GILAT SATELLITE NETWORKS LTD.
CONSOLIDATED STATEMENTS OF INCOME (LOSS)
U.S. dollars in thousands (except share and per share data)

	Three months ended March 31,	
	2026	**2025**
	Unaudited	
Revenues	$ 110,474	$ 92,037
Cost of revenues	72,825	63,639
Gross profit	**37,649**	**28,398**
Research and development expenses, net	12,117	11,621
Selling and marketing expenses	9,707	8,202
General and administrative expenses	10,398	6,784
Other operating expenses, net	1,041	4,538
Total operating expenses	**33,263**	**31,145**
Operating income (loss)	**4,386**	**(2,747)**
Financial income (expenses), net	1,295	(936)
Income (loss) before taxes on income	**5,681**	**(3,683)**
Taxes on income	(447)	(2,313)
Net income (loss)	**$ 5,234**	**$ (5,996)**
Earnings (losses) per share (Basic and Diluted)	**$ 0.07**	**$ (0.11)**
Weighted average number of shares used in computing earnings (losses) per share		
Basic	**74,525,773**	**57,037,671**
Diluted	**77,188,106**	**57,037,671**

GILAT SATELLITE NETWORKS LTD.
RECONCILIATION BETWEEN GAAP AND NON-GAAP CONSOLIDATED STATEMENTS OF INCOME (LOSS)
FOR COMPARATIVE PURPOSES
U.S. dollars in thousands (except share and per share data)

	Three months ended March 31, 2026			Three months ended March 31, 2025		
	GAAP	Adjustments (*)	Non-GAAP	GAAP	Adjustments (*)	Non-GAAP
	Unaudited			Unaudited		
Gross profit	$ 37,649	1,644	$ 39,293	$ 28,398	810	$ 29,208
Operating expenses	33,263	(6,468)	26,795	31,145	(7,090)	24,055
Operating income (loss)	4,386	8,112	12,498	(2,747)	7,900	5,153
Income (loss) before taxes on income	5,681	8,112	13,793	(3,683)	7,900	4,217
Net income (loss)	**5,234**	8,353	**13,587**	**(5,996)**	7,823	**1,827**
Earnings (losses) per share (Basic and Diluted)	**$ 0.07**	$ 0.11	**$ 0.18**	**$ (0.11)**	$ 0.14	**$ 0.03**
Weighted average number of shares used in computing earnings (losses) per share						
Basic	74,525,773		74,525,773	57,037,671		57,037,671
Diluted	77,188,106		77,265,072	57,037,671		58,005,232

(*) Adjustments reflect the effect of stock-based compensation as per ASC 718, amortization of purchased intangibles, other operating expenses, net, other integration expenses and income tax effect on such adjustments which is calculated using the relevant effective tax rate.

	Three months ended March 31, 2026	Three months ended March 31, 2025
	Unaudited	Unaudited
GAAP net income (loss)	$ 5,234	$ (5,996)
Gross profit		
Stock-based compensation expenses	199	173
Amortization of purchased intangibles	1,428	600
Other integration expenses	17	37
	1,644	810
Operating expenses		
Stock-based compensation expenses	1,481	901
Stock-based compensation related to business combination	2,742	607
Amortization of purchased intangibles	1,093	884
Other operating expenses, net	1,041	4,538
Other integration expenses	111	160
	6,468	7,090
Taxes on income	241	(77)
Non-GAAP net income	$ 13,587	$ 1,827

GILAT SATELLITE NETWORKS LTD.
SUPPLEMENTAL INFORMATION
U.S. dollars in thousands

ADJUSTED EBITDA:

	Three months ended March 31, 2026	Three months ended March 31, 2025
	Unaudited	
GAAP net income (loss)	$ 5,234	$ (5,996)
Adjustments:		
Financial expenses (income), net	(1,295)	936
Taxes on income	447	2,313
Stock-based compensation expenses	1,680	1,074
Stock-based compensation related to business combination	2,742	607
Depreciation and amortization (*)	5,116	3,962
Other operating expenses, net	1,041	4,538
Other integration expenses	128	197
Adjusted EBITDA	$ 15,093	$ 7,631

(*) Including amortization of lease incentive

SEGMENT REVENUES:

	Three months ended March 31, 2026	Three months ended March 31, 2025
	Unaudited	
Commercial	$ 72,785	$ 64,220
Defense	25,427	23,011
Peru	12,262	4,806
Total revenues	**$ 110,474**	**$ 92,037**

GILAT SATELLITE NETWORKS LTD.
CONSOLIDATED BALANCE SHEETS
U.S. dollars in thousands

	March 31, 2026	December 31, 2025
	Unaudited	Audited
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	$ 140,154	$ 168,907
Short-term deposits	30,860	16,433
Restricted cash	64	88
Trade receivables, net	100,632	85,929
Contract assets	41,660	36,987
Inventories	44,794	45,430
Other current assets	46,639	37,406
Total current assets	404,803	391,180
LONG-TERM ASSETS:		
Long-term contract assets	7,193	7,890
Severance pay funds	6,825	6,941
Deferred taxes	15,761	15,558
Operating lease right-of-use assets	5,349	5,922
Other long-term assets	19,877	19,871
Total long-term assets	55,005	56,182
PROPERTY AND EQUIPMENT, NET	74,962	75,172
INTANGIBLE ASSETS, NET	51,452	53,986
GOODWILL	169,534	169,534
TOTAL ASSETS	$ 755,756	$ 746,054

GILAT SATELLITE NETWORKS LTD.
CONSOLIDATED BALANCE SHEETS (Cont.)
U.S. dollars in thousands

	March 31, 2026	December 31, 2025
	Unaudited	**Audited**
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Current maturities of long-term loan	$ 2,000	$ 2,000
Trade payables	33,776	31,614
Accrued expenses	55,452	58,878
Advances from customers and deferred revenues	77,476	78,499
Operating lease liabilities	2,620	2,957
Other current liabilities	28,915	41,529
Total current liabilities	200,239	215,477
LONG-TERM LIABILITIES:		
Accrued severance pay	7,485	7,508
Long-term advances from customers and deferred revenues	180	67
Operating lease liabilities	2,849	3,102
Other long-term liabilities	8,847	19,622
Total long-term liabilities	19,361	30,299
SHAREHOLDERS' EQUITY:		
Share capital - ordinary shares of NIS 0.2 par value	3,967	3,765
Additional paid-in capital	1,146,418	1,115,030
Accumulated other comprehensive loss	(4,714)	(3,768)
Accumulated deficit	(609,515)	(614,749)
Total shareholders' equity	536,156	500,278
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	$ 755,756	$ 746,054

GILAT SATELLITE NETWORKS LTD.
CONSOLIDATED STATEMENTS OF CASH FLOWS
U.S. dollars in thousands

	Three months ended March 31,	
	2026	2025
	Unaudited	
Cash flows from operating activities:		
Net income (loss)	$ 5,234	$ (5,996)
Adjustments required to reconcile net income (loss) to net cash used in operating activities:		
Depreciation and amortization	5,079	3,905
Stock-based compensation expenses	4,422	1,681
Accrued severance pay, net	94	(22)
Deferred taxes, net	(203)	1,984
Decrease (increase) in trade receivables, net	(14,779)	4,528
Increase in contract assets	(3,977)	(7,798)
Decrease (increase) in other assets and other adjustments (including short-term, long-term and effect of exchange rate changes on cash, cash equivalents and restricted cash)	(9,800)	18,390
Decrease (increase) in inventories	493	(11,456)
Increase (decrease) in trade payables	2,451	(7,828)
Decrease in accrued expenses	(3,414)	(6,358)
Decrease in advances from customers and deferred revenues	(921)	(1,096)
Increase in other liabilities	3,147	3,454
Net cash used in operating activities	**(12,174)**	**(6,612)**
Cash flows from investing activities:		
Purchase of property, equipment and intangible assets	(2,513)	(1,490)
Investment in other asset	-	(2,500)
Investments in short-term deposits	(14,350)	-
Acquisitions of subsidiary, net of cash acquired	-	(104,943)
Net cash used in investing activities	**(16,863)**	**(108,933)**
Cash flows from financing activities:		
Proceeds from long-term loan, net of associated costs	-	58,970
Proceeds from exercise of stock options	14	-
Net cash provided by financing activities	**14**	**58,970**
Effect of exchange rate changes on cash, cash equivalents and restricted cash	**246**	**592**
Decrease in cash, cash equivalents and restricted cash	**(28,777)**	**(55,983)**
Cash, cash equivalents and restricted cash at the beginning of the period	**168,995**	**120,249**
Cash, cash equivalents and restricted cash at the end of the period	**$ 140,218**	**$ 64,266**