



BRAINSWAY LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
U.S. dollars in thousands

<u>ASSETS</u>	June 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Current Assets		
Cash and cash equivalents	\$ 67,912	\$ 69,345
Restricted cash	251	271
Short-term deposits	10,087	-
Trade receivables, net	3,871	4,596
Inventory	4,190	4,426
Other current assets	3,179	1,032
	<u>89,490</u>	<u>79,670</u>
Non-Current Assets		
Investments in financial assets	5,000	-
System components	2,641	1,707
Leased systems, net	4,403	3,959
Other property and equipment, net	812	752
Right-of-use assets	5,318	5,530
Other long-term assets	3,900	2,698
	<u>22,074</u>	<u>14,646</u>
	<u>\$ 111,564</u>	<u>\$ 94,316</u>
<u>LIABILITIES AND EQUITY</u>		
Current Liabilities		
Trade payables	\$ 1,209	\$ 2,868
Deferred revenues	15,646	4,434
Liability in respect of government grants	1,401	1,293
Current maturities of lease liabilities	911	824
Other accounts payable	6,341	5,927
	<u>25,508</u>	<u>15,346</u>
Non-Current Liabilities		
Deferred revenues	7,104	3,625
Liability in respect of government grants	5,601	5,803
Lease liabilities	5,219	4,800
Warrants liability	-	2,429
	<u>17,924</u>	<u>16,657</u>
Equity		
Share capital	415	413
Share premium	158,398	157,597
Reserve for share-based payment	4,628	4,872
Warrants	2,126	-
Currency Translation Adjustments	(2,188)	(2,188)
Accumulated deficit	(95,247)	(98,381)
	<u>68,132</u>	<u>62,313</u>
	<u>\$ 111,564</u>	<u>\$ 94,316</u>



BRAINSWAY LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE PROFIT (LOSS)

U.S. dollars in thousands (except per share data)

	For the three months ended		For the six months ended	
	June 30,		June 30,	
	2025	2024	2025	2024
	(Unaudited)		(Unaudited)	
Revenues	\$ 12,632	\$ 10,005	\$ 24,168	\$ 19,100
Cost of revenues	3,133	2,468	6,059	4,751
Gross profit	9,499	7,537	18,109	14,349
Research and development expenses, net	2,344	1,711	4,676	3,337
Selling and marketing expenses	4,940	3,796	9,102	7,623
General and administrative expenses	1,637	1,444	3,177	2,710
Total operating expenses	8,921	6,951	16,955	13,670
Operating profit	578	586	1,154	679
Finance income	2,303	518	3,414	1,115
Finance Expense	784	401	1,207	808
Profit before income taxes	2,097	703	3,361	986
Income taxes	70	103	227	275
Net profit and total comprehensive profit	\$ 2,027	\$ 600	\$ 3,134	\$ 711
Basic net income per share	\$ 0.05	\$ 0.02	\$ 0.08	\$ 0.02
Diluted net income per share	\$ 0.05	\$ 0.02	\$ 0.07	\$ 0.02



BRAINSWAY LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
U.S. dollars in thousands

	For the three months ended		For the six months ended	
	June 30,		June 30,	
	2025	2024	2025	2024
	(Unaudited)		(Unaudited)	
Cash flows from operating activities:				
Total comprehensive profit	\$ 2,027	\$ 600	\$ 3,134	\$ 711
Adjustments to reconcile net profit to net cash provided by operating activities:				
Adjustments to profit or loss items:				
Depreciation and amortization	180	58	371	120
Depreciation of leased systems	208	240	411	495
Impairment and disposal of inventory and system components	(40)	391	168	642
Finance income, net	(1,519)	(117)	(2,207)	(307)
Cost of share based payment	227	364	552	669
Income taxes	70	103	227	275
Total adjustments to reconcile profit	(874)	1,039	(478)	1,894
Changes in asset and liability items:				
Decrease (increase) in inventory	498	(54)	425	(107)
Decrease (increase) in trade receivables	3,176	454	827	(120)
Decrease (increase) in other current assets	342	(233)	264	31
Increase (decrease) in trade payables	(950)	730	(1,690)	880
Decrease in other accounts payable	(454)	(165)	(838)	(530)
Increase (decrease) in deferred revenues	8,379	(721)	14,691	1,203
Total changes in asset and liability	10,991	11	13,679	1,357
Cash paid and received during the period for:				
Interest paid	44	(12)	(54)	(23)
Interest received	835	704	1,748	1,581
Income taxes paid	(640)	(994)	(636)	(994)
Total cash paid and received during the period	239	(302)	1,058	564
Net cash provided by operating activities:	12,383	1,348	17,393	4,526
Cash flows from investing activities:				
Purchase of property and equipment and system components, net	(1,166)	(847)	(2,209)	(1,571)
Withdrawal of restricted cash	20	-	20	-
Proceeds from lease assets	-	20	-	40
Purchase of financial assets measured at fair value	(5,000)	-	(5,000)	-
Proceeds from short-term bank deposits	-	35,000	-	35,000
Investment in short-term bank deposits	(10,000)	-	(10,000)	-
Withdrawal of (investment in) long-term deposits, net	287	25	(636)	19
Net cash provided by (used in) investing activities	(15,859)	34,198	(17,825)	33,488
Cash flows from financing activities:				
Repayment of liability in respect of research and development grants	(3)	-	(641)	(532)
Exercise of share options	-	19	-	19
Repayment of lease liability	(261)	(54)	(378)	(111)
Net cash used in financing activities	(264)	(35)	(1,019)	(624)
Exchange rate differences on cash and cash equivalents	51	(29)	18	(46)
Increase (decrease) in cash and cash equivalents	(3,689)	35,482	(1,433)	37,344
Cash and cash equivalents at the beginning of the period	71,601	12,382	69,345	10,520
Cash and cash equivalents at the end of the period	<u>\$ 67,912</u>	<u>\$ 47,864</u>	<u>\$ 67,912</u>	<u>\$ 47,864</u>
(a) Significant non cash transactions:				
Change in prepaid expenses recognized with corresponding liability	<u>\$ 1,622</u>	<u>\$ -</u>	<u>\$ 1,487</u>	<u>\$ -</u>
Right-of-use asset recognized with corresponding lease liability	<u>\$ 170</u>	<u>\$ 109</u>	<u>\$ 197</u>	<u>\$ 181</u>



BRAINSWAY LTD.

A reconciliation of Adjusted EBITDA to net profit, the most directly comparable IFRS measure, is set forth below:

U.S. dollars in thousands (except share and per share data)

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
	(Unaudited)		(Unaudited)	
Net profit and total comprehensive profit	\$ 2,027	\$ 600	\$ 3,134	\$ 711
Finance income, net	(1,519)	(117)	(2,207)	(307)
Income taxes	70	103	227	275
Depreciation and amortization	180	58	371	120
Depreciation of leased systems	208	240	411	495
Cost of share based payment	227	364	552	669
Restructuring and litigation Cost	258	-	258	-
Adjusted EBITDA	\$ 1,451	\$ 1,248	\$ 2,746	\$ 1,963