SolarEdge Announces Third Quarter 2026 Financial Results

November 4, 2026

Revenue of $326.1 million, in line with the midpoint of guidance

Cash flow from operations of $20.4 million; fifth consecutive quarter of positive free cash flow

Continued progress on the SolarEdge SST platform for the AI data center opportunity

MILPITAS, Calif.--(BUSINESS WIRE)--Nov. 4, 2026-- SolarEdge Technologies, Inc. (Nasdaq: SEDG), a global leader in smart energy technology, today announced its financial results for the third quarter ended September 30, 2026.

“The SolarEdge team delivered third-quarter revenue of $326.1 million, at the midpoint of our guidance, with profitability in line with expectations,” said Shuki Nir, CEO of SolarEdge. “As near-term market uncertainty persists and given reduced revenue expectations for the fourth quarter, we are taking decisive steps to reduce costs, sharpen our focus, and support profitability amid softer demand. At the same time, we believe that our product innovation initiatives, including strong momentum in Nexis and increasing storage adoption, position us to capitalize on a market recovery. In addition, we are accelerating our efforts in the AI data center power infrastructure market, where live demonstrations of our solid-state transformer (SST) technology are generating increasing interest from potential partners and customers.”

Third Quarter 2026 Financial Highlights
(In millions, except percentages and per share data)

	GAAP			Non-GAAP (1)		
	Q3 2026	***Q2 2026***	***Q3 2025***	***Q3 2026***	***Q2 2026***	***Q3 2025***
Revenue	$326.1	$346.2	$340.2	$325.4	$345.5	$339.7
Gross margin	33.2%	27.5%	21.2%	34.7%	28.6%	18.8%
Operating expenses	$110.1	$111.2	$107.3	$88.8	$88.5	$87.7
Operating income (loss)	$(1.9)	$(16.0)	$(35.2)	$23.9	$10.2	$(23.8)
Net income (loss)	$(8.4)	$(30.8)	$(50.1)	$21.1	$3.6	$(18.3)
EPS (diluted)	$(0.14)	$(0.50)	$(0.84)	$0.29	$0.05	$(0.31)
Adjusted EBITDA (loss) (1)	--	--	--	$31.8	$18.3	$(14.1)

(1) Non-GAAP financial measure. See “Non-GAAP Financial Measures” for additional information on Non-GAAP financial measures and a reconciliation to the most comparable GAAP measures.

- GAAP revenues were $326.1 million, down 5.8% from the prior quarter and down 4.1% from the third quarter of 2025.
- Non-GAAP revenues were $325.4 million, down 5.8% from the prior quarter and down 4.2% from the third quarter of 2025.
- GAAP gross margin was 33.2%, compared to 27.5% in the prior quarter and 21.2% in the third quarter of 2025. Results include a benefit of $36.0 million related to IEEPA tariff matters.
- Non-GAAP gross margin was 34.7%, compared to 28.6% in the prior quarter and 18.8% in the third quarter of 2025. Results include a benefit of $36.0 million related to IEEPA tariff matters.
- GAAP operating expenses were $110.1 million, compared to $111.2 million in the prior quarter and $107.3 million in the third quarter of 2025.
- Non-GAAP operating expenses were $88.8 million, compared to $88.5 million in the prior quarter and $87.7 million in the third quarter of 2025.
- GAAP operating loss was $1.9 million, compared to $16.0 million in the prior quarter and $35.2 million in the third quarter of 2025.
- Non-GAAP operating income was $23.9 million, compared to $10.2 million in the prior quarter and a non-GAAP operating loss of $23.8 million in the third quarter of 2025.
- GAAP net loss was $8.4 million, compared to $30.8 million in the prior quarter and $50.1 million in the third quarter of 2025.
- Non-GAAP net income was $21.1 million, compared to $3.6 million in the prior quarter and a non-GAAP net loss of $18.3 million in the third quarter of 2025.
- Free cash flow was $7.8 million, compared to $3.1 million in the prior quarter and $22.8 million in the third quarter of 2025, marking the fifth consecutive quarter of positive free cash flow.
- As of September 30, 2026, our cash and investments portfolio, net of debt, was $260.9 million, compared to $264.6 million as of June 30, 2026.

Outlook for the Fourth Quarter of 2026

The Company provides the following guidance for the fourth quarter ending December 31, 2026. This guidance excludes potential IEEPA refunds in

the fourth quarter.

Guidance Metric	Q4 2026 Guidance
Revenue	$245 million – $275 million
Non-GAAP gross margin*	17% – 21%
Non-GAAP operating expenses*	$87 million – $91 million

*****Non-GAAP gross margin and Non-GAAP operating expenses are non-GAAP financial measures, and these forward-looking measures have not been reconciled to the most comparable GAAP outlook because it is not possible to do so without unreasonable efforts due to the uncertainty and potential variability of reconciling items, which are dependent on future events and often outside of management's control and which could be significant. Because such items cannot be reasonably predicted with the level of precision required, we are unable to provide outlook for the comparable GAAP measures. Forward-looking estimates of Non-GAAP gross margin and Non-GAAP operating expenses are made in a manner consistent with the relevant definitions and assumptions noted herein and in our filings with the SEC.

Conference Call

The Company will host a conference call to discuss its results for the third quarter ended September 30, 2026 at 8:00 a.m. ET on Wednesday, November 4, 2026. The live call can be accessed by dialing +800-420-1459. For international callers, please dial +203-518-9861. The Conference ID is SEDG.

To avoid a delay in connecting to the call, please dial-in 10 minutes prior to the start time.

A live webcast will also be available in the Investors Relations section of the Company's website at: http://investors.solaredge.com. A replay of the webcast will be available in the Investor Relations section of the Company's web site approximately two hours after the conclusion of the call and will remain available for approximately 30 calendar days.

About SolarEdge

SolarEdge Technologies is a global leader in renewable energy technology that applies world-class engineering and innovation to provide solar PV solutions for the residential and commercial segments. SolarEdge brings an optimized approach to generating, storing, managing and consuming energy. The company develops and produces PV inverters, Power Optimizers, energy management and optimization solutions, energy storage and grid services. SolarEdge's DC-optimized technology is installed in millions of sites in over 145 countries, and more than 60% of Fortune 100 companies have SolarEdge technology on their rooftops. SolarEdge is accelerating the transition towards distributed, sustainable energy networks which will optimize energy everywhere. SolarEdge is online at www.solaredge.com.

Use of Non-GAAP Financial Measures

To provide investors and others with additional information regarding SolarEdge's results, SolarEdge has disclosed in this earnings release the following non-GAAP financial measures: non-GAAP revenue, non-GAAP operating income (loss), non-GAAP operating expenses, non-GAAP gross margin, non-GAAP net income (loss), non-GAAP net earnings (loss) per share, non-GAAP net free cash flow and Adjusted EBITDA. SolarEdge has provided a reconciliation of each non-GAAP financial measure used in this earnings release to the most directly comparable GAAP financial measure below. These non-GAAP financial measures differ from GAAP in that they exclude stock-based compensation, amortization and impairment of acquired intangible assets, restructuring and impairment charges, acquisition, disposition and other items, certain litigation and other contingencies, amortization of debt issuance cost, non-cash interest expense and non-cash revenue recognized from significant financing component, certain foreign currency exchange rates, gains and losses on investments, income and losses from equity method investments and discrete items that impacted our GAAP tax rate. Our non-GAAP financial measures also reflect the application of our non-GAAP tax rate.

SolarEdge's management uses these non-GAAP financial measures to understand and compare operating results across accounting periods, for internal budgeting and forecasting purposes, for short- and long-term operating plans, to calculate bonus payments and to evaluate SolarEdge's financial performance, the performance of its individual functional groups and the ability of operations to generate cash. Management believes these non-GAAP financial measures reflect SolarEdge's ongoing business in a manner that allows for meaningful period-to-period comparisons and analysis of trends in SolarEdge's business, as they exclude charges and gains that are not reflective of ongoing operating results. Management also believes that these non-GAAP financial measures provide useful information to investors and others in understanding and evaluating SolarEdge's operating results and future prospects from the same perspective as management and in comparing financial results across accounting periods.

The use of non-GAAP financial measures has certain limitations because they do not reflect all items of income and expense that affect SolarEdge's operations. These non-GAAP financial measures should be considered in addition to, not as a substitute for or in isolation from, measures prepared in accordance with GAAP and should not be considered measures of SolarEdge's liquidity. Further, these non-GAAP measures may differ from the non-GAAP information used by other companies, including peer companies, and therefore comparability may be limited. Management encourages investors and others to review SolarEdge's financial information in its entirety and not rely on a single financial measure.

Safe Harbor Statement under the Private Securities Litigation Reform Act of 1995

Statements contained in this press release may contain forward-looking statements that are based on our management's expectations, estimates, projections, beliefs and assumptions in accordance with information currently available to our management. This press release contains certain forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. Forward-looking statements include information, among other things, concerning our possible or assumed future results of operations, our ability to maintain positive free cash flow generation, future demands for solar energy solutions, business strategies, technology developments, new products and services, financing and investment plans; dividend policy; competitive position, industry and regulatory environment, general economic conditions; potential growth opportunities; cancellations and pushouts of existing backlog; installation rates; goodwill impairment; the effects of competition; tariff impacts and other trade measures, including FCC restrictions on equipment produced in foreign countries; the impacts of the One Big Beautiful Bill Act. Forward-looking statements include statements that are not historical facts and can be identified by terms such as "anticipate," "believe," "could," "seek," "estimate," "expect," "intend," "may," "plan," "potential," "predict," "project," "should," "will," "would" or similar expressions and the negatives of those terms.

Forward-looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause our actual results, performance, or achievements to be materially different from any future results, performance or achievements expressed or implied by the forward-looking statements. Given these uncertainties, you should not place undue reliance on forward-looking statements. Also, forward-looking statements represent our management's beliefs and assumptions only as of the date of this release. Important factors that could cause actual results to differ materially from our expectations include, but are not limited to: our ability to be profitable in the future; the rapidly evolving and competitive nature of the solar industry; changes in tax laws, tax treaties, and regulations or the interpretation of them, including the Inflation Reduction Act and the H.R.1; future demand for renewable energy including solar energy solutions; our ability to maintain free cash flow positive generation; macroeconomic conditions in our domestic and international markets, as well as inflation concerns, rising interest rates and recessionary concerns; changes in the U.S. and global trade environments, including the imposition and/or increase of import tariffs or other restrictive trade measures; the retail price of electricity derived from the utility grid or alternative energy sources; our ability to forecast demand for our products accurately and to match production to such demand as well as our customers' ability to forecast demand based on inventory levels; interest rates and supply of capital in the global financial markets in general and in the PV market specifically; competition, including introductions of power optimizer, inverter, EV chargers, batteries, solid-state transformers (SST) and PV system monitoring products by our competitors; developments in alternative technologies or improvements in distributed solar energy generation; historic cyclicality of the solar industry and periodic downturns; product quality or performance problems in our products; changes in our geographic footprint or product and service offerings; our dependence upon a small number of outside contract manufacturers and limited or single source suppliers; delays, disruptions, and quality control problems in manufacturing; shortages, delays, price changes, or cessation of operations or production affecting our suppliers of key components; capacity constraints, delivery schedules, manufacturing yields, and costs of our contract manufacturers and availability of components; changing political, geopolitical conditions, and the conditions of the global energy market; performance of distributors and large installers in selling our products; consolidation in the solar industry among our customers and distributors; our ability to implement our new Enterprise Resource Planning ("ERP") system; our ability to successfully operate our global operations with a reduced work force; our ability to recognize expected benefits from restructuring plans; any unauthorized access to, disclosure, or theft of confidential or personal information or unauthorized access to our network or other similar cyber incidents; attempts by third parties, our employees, or our vendors might gain unauthorized access to our network or seek to compromise our products and services; emerging issues related to the development and use of artificial intelligence; loss of key executives, and our ability to retain key personnel and attract additional qualified personnel; disruption to our business operations due to the evolving conflict in Israel and other conditions in Israel that affect our operations; tax benefits that are available to us under Israeli law require us to meet various conditions and may be terminated or reduced in the future; difficulty to enforce a judgment of a U.S. court against our officers and directors, to assert U.S. securities laws claims in Israel; our dependence on ocean transportation to timely deliver our products in a cost-effective manner; fluctuations in global currency exchange rates; the impact of evolving legal and regulatory requirements, including corporate social responsibility and sustainability requirements; existing and future responses to and effects of pandemics, epidemics or other health crises; reduction, elimination or expiration of government subsidies and economic incentives for on-grid solar electricity applications; changes to net metering policies may reduce demand for electricity from PV systems; stringent and changing data privacy and security laws, rules, regulations and other obligations; federal, state, and local regulations governing the electric utility industry with respect to solar energy; business practices and regulatory compliance of our raw material suppliers; our ability to maintain our brand and to protect and defend our intellectual property; volatility of our stock price; our customers' financial stability, creditworthiness, and debt leverage ratio; our ability to effectively design, launch, market, and sell new generations of our products and services; our ability to retain, and events affecting, our major customers; our ability to service our debt; impairment of our goodwill or other long-lived and intangible assets; our liquidity and ability to service our debt; and the other factors set forth under "Item 1A. Risk Factors" in our Annual Report on Form 10-K/A for the year ended December 31, 2025, filed on March 23, 2026, in subsequent Quarterly Reports on Form 10-Q and in other documents we file from time to time with the SEC that disclose risks and uncertainties that may affect our business. The preceding list is not intended to be an exhaustive list of all of our forward-looking statements. You should not rely upon forward-looking statements as predictions of future events. Although we believe that the expectations reflected in the forward-looking statements are reasonable, we cannot guarantee that future results, levels of activity, performance and events and circumstances reflected in the forward-looking statements will be achieved or will occur. Statements in this press release speak only as of the date they were made. The Company undertakes no duty or obligation to update any forward-looking statements contained in this release, whether as a result of new information, future events or changes in its expectations or otherwise, except as may be required by applicable law, regulation or other competent legal authority.

SOLAREDGE TECHNOLOGIES, INC.
CONDENSED CONSOLIDATED STATEMENTS OF LOSS (Unaudited)
(in thousands, except per share data)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2026	2025	2026	2025
Revenues	$ 326,076	$ 340,177	$ 982,822	$ 849,086
Cost of revenues	217,841	268,034	711,154	727,276
Gross profit	108,235	72,143	271,668	121,810
Operating expenses:				
Research and development, net	52,492	54,146	155,398	169,529
Sales and marketing	26,448	26,911	81,162	87,293
General and administrative	28,718	26,574	89,679	76,546
Other operating expense (income), net	2,484	(338)	18,425	41,811
Total operating expenses	110,142	107,293	344,664	375,179
Operating loss	(1,907)	(35,150)	(72,996)	(253,369)
Financial income (expense), net	(1,952)	3,040	(15,367)	5,785
Other expense, net	—	(15,011)	—	(10,846)
Loss before income taxes	(3,859)	(47,121)	(88,363)	(258,430)
Income taxes	(4,526)	(2,563)	(8,141)	(13,946)
Net loss from equity method investments	—	(376)	—	(951)

Net loss	$ (8,385)	$ (50,060)	$ (96,504)	$ (273,327)

SOLAREDGE TECHNOLOGIES, INC.
CONDENSED CONSOLIDATED BALANCE SHEETS (Unaudited)
(in thousands, except per share data)

	September 30, 2026	December 31, 2025
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	$ 555,083	$ 455,075
Restricted cash	42,731	84,771
Marketable securities	—	38,097
Trade receivables, net of allowances of $29,034 and $17,224, respectively	209,616	267,441
Inventories, net	621,088	552,632
Prepaid expenses and other current assets	408,132	341,831
Total current assets	1,836,650	1,739,847
LONG-TERM ASSETS:		
Property, plant and equipment, net	250,764	269,351
Operating lease right-of-use assets, net	47,567	48,178
Intangible assets, net	5,309	7,129
Goodwill	49,859	50,123
Other long-term assets	77,908	67,566
Total long-term assets	431,407	442,347
Total assets	2,268,057	2,182,194
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Trade payables	490,106	271,983
Employees and payroll accruals	71,845	73,992
Warranty obligations	59,634	89,330
Deferred revenues and customer advances	46,520	70,371
Accrued expenses and other current liabilities	199,733	297,819
Total current liabilities	867,838	803,495
LONG-TERM LIABILITIES:		
Convertible senior notes, net	332,724	331,561
Warranty obligations	243,600	268,559
Deferred revenues and customer advances	332,032	293,328
Finance lease liabilities	18,273	18,558
Operating lease liabilities	40,865	36,648
Other long-term liabilities	9,499	2,581
Total long-term liabilities	976,993	951,235
STOCKHOLDERS' EQUITY:		
Common stock of $0.0001 par value - Authorized: 125,000,000; Issued and outstanding: 61,908,887 and 60,360,154 shares as of September 30, 2026 and December 31, 2025, respectively	6	6
Additional paid-in capital	1,949,067	1,872,760
Accumulated other comprehensive income (loss)	4,296	(11,663)
Accumulated deficit	(1,530,143)	(1,433,639)
Total stockholders' equity	423,226	427,464
Total liabilities and stockholders' equity	$ 2,268,057	$ 2,182,194

SOLAREDGE TECHNOLOGIES, INC.
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (Unaudited)
(in thousands, except per share data)

	Nine Months Ended September 30,	
	2026	2025
Cash flows from operating activities:		
Net loss	$ (96,504)	$ (273,327)
Adjustments to reconcile net loss to net cash provided by operating activities:		
Depreciation and amortization	17,049	23,430

Impairment of asset held-for-sale	—	36,277
Impairment of privately-held companies	—	15,057
Stock-based compensation expenses	63,220	72,572
Loss from business disposition	10,874	17,875
Loss (gain) from exchange rate fluctuations	(3,376)	2,874
Loss (gain) from sale of property, plant and equipment	9,550	(10,075)
Other items	(924)	281
Changes in assets and liabilities:		
Trade receivables, net	56,214	(124,459)
Inventories, net	(50,658)	130,408
Prepaid expenses and other assets	(85,572)	58,655
Operating lease right-of-use assets, net	9,932	8,185
Trade payables	218,207	175,906
Employees and payroll accruals	9,049	1,847
Warranty obligations	(54,627)	(37,316)
Deferred revenues and customer advances	15,118	(46,597)
Operating lease liabilities	(11,172)	(10,051)
Accrued expenses and other liabilities	(50,149)	10,090
Net cash provided by operating activities	56,231	51,632
Cash flows from investing activities:		
Investment in available-for-sale marketable securities	—	(454,635)
Proceeds from maturities of available-for-sale marketable securities	38,068	682,866
Proceeds from sales of available-for-sale marketable securities	—	76,288
Purchase of property, plant and equipment	(24,550)	(14,174)
Business dispositions, net of cash sold	(2,631)	(7,322)
Proceeds from sale of property, plant and equipment	661	38,026
Repayment related to governmental grant	—	(6,643)
Proceeds from sale of investment in privately-held company	—	4,000
Withdrawal from restricted bank deposits	2,700	2,823
Payments made before lease commencement	(26,162)	—
Proceeds from loan receivables	91	50,743
Other investing activities	473	(191)
Net cash provided by (used in) investing activities	(11,350)	371,781
Cash flows from financing activities:		
Payment for settlement of convertible notes	—	(342,250)
Repurchase of convertible debt	—	(5,093)
Issuance of common stock upon exercise of stock-based awards	3,850	220
Tax withholding in connection with stock-based awards, net	(2,803)	323
Other financing activities	(1,124)	(2,737)
Net cash used in financing activities	(77)	(349,537)
Effect of exchange rate changes on cash, cash equivalents and restricted cash	4,474	3,181
Increase in cash, cash equivalents and restricted cash including cash classified within current held-for-sale assets	49,278	77,057
Change in cash classified within current held-for-sale assets	8,690	—
Increase in cash, cash equivalents and restricted cash	57,968	77,057
Cash, cash equivalents and restricted cash, beginning of period	539,846	409,939
Cash, cash equivalents and restricted cash, end of period	$ 597,814	$ 486,996

SOLAREDGE TECHNOLOGIES, INC.

RECONCILIATION OF NON-GAAP FINANCIAL MEASURES (Unaudited)

(in thousands, except per share data and percentages)

	Three months ended					Year ended		
	September 30, 2026	**June 30, 2026**	**March 31, 2026**	**December 31, 2025**	**September 30, 2025**	**December 31, 2025**	**December 31, 2024**	**December 31, 2023**
Gross profit (loss) (GAAP)	$ 108,235	$ 95,152	$ 68,281	$ 74,471	$ 72,143	$196,281	$(877,204)	$703,823
Revenues from finance component	(661)	(572)	(498)	(456)	(351)	(1,375)	(984)	(834)
Discontinued operation revenues	—	(152)	(64)	(1,107)	(85)	(16,422)	—	—
Discontinued operation cost of revenues	4	(240)	573	(331)	(13,101)	(4,806)	24,921	36,648
Stock-based compensation	4,376	3,693	3,607	3,687	3,959	16,022	21,952	23,200

Amortization of stock-based compensation capitalized in inventories	314	320	313	613	825	2,701	3,138	1,100
Amortization and depreciation of acquired assets	500	499	500	495	501	1,970	5,412	6,038
Restructuring charges	—	—	278	344	31	815	15,327	23,154
Gross profit (loss) (Non-GAAP)	$ 112,768	$ 98,700	$ 72,990	$ 77,716	$ 63,922	$195,186	$(807,438)	$793,129
Gross margin (loss) (GAAP)	33.2%	27.5%	22.0%	22.2%	21.2%	16.6%	(97.3)%	23.6%
Revenues from finance component	(0.2)	(0.3)	(0.2)	0.0	0.0	(0.1)	(0.1)	0.0
Discontinued operation revenues	—	0.0	0.0	0.0	0.0	(1.4)	—	—
Discontinued operation cost of revenues	0.0	(0.1)	0.2	0.0	(3.9)	(0.4)	2.8	1.2
Stock-based compensation	1.4	1.2	1.1	1.1	1.2	1.4	2.4	0.9
Amortization of stock-based compensation capitalized in inventories	0.1	0.1	0.1	0.0	0.2	0.2	0.3	0.0
Amortization and depreciation of acquired assets	0.2	0.2	0.2	0.0	0.1	0.3	0.6	0.2
Restructuring charges	—	—	0.1	0.0	0.0	0.1	1.7	0.8
Gross margin (loss) (Non-GAAP)	34.7%	28.6%	23.5%	23.3%	18.8%	16.7%	(89.6)%	26.7%

SOLAREDGE TECHNOLOGIES, INC.

RECONCILIATION OF NON-GAAP FINANCIAL MEASURES (Unaudited)

(in thousands, except per share data and percentages)

	Three months ended					Year ended		
	September 30, 2026	**June 30, 2026**	**March 31, 2026**	**December 31, 2025**	**September 30, 2025**	**December 31, 2025**	**December 31, 2024**	**December 31, 2023**
Operating expenses (GAAP)	$ 110,142	$111,198	$123,324	$ 122,781	$ 107,293	$ 497,960	$ 831,084	$ 663,618
Stock-based compensation - R&D	(9,379)	(8,403)	(8,061)	(8,442)	(10,681)	(44,890)	(62,546)	(66,944)
Stock-based compensation - S&M	(4,814)	(3,996)	(4,151)	(4,298)	(4,348)	(17,730)	(27,328)	(30,987)
Stock-based compensation - G&A	(5,102)	(3,605)	(4,033)	(3,546)	(2,897)	(13,903)	(25,425)	(28,814)
Amortization and depreciation of acquired assets - R&D	—	—	—	—	—	—	(1,000)	(989)
Amortization and depreciation of acquired assets - S&M	50	(116)	(116)	(116)	(116)	(772)	(1,599)	(927)
Amortization and depreciation of acquired assets - G&A	—	—	—	—	—	—	(6)	(15)
Amortization of stock-based compensation capitalized in assets	(111)	(109)	(110)	—	—	—	—	—
Discontinued operation	678	176	556	(6,989)	(316)	(35,896)	(3,293)	(388)
Restructuring charges	26	18	(371)	(423)	(426)	(4,329)	(5,607)	—
Assets impairment and disposal by abandonment	—	(6,646)	(970)	(3,135)	(672)	(5,998)	(251,823)	(30,790)
Gain (loss) from assets sales	(2,649)	—	(8,327)	(7,117)	(158)	(23,721)	(5,746)	1,262
Certain litigation and other contingencies	—	—	—	—	—	—	399	(1,786)
Acquisition costs	—	—	—	—	—	—	(9)	(135)
Operating expenses (Non-GAAP)	$ 88,841	$ 88,517	$ 97,741	$ 88,715	$ 87,679	$ 350,721	$ 447,101	$ 503,105
Operating income (loss) (GAAP)	(1,907)	(16,046)	(55,043)	(48,310)	(35,150)	(301,679)	(1,708,288)	40,205
Revenues from finance component	(661)	(572)	(498)	(456)	(351)	(1,375)	(984)	(834)
Discontinued operation	(674)	(568)	(47)	5,551	(12,870)	14,668	28,214	37,036
Stock-based compensation	23,671	19,697	19,852	19,973	21,885	92,545	137,251	149,945
Amortization of stock-based compensation capitalized in inventories	314	320	313	613	825	2,701	3,138	1,100
Amortization and depreciation of acquired assets	450	615	616	611	617	2,742	8,017	7,969
Amortization of stock-based compensation capitalized in assets	111	109	110	—	—	—	—	—
Restructuring charges	(26)	(18)	649	767	457	5,144	20,934	23,154
Assets impairment and disposal by abandonment	—	6,646	970	3,135	672	5,998	251,823	30,790
Loss (gain) from assets sales	2,649	—	8,327	7,117	158	23,721	5,746	(1,262)
Certain litigation and other contingencies	—	—	—	—	—	—	(399)	1,786

Acquisition costs	—	—	—	—	—	—	9	135
Operating income (loss) (Non-GAAP)	$ 23,927	$ 10,183	$ (24,751)	$ (10,999)	$ (23,757)	$(155,535)	$(1,254,539)	$ 290,024

SOLAREDGE TECHNOLOGIES, INC.

RECONCILIATION OF NON-GAAP FINANCIAL MEASURES (Unaudited)

(in thousands, except per share data and percentages)

	Three months ended					Year ended		
	September 30, 2026	**June 30, 2026**	**March 31, 2026**	**December 31, 2025**	**September 30, 2025**	**December 31, 2025**	**December 31, 2024**	**December 31, 2023**
Financial income (expense), net (GAAP)	$ (1,952)	$(12,378)	$ (1,037)	$ (77,784)	$ 3,040	$ (71,999)	$ (14,570)	$ 41,212
Non cash interest expense	5,385	5,208	4,793	4,420	4,462	17,259	14,877	12,703
Currency fluctuation related to lease standard	(1,937)	4,382	(317)	3,360	1,552	10,430	(744)	(3,055)
Discontinued operation	964	(1,613)	3	1,402	(958)	2,433	—	—
CTA reclassification upon liquidation of a foreign subsidiary	(459)	20	225	59,520	—	59,520	—	—
One-time foreign exchange impact from VAT settlement agreement	(145)	—	(3,900)	10,963	—	10,963	—	—
Financial income (expense), net (Non-GAAP)	$ 1,856	$ (4,381)	$ (233)	$ 1,881	$ 8,096	$ 28,606	$ (437)	$ 50,860
Other income (loss) (GAAP)	$ —	$ —	$ —	$ (6,582)	$ (15,011)	$ (17,428)	$ 14,547	$ (318)
Loss (gain) from sale of equity and debt investments	—	—	—	—	—	(2)	(2,966)	193
Gain from business combination	—	—	—	—	—	—	(1,125)	—
Gain from the repurchase of convertible notes	—	—	—	—	—	(146)	(15,456)	—
Loss (gain) from sale of private held companies	—	—	—	155	—	(3,862)	—	—
Loss from impairment of private held companies	—	—	—	6,427	15,011	21,438	5,000	—
Other income (loss) (Non-GAAP)	$ —	$ —	$ —	$ —	$ —	$ —	$ —	$ (125)
Income tax benefit (expense) (GAAP)	$ (4,526)	$ (2,329)	$ (1,286)	$ 564	$ (2,563)	$ (13,382)	$ (96,150)	$ (46,420)
Income tax adjustment	(187)	105	(15)	389	(124)	10	39,007	(45,896)
Income tax benefit (expense) (Non-GAAP)	$ (4,713)	$ (2,224)	$ (1,301)	$ 953	$ (2,687)	$ (13,372)	$ (57,143)	$ (92,316)
Equity method investments income (loss) (GAAP)	$ —	$ —	$ —	$ (9)	$ (376)	$ (960)	$ (1,896)	$ (350)
Loss from equity method investments	—	—	—	9	376	960	1,896	350
Equity method investments income (loss) (Non-GAAP)	$ —	$ —	$ —	$ —	$ —	$ —	$ —	$ —

SOLAREDGE TECHNOLOGIES, INC.

RECONCILIATION OF NON-GAAP FINANCIAL MEASURES (Unaudited)

(in thousands, except per share data and percentages)

	Three months ended					Year ended		
	September 30, 2026	**June 30, 2026**	**March 31, 2026**	**December 31, 2025**	**September 30, 2025**	**December 31, 2025**	**December 31, 2024**	**December 31, 2023**
Net income (loss) (GAAP)	$ (8,385)	$(30,753)	$(57,366)	$(132,121)	$ (50,060)	$(405,448)	$(1,806,357)	$ 34,329
Revenues from finance component	(661)	(572)	(498)	(456)	(351)	(1,375)	(984)	(834)
Discontinued operation	290	(2,181)	(44)	6,953	(13,828)	17,101	28,214	37,036
Stock-based compensation	23,671	19,697	19,852	19,973	21,885	92,545	137,251	149,945
Amortization of stock-based compensation capitalized in inventories	314	320	313	613	825	2,701	3,138	1,100
Amortization and depreciation of acquired assets	450	615	616	611	617	2,742	8,017	7,969
Amortization of stock-based compensation capitalized in assets	111	109	110	—	—	—	—	—
Restructuring charges	(26)	(18)	649	767	457	5,144	20,934	23,154
Assets impairment and disposal by abandonment	—	6,646	970	3,135	672	5,998	251,823	30,790
Loss (gain) from assets sales	2,649	—	8,327	7,117	158	23,721	5,746	(1,262)
Certain litigation and other contingencies	—	—	—	—	—	—	(399)	1,786
Acquisition costs	—	—	—	—	—	—	9	135

Non cash interest expense	5,385	5,208	4,793	4,420	4,462	17,259	14,877	12,703
CTA reclassification upon liquidation of a foreign subsidiary	(459)	20	225	59,520	—	59,520	—	—
One-time foreign exchange impact from VAT settlement agreement	(145)	—	(3,900)	10,963	—	10,963	—	—
Currency fluctuation related to lease standard	(1,937)	4,382	(317)	3,360	1,552	10,430	(744)	(3,055)
Loss (gain) from sale of equity and debt investments	—	—	—	—	—	(2)	(2,966)	193
Gain from business combination	—	—	—	—	—	—	(1,125)	—
Gain from the repurchase of convertible notes	—	—	—	—	—	(146)	(15,456)	—
Loss (gain) from sale of private held companies	—	—	—	155	—	(3,862)	—	—
Loss from impairment of private held companies	—	—	—	6,427	15,011	21,438	5,000	—
Income tax adjustment	(187)	105	(15)	389	(124)	10	39,007	(45,896)
Equity method adjustments	—	—	—	9	376	960	1,896	350
Net income (loss) (Non-GAAP)	$ 21,070	$ 3,578	$(26,285)	$ (8,165)	$ (18,348)	$(140,301)	$(1,312,119)	$ 248,443

SOLAREDGE TECHNOLOGIES, INC.

RECONCILIATION OF NON-GAAP FINANCIAL MEASURES (Unaudited)

(in thousands, except per share data and percentages)

	Three months ended					Year ended		
	September 30, 2026	**June 30, 2026**	**March 31, 2026**	**December 31, 2025**	**September 30, 2025**	**December 31, 2025**	**December 31, 2024**	**December 31, 2023**
Net basic earnings (loss) per share (GAAP)	$ (0.14)	$ (0.50)	$ (0.95)	$ (2.21)	$ (0.84)	$ (6.88)	$ (31.64)	$ 0.61
Revenues from finance component	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)	(0.02)	(0.02)	(0.02)
Discontinued operation	0.00	(0.04)	0.00	0.12	(0.23)	0.29	0.49	0.66
Stock-based compensation	0.38	0.32	0.33	0.33	0.37	1.57	2.41	2.65
Amortization of stock-based compensation capitalized in inventories	0.01	0.01	0.01	0.01	0.01	0.05	0.05	0.02
Amortization and depreciation of acquired assets	0.01	0.01	0.01	0.01	0.01	0.04	0.14	0.14
Amortization of stock-based compensation capitalized in assets	0.00	0.00	0.00	—	—	—	—	—
Restructuring charges	0.00	0.00	0.01	0.02	0.01	0.09	0.37	0.41
Assets impairment and disposal by abandonment	—	0.11	0.02	0.05	0.01	0.10	4.41	0.54
Loss (gain) from assets sales	0.04	—	0.14	0.12	0.00	0.40	0.10	(0.02)
Certain litigation and other contingencies	—	—	—	—	—	—	(0.01)	0.03
Acquisition costs	—	—	—	—	—	—	0.00	0.00
Non cash interest expense	0.09	0.09	0.08	0.07	0.08	0.30	0.26	0.23
CTA reclassification upon liquidation of a foreign subsidiary	(0.01)	0.00	0.00	1.00	—	1.01	—	—
One-time foreign exchange impact from VAT settlement agreement	0.00	—	(0.06)	0.18	—	0.18	—	—
Currency fluctuation related to lease standard	(0.03)	0.07	(0.01)	0.06	0.02	0.18	(0.01)	(0.06)
Loss (gain) from sale of equity and debt investments	—	—	—	—	—	0.00	(0.05)	0.01
Gain from business combination	—	—	—	—	—	—	(0.02)	—
Gain from the repurchase of convertible notes	—	—	—	—	—	0.00	(0.27)	—
Loss (gain) from sale of private held companies	—	—	—	0.00	—	(0.07)	—	—
Loss from impairment of private held companies	—	—	—	0.11	0.26	0.36	0.09	—
Income tax adjustment	0.00	0.00	0.00	0.00	(0.01)	0.00	0.68	(0.81)
Equity method adjustments	—	—	—	0.00	0.01	0.02	0.03	0.00
Net basic earnings (loss) per share (Non-GAAP)	$ 0.34	$ 0.06	$ (0.43)	$ (0.14)	$ (0.31)	$ (2.38)	$ (22.99)	$ 4.39

SOLAREDGE TECHNOLOGIES, INC.

RECONCILIATION OF NON-GAAP FINANCIAL MEASURES (Unaudited)

(in thousands, except per share data and percentages)

	Three months ended					Year ended		
	September 30, 2026	**June 30, 2026**	**March 31, 2026**	**December 31, 2025**	**September 30, 2025**	**December 31, 2025**	**December 31, 2024**	**December 31, 2023**

Net diluted earnings (loss) per share (GAAP)	$ (0.14)	$ (0.50)	$ (0.95)	$ (2.21)	$ (0.84)	$ (6.88)	$ (31.64)	$ 0.60
Revenues from finance component	0.02	(0.01)	(0.01)	(0.01)	(0.01)	(0.02)	(0.02)	(0.01)
Discontinued operation	0.00	(0.04)	0.00	0.12	(0.23)	0.29	0.49	0.64
Stock-based compensation	0.37	0.34	0.33	0.33	0.37	1.57	2.41	2.57
Amortization of stock-based compensation capitalized in inventories	0.00	0.01	0.01	0.01	0.01	0.05	0.05	0.02
Amortization and depreciation of acquired assets	0.01	0.00	0.01	0.01	0.01	0.04	0.14	0.14
Amortization of stock-based compensation capitalized in assets	0.00	0.01	0.00	—	—	—	—	—
Restructuring charges	0.00	0.00	0.01	0.02	0.01	0.09	0.37	0.40
Assets impairment and disposal by abandonment	—	0.10	0.02	0.05	0.01	0.10	4.41	0.53
Loss (gain) from assets sales	0.04	—	0.14	0.12	0.00	0.40	0.10	(0.02)
Certain litigation and other contingencies	—	—	—	—	—	—	(0.01)	0.03
Acquisition costs	—	—	—	—	—	—	0.00	0.00
Non cash interest expense	0.03	0.08	0.08	0.07	0.08	0.30	0.26	0.03
CTA reclassification upon liquidation of a foreign subsidiary	(0.01)	0.00	0.00	1.00	—	1.01	—	—
One-time foreign exchange impact from VAT settlement agreement	0.00	—	(0.06)	0.18	—	0.18	—	—
Currency fluctuation related to lease standard	(0.02)	0.06	(0.01)	0.06	0.02	0.18	(0.01)	(0.05)
Loss (gain) from sale of equity and debt investments	—	—	—	—	—	0.00	(0.05)	0.00
Gain from business combination	—	—	—	—	—	—	(0.02)	—
Gain from the repurchase of convertible notes	—	—	0.00	—	—	0.00	(0.27)	—
Loss (gain) from sale of private held companies	—	—	—	0.00	—	(0.07)	—	—
Loss from impairment of private held companies	—	—	—	0.11	0.26	0.36	0.09	—
Income tax adjustment	(0.01)	0.00	0.00	0.00	(0.01)	0.00	0.68	(0.76)
Equity method adjustments	—	—	—	0.00	0.01	0.02	0.03	0.00
Net diluted earnings (loss) per share (Non-GAAP)	$ 0.29	$ 0.05	$ (0.43)	$ (0.14)	$ (0.31)	$ (2.38)	$ (22.99)	$ 4.12

SOLAREDGE TECHNOLOGIES, INC.

RECONCILIATION OF NON-GAAP FINANCIAL MEASURES (Unaudited)

(in thousands, except per share data and percentages)

	Three months ended					Year ended		
	September 30, 2026	**June 30, 2026**	**March 31, 2026**	**December 31, 2025**	**September 30, 2025**	**December 31, 2025**	**December 31, 2024**	**December 31, 2023**
Number of shares used in computing net diluted earnings (loss) per share (GAAP)	61,652,745	61,045,194	60,517,248	59,828,042	59,278,269	58,954,380	57,082,182	57,237,518
Stock-based compensation	5,017,672	4,772,503	—	—	—	—	—	725,859
Notes due 2025	—	—	—	—	—	—	—	2,276,818
Notes due 2029	9,819,347	—	—	—	—	—	—	—
Number of shares used in computing net diluted earnings (loss) per share (Non-GAAP)	76,489,764	65,817,697	60,517,248	59,828,042	59,278,269	58,954,380	57,082,182	60,240,195
Net cash provided by (used in) operating activities (GAAP)	$ 20,387	$ 11,416	$ 24,428	$ 52,629	$ 25,608	$ 104,261	$ (313,319)	$ (180,113)
Purchases of property and equipment	(12,567)	(8,282)	(3,701)	(9,293)	(2,809)	(23,467)	(108,163)	(170,523)
Discontinued operation	—	—	—	—	—	(3,867)	—	—
Free cash flow (deficit) (Non-GAAP)	$ 7,820	$ 3,134	$ 20,727	$ 43,336	$ 22,799	$ 76,927	$ (421,482)	$ (350,636)
Operating income (loss) (Non-GAAP)	$ 23,927	$ 10,183	$ (24,751)	$ (10,999)	$ (23,757)	$ (155,535)	$ (1,254,539)	$ 290,024
Excluding: Depreciation	7,825	8,068	7,488	8,840	9,671	36,911	51,966	49,544
Adjusted EBITDA (Non-GAAP)	$ 31,752	$ 18,251	$ (17,263)	$ (2,159)	$ (14,086)	$ (118,624)	$ (1,202,573)	$ 339,568

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