264	8,259
Total revenues	103,642	133,246	31,469	31,542
Cost of revenues from proprietary products	48,194	57,750	12,589	13,933
Cost of revenues from distribution	25,120	27,944	12,285	7,444
Total cost of revenues	73,314	85,694	24,874	21,377
Gross profit	30,328	47,552	6,595	10,165
Research and development expenses	11,357	13,609	3,448	3,274
Selling and marketing expenses	6,278	4,518	2,475	1,221
General and administrative expenses	12,636	10,139	3,833	3,006
Other expenses and (incomes)	753	49	141	15
Operating income	(696)	19,237	(3,302)	2,649
Financial income	295	1,027	18	162
Income (expense) in respect of securities measured at fair value, net	-	102	-	-
Income (expense) in respect of currency exchange differences and derivatives instruments, net	(207)	(1,535)	(281)	(839)
Financial expenses	(1,277)	(266)	(1,099)	(62)
Income before taxes	(1,885)	18,565	(4,664)	1,910
Taxes on income	345	1,425	345	281
Net (loss) Income	(2,230)	\$ 17,140	(5,009)	1,629
Other Comprehensive Income (loss) :				
Amounts that will be or that have been reclassified to profit or loss when specific conditions are met:				
Gain from securities measured at fair value through other comprehensive income	-	(188)	-	-
Gain (loss) on cash flow hedges	-	876	(25)	360
Net amounts transferred to the statement of profit or loss for cash flow hedges	(303)	(528)	44	(255)
Items that will not be reclassified to profit or loss in subsequent periods:				
Remeasurement gain (loss) from defined benefit plan	171	64	171	64
Tax effect	-	19	-	(10)
Total comprehensive (loss) income	\$ (2,362)	\$ 17,383	\$ (4,819)	\$ 1,788
Earnings per share attributable to equity holders of the Company:				
Basic (loss) income per share	\$ (0.05)	\$ 0.39	\$ (0.11)	\$ 0.04
Diluted (loss) income per share	\$ (0.05)	\$ 0.38	\$ (0.11)	\$ 0.04

NON-IFRS MEASURES

EBITDA

	For the year ended December 31,		Three months period ended December 31,	
	2021	2020	2021	2020
	U.S. Dollars in thousands			
Net (loss) income	\$ (2,230)	\$ 17,140	\$ (5,009)	\$ 1,629
Taxes on income	345	1,425	345	281
Financial expense, net	1,189	672	1,362	739
Depreciation and amortization expense	5,609	4,897	1,997	1,265
Non-cash share-based compensation expenses	529	977	25	124
EBITDA	<u>\$ 5,442</u>	<u>\$ 25,111</u>	<u>\$ (1,280)</u>	<u>\$ 4,038</u>

Adjusted EBITDA excluding referenced costs

	For the year ended December 31,		Three months period ended December 31,	
	2021	2020	2021	2020
	U.S. Dollars in thousands			
Adjusted EBITDA (as in table above)	\$ 5,442	\$ 25,111	\$ (1,280)	\$ 4,038
Legal and other related costs associated with completing the acquisition transactions	1,212	-	742	-
Excess severance remuneration	560	-	-	-
Adjusted EBITDA excluding above referenced costs	<u>\$ 7,214</u>	<u>\$ 25,111</u>	<u>\$ (538)</u>	<u>\$ 4,038</u>

CONSOLIDATED STATEMENTS OF CASH FLOWS

	For the year ended December 31,		Three months period ended December 31,	
	2021	2020	2021	2020
U.S. Dollars in thousands				
Cash Flows from Operating Activities				
Net (loss) Income	\$ (2,230)	\$ 17,140	\$ (5,009)	\$ 1,629
Adjustments to reconcile net income to net cash provided by (used in) operating activities:				
Adjustments to the profit or loss items:				
Depreciation and impairment	5,609	4,897	1,997	1,265
Financial income, net	1,189	672	1,362	739
Cost of share-based payment	529	977	25	124
Taxes on income	345	1,425	345	281
Gain from sale of property and equipment	-	(7)	-	-
Change in employee benefit liabilities, net	45	201	(16)	208
Total adjustments	<u>7,717</u>	<u>8,165</u>	<u>3,713</u>	<u>2,617</u>
Changes in asset and liability items:				
Decrease (increase) in trade receivables, net	(12,861)	1,332	(8,415)	6,872
Increase in other accounts receivables	(1,634)	115	(3,191)	(857)
Increase in inventories	(2,373)	1,157	3,590	602
Decrease (increase) in Contract asset and deferred expenses	(6,883)	(3,085)	(2,124)	(621)
Increase (decrease) in trade payables	7,917	(9,560)	5,192	928
Increase (decrease) in other accounts payables	(392)	1,736	1,091	1,310
Decrease in deferred revenues	1,815	1,204	265	14
Total changes in assets and liabilities	<u>(14,411)</u>	<u>(7,101)</u>	<u>(3,592)</u>	<u>8,248</u>
Cash received (paid) during the period for:				
Interest paid	(228)	(209)	(89)	(51)
Interest received	375	1,211	18	320
Taxes paid	(42)	(101)	(10)	(14)
	<u>105</u>	<u>901</u>	<u>(81)</u>	<u>255</u>
Net cash (used in) provided by operating activities	<u>\$ (8,819)</u>	<u>\$ 19,105</u>	<u>\$ (4,969)</u>	<u>\$ 12,749</u>

CONSOLIDATED STATEMENTS OF CASH FLOWS (continued)

	For the year ended		Three months period	
	December 31,		ended	
	2021	2020	2021	2020
	U.S. Dollars in thousands			
<u>Cash Flows from Investing Activities</u>				
Proceeds of investment in short term investments, net	\$ 39,083	\$ (7,646)	-	\$ 8,000
Purchase of property and equipment and intangible assets	(3,730)	(5,488)	(744)	(2,116)
Business combination	(96,403)	-	(94,999)	
Proceeds from sale of property and equipment	-	7	-	-
Net cash provided by (used in) investing activities	<u>(61,050)</u>	<u>(13,127)</u>	<u>(95,743)</u>	<u>5,884</u>
<u>Cash Flows from Financing Activities</u>				
Proceeds from exercise of share base payments	19	65	5	4
Receipt of long-term loan	20,000	-	20,000	-
Repayment of lease liabilities	(1,221)	(1,103)	(318)	(288)
Repayment of long-term loans	(205)	(492)	16	(119)
Proceeds from issuance of ordinary shares, net	-	24,894	-	-
Net cash used in financing activities	<u>18,593</u>	<u>23,364</u>	<u>19,703</u>	<u>(403)</u>
Exchange differences on balances of cash and cash equivalent	(334)	(1,807)	(244)	(520)
Increase in cash and cash equivalents	(51,610)	27,535	(81,253)	17,710
<u>Cash and cash equivalents at the beginning of the period</u>	<u>70,197</u>	<u>42,662</u>	<u>99,840</u>	<u>52,487</u>
<u>Cash and cash equivalents at the end of the period</u>	<u>18,857</u>	<u>\$ 70,197</u>	<u>18,587</u>	<u>\$ 70,197</u>
<u>Significant non-cash transactions</u>				
Purchase of property and equipment through leases	<u>\$ 845</u>	<u>\$ 539</u>	<u>\$ 76</u>	<u>\$ -</u>
Purchase of property and equipment	<u>\$ 1,001</u>	<u>\$ 722</u>	<u>\$ 649</u>	<u>\$ 722</u>