

Preliminary Data from IVC and Leumitech Israeli Tech Review Q2/2024

The Israeli tech ecosystem continues to grow: Israeli technology companies raised \$2.9 billion in 110 rounds in Q2/2024

Key Findings:

- Excluding Wiz's mega fundraising (\$965 million), the capital raising in Q2/2024 amounted to 1.93 billion dollars, a 19% increase compared to the previous quarter.
- The number of transactions in Q2/2024 was similar to Q1/2024 (111 rounds) and continues the upward trend that began in the year's first quarter.
- The number of foreign investors who invested for the first time in Israeli technology companies increased in Q2 after a continuous decline.
- The share of six large transactions (over 100 million dollars each) equals 62% of the total amount raised in the second quarter. Most of the big deals were done in four cyber companies (Wiz, Sempeis, Island, and Cyera).

According to the data, the positive trend continues in the Israeli tech ecosystem with a growing volume of capital raising compared to the previous quarters. Q2 is the first quarter since the beginning of 2022, in which there has been no decrease compared to the corresponding quarter last year.

Israeli tech companies raised \$2.9 billion in 110 fundraising rounds. Six large deals captured approximately 62% of the total capital raised in Q2/2024. Four of which were cyber companies.

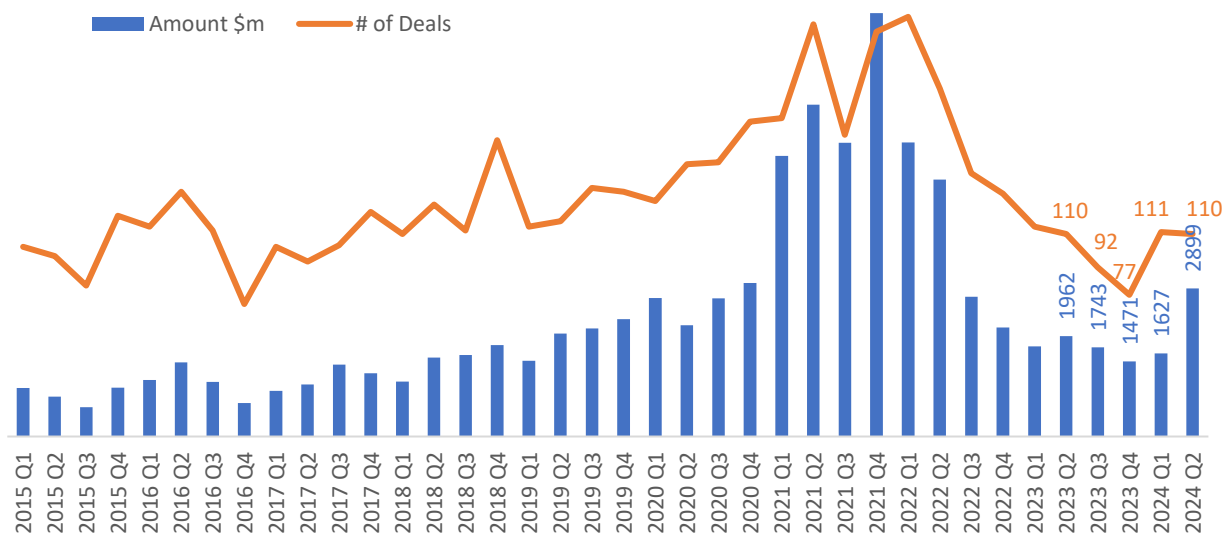
The positive upward trend that began in the first quarter is also evident in neutralizing WIZ's massive fundraising (\$965 million); the total capital raising increased by approximately 19% in the volume of fundraising (roughly \$1.93 billion).

The following infographics (as of the time of distribution of this announcement) provide a preliminary glimpse of the investment activity in Israeli tech in the past quarter. The full IVC Leumitech Tech Review Q2/2024 will be published by mid-July 2024.

Mia Eisen-Tzafrir, Leumitech CEO: "We are happy to see that the signs of recovery felt in recent months are also reflected in the second quarter data. The data demonstrate growth in the number of deals and the transaction amount compared to Q1/2024 and the corresponding quarter last year. If such activity volumes continue, we are at a pace where the tech sector will finish a year of growth compared to the previous year. In addition, in the in-depth checks we did regarding the identity of the investors, it is encouraging to see foreign investors - who have never invested in Israel - taking part in transactions even since the beginning of the war".

Ben Klein, IVC CEO: "Q2/2024 ends today with positive growth indicators. The volumes of activity in Israeli tech continued to grow moderately. It's not trivial, given the circumstances. The growing presence of foreign investors shows the attractiveness of Israeli tech companies."

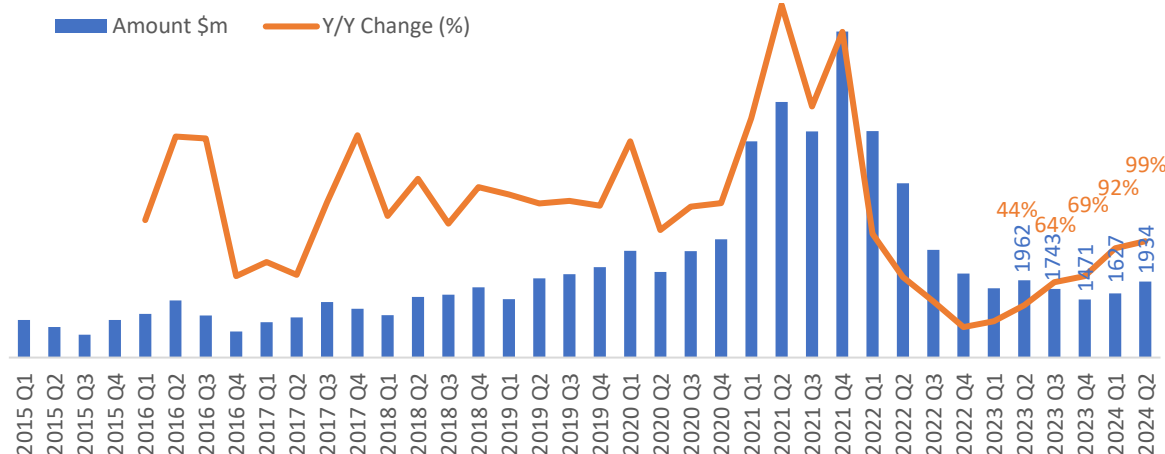
Israeli High-Tech Capital Raising - by Quarter | Q1/2015 – Q2/2024



Source IVC-LeumiTech Israeli Tech Review Q2/2024

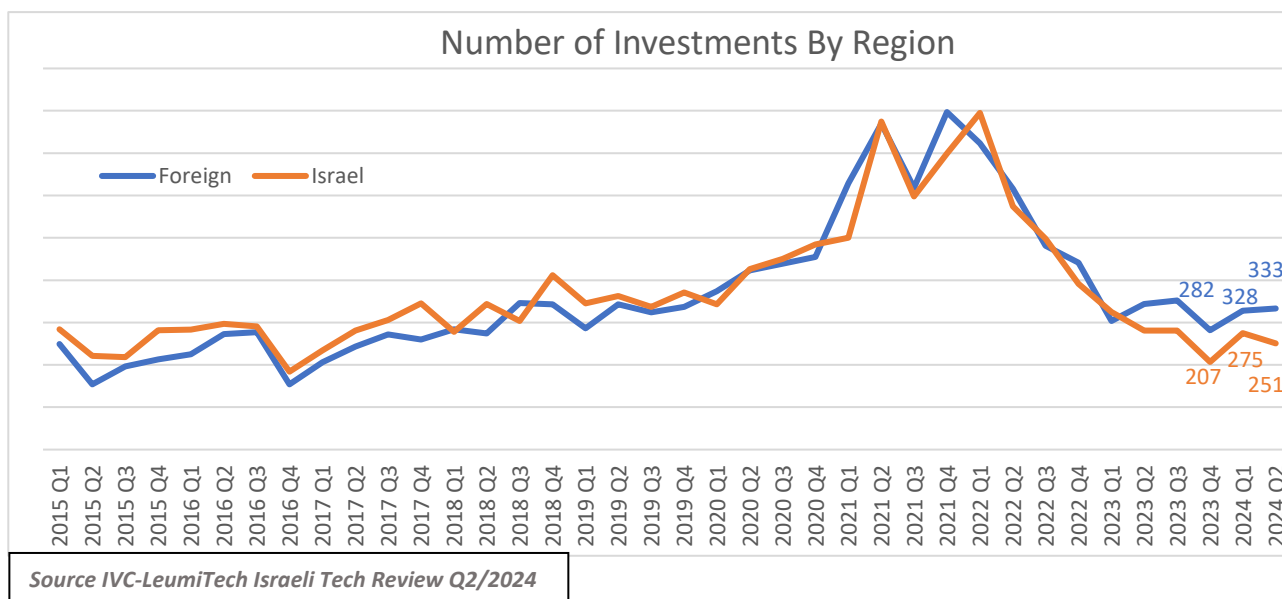
The number of rounds in Q2/2024 was similar to Q1/2024, in which we saw a break in the downward trend since the beginning of 2022. In an annual comparison, quarter to quarter, the current quarter is the first since the beginning of 2022, in which there has been no decrease compared to the corresponding quarter last year (excluding Wiz's deal).

Israeli High-Tech Capital Raising (Ex. Wiz Deal) - by Quarter | Q1/2015 – Q2/2024



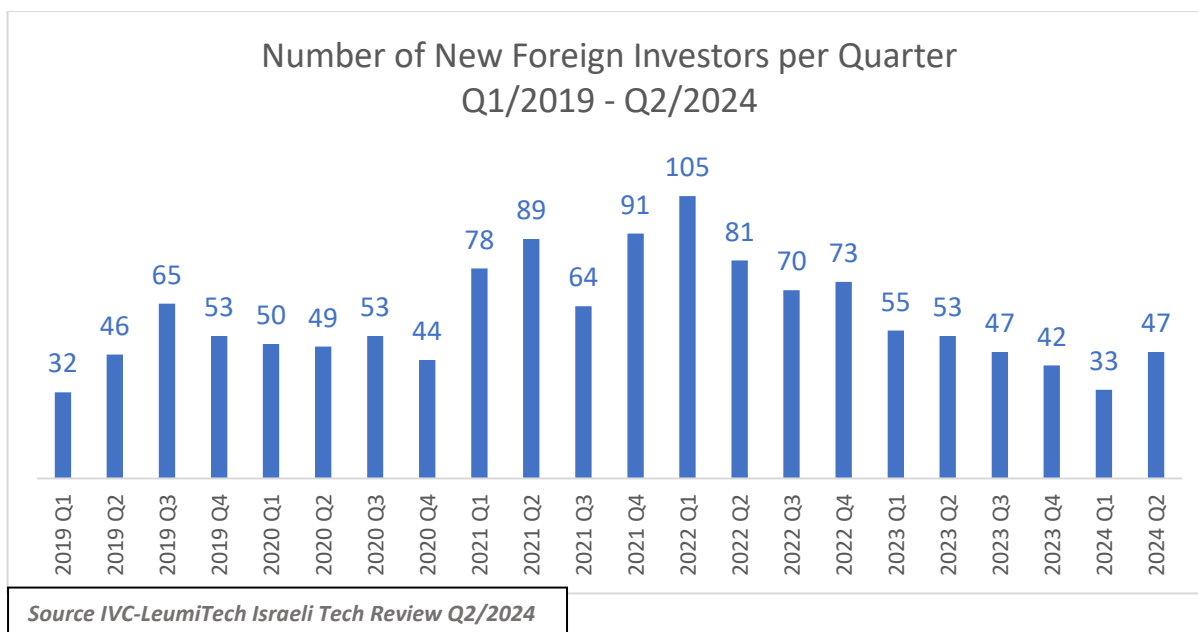
Source IVC-LeumiTech Israeli Tech Review Q2/2024

The participation of foreign investors continued to increase in Q2. The number of investments by foreign investors (an entity owned by a foreigner and whose head office is not in Israel) increased somewhat in the last six months after the slump in Q4/2023. The positive trend continues even with the participation of Israeli investors and overall stabilizes at the level we saw in 2018-2019.



An analysis of the activity of foreign investors in recent quarters reveals that in Q2, the number of new foreign investors (investing in an Israeli tech company for the first time) increased *.

*The data - which do not refer to the activity of private investors are normalized according to the methodology of the periodic reports and, therefore, do not show the total number of new investors added each year.



About the Israeli Tech Review

The quarterly report reviews all Israeli high-tech activity: capital raising, mergers and acquisitions, and activity in the public capital market. The report analyzes the past year, leading trends, estimates of capital raising, and insights.

This report is based on data from the IVC and summarizes the activity of Israeli tech companies or those with Israeli affiliation in 2014-2024. The number of deals and scope may change throughout the reporting year due to real-time data updates.

About IVC Research Center

IVC has analyzed Israeli technology and venture capital trends for over 23 years.

Many high-tech companies, venture capital funds, investors, financial institutions, and public authorities, including the Central Bureau of Statistics, the Bank of Israel, the Chief Scientist at the Ministry of Economy, and others, use the company's research, services, and publications.

IVC operates the comprehensive database www.ivc-online.com, which contains information on over 9,350 high-tech companies by technological sector and stage of development, hundreds of Israeli and foreign venture capital and private equity funds, investment companies, angels, technology incubators, accelerators, multinational corporations, and more.

IVC's products and services include periodic studies and reviews on the industry, insights on trends, and scouting services. IVC also offers analytical tools within the framework of [IVC Industry Analytics](#), offering research and analysis and leading trends, investments, opportunities, exits, fundraising, investors, and more.

About Leumitech

Established in 2014, Leumitech is the high-tech banking arm of the Leumi Group and is the leading financial platform for the high-tech industry in Israel.

Leumitech provides loans and comprehensive financial support by two dedicated teams specializing in all stages of high-tech companies' lifecycle, from young companies through growing companies to technology giants, investors, and other factors in the ecosystem. Leumitech offers customized and specific banking products, including expertise in the field of growth loans, as part of a complete solution for all the financial needs of technology companies.

During its activity, Leumitech created strategic collaborations with many entities - local and international, investment funds, opinion leaders, and more - to create levers for accelerated business growth for its customers.

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