



CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION

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

	June 30, 2021	December 31, 2020
	Unaudited	Audited
CURRENT ASSETS:		
Cash and cash equivalents	\$ 42,755	\$ 46,229
Marketable securities	20,609	-
Short-term bank deposits	2,000	2,000
Trade receivables	208	222
Other receivables and prepaid expenses	2,295	3,372
	<u>67,867</u>	<u>51,823</u>
LONG-TERM ASSETS:		
Long-term deposits	12	9
Right-of-use-assets	1,876	1,872
Property, plant and equipment, net	2,105	2,072
Intangible assets, net	15,677	16,139
	<u>19,670</u>	<u>20,092</u>
	<u>\$ 87,537</u>	<u>\$ 71,915</u>
CURRENT LIABILITIES:		
Trade payables	\$ 1,203	\$ 863
Employees and payroll accruals	2,217	2,535
Operating lease liability	785	777
Liabilities in respect of government grants	144	72
Pre-funded warrants	-	4,144
Deferred revenues and other advances	26	47
Other payables	951	1,238
	<u>5,326</u>	<u>9,676</u>
LONG-TERM LIABILITIES:		
Operating lease liability	1,602	1,663
Liabilities in respect of government grants	3,966	3,694
	<u>5,568</u>	<u>5,357</u>
SHAREHOLDERS' EQUITY:		
Ordinary shares of NIS 0.02 par value:		
Authorized – 150,000,000 ordinary shares; Issued and outstanding – 40,621,124 shares as of June 30, 2021 and 35,600,088 shares as of December 31, 2020	231	200
Share premium and other capital reserve	258,258	225,121
Accumulated deficit	(192,088)	(179,276)
Equity attributable to equity holders of the Company	<u>66,401</u>	<u>46,045</u>
Non-controlling interests	<u>10,242</u>	<u>10,837</u>
Total equity	<u>76,643</u>	<u>56,882</u>
	<u>\$ 87,537</u>	<u>\$ 71,915</u>

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF PROFIT OR LOSS

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

	Six months ended June 30,		Three months ended June 30,		Year ended December 31,
	2021	2020	2021	2020	2020
	Unaudited				Audited
Revenues	\$ 468	\$ 373	\$ 135	\$ 298	\$ 1,040
Cost of revenues	399	153	128	114	574
Gross profit	69	220	7	184	466
Operating expenses:					
Research and development, net	9,283	8,478	4,986	3,891	17,287
Business development	1,242	1,438	672	468	2,672
General and administrative	3,249	2,388	1,795	1,051	5,321
Total operating expenses	13,774	12,304	7,453	5,410	25,280
Operating loss	(13,705)	(12,084)	(7,446)	(5,226)	(24,814)
Financing income	617	643	565	506	1,591
Financing expenses	(919)	(584)	(14)	(97)	(2,951)
Financing income (expense), net	(302)	59	551	409	(1,360)
Loss before taxes on income	(14,007)	(12,025)	(6,895)	(4,817)	(26,174)
Taxes on income	11	7	3	1	32
Loss	<u>\$ (14,018)</u>	<u>\$ (12,032)</u>	<u>\$ (6,898)</u>	<u>\$ (4,818)</u>	<u>\$ (26,206)</u>
Attributable to:					
Equity holders of the Company	\$ (12,812)	(10,468)	(6,210)	(4,238)	(23,374)
Non-controlling interests	(1,206)	(1,564)	(688)	(580)	(2,832)
	<u>\$ (14,018)</u>	<u>\$ (12,032)</u>	<u>\$ (6,898)</u>	<u>\$ (4,818)</u>	<u>\$ (26,206)</u>
Basic and diluted loss per share, attributable to equity holders of the Company	<u>\$ (0.32)</u>	<u>\$ (0.41)</u>	<u>\$ (0.15)</u>	<u>\$ (0.16)</u>	<u>\$ (0.83)</u>
Weighted average number of shares used in computing basic and diluted loss per share	<u>39,778,174</u>	<u>25,754,297</u>	<u>40,580,563</u>	<u>25,754,297</u>	<u>28,158,779</u>

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS

U.S. dollars in thousands

	Six months ended June 30,		Three months ended June 30,		Year ended December 31,
	2021	2020	2021	2020	2020
	Unaudited				Audited
<u>Cash flows from operating activities</u>					
Loss	\$ (14,018)	\$ (12,032)	\$ (6,898)	\$ (4,818)	\$ (26,206)
Adjustments to reconcile loss to net cash used in operating activities:					
Adjustments to the profit or loss items:					
Depreciation	672	916	342	496	1,792
Amortization of intangible assets	462	465	232	233	935
Share-based compensation	1,089	2,789	558	854	4,097
Pre-funded warrants issuance expenses	212	-	-	-	211
Net financing expense (income)	(7)	(66)	(693)	(467)	1,031
Taxes on income	11	7	3	1	32
	<u>2,439</u>	<u>4,111</u>	<u>442</u>	<u>1,117</u>	<u>8,098</u>
Changes in asset and liability items:					
Decrease (increase) in trade receivables	14	13	11	2	(150)
Decrease (increase) in other receivables	1,010	390	291	547	(1,300)
Increase in long-term deposits	(3)	-	(2)	-	-
Increase (decrease) in trade payables	355	(234)	232	40	(29)
Increase (decrease) in employees and payroll accruals	(318)	(483)	(180)	156	456
Decrease in other payables	(278)	(229)	(23)	(17)	(87)
Increase (decrease) in deferred revenues and other advances	(21)	172	-	213	(339)
	<u>759</u>	<u>(371)</u>	<u>329</u>	<u>941</u>	<u>(1,449)</u>
Cash received (paid) during the period for:					
Interest received	145	166	76	54	294
Interest paid	(138)	(118)	(81)	(68)	(238)
Taxes paid	(11)	(7)	(3)	(1)	(13)
	<u>(10,824)</u>	<u>(8,251)</u>	<u>(6,135)</u>	<u>(2,775)</u>	<u>(19,514)</u>
Net cash used in operating activities	<u>\$ (10,824)</u>	<u>\$ (8,251)</u>	<u>\$ (6,135)</u>	<u>\$ (2,775)</u>	<u>\$ (19,514)</u>

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS

U.S. dollars in thousands

	Six months ended June 30,		Three months ended June 30,		Year ended December 31,
	2021	2020	2021	2020	2020
	Unaudited				Audited
<u>Cash flows from investing activities:</u>					
Purchase of property, plant and equipment	(407)	(415)	(224)	(124)	(682)
Proceeds from sale of marketable securities	406	2,097	205	1,053	2,097
Purchase of marketable securities	(20,990)	-	(709)	-	-
Proceeds from bank deposits, net	-	3,000	9,500	500	8,000
Net cash provided by (used in) investing activities	\$ (20,991)	\$ 4,682	\$ 8,772	\$ 1,429	\$ 9,415
<u>Cash flows from financing activities:</u>					
Proceeds from issuance of ordinary shares, net of issuance expenses	27,922	-	814	-	18,658
Proceeds from issuance of pre-funded warrants	-	-	-	-	1,989
Proceeds from advances for pre-funded warrants	-	-	-	-	9
Proceeds from exercise of options	460	-	15	-	59
Repayment of lease liability	(316)	(329)	(149)	(152)	(639)
Proceeds from government grants	380	175	257	-	320
Repayment of government grants	(20)	(11)	-	(11)	(22)
Net cash provided by (used in) financing activities	28,426	(165)	937	(163)	20,374
Exchange rate differences - cash and cash equivalent balances	(85)	60	539	572	1,206
Increase (decrease) in cash and cash equivalents	(3,474)	(3,674)	4,113	(937)	11,481
Cash and cash equivalents, beginning of the period	46,229	34,748	38,642	32,011	34,748
Cash and cash equivalents, end of the period	\$ 42,755	\$ 31,074	\$ 42,755	\$ 31,074	\$ 46,229
<u>Significant non-cash activities</u>					
Acquisition of property, plant and equipment	\$ 42	\$ 117	\$ 42	\$ 117	\$ 57
Increase (decrease) of right-of-use asset recognized with corresponding lease liability	\$ 317	\$ -	\$ 155	\$ -	\$ (41)
Exercise of options	\$ -	\$ -	\$ -	\$ -	\$ 57