
UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 6-K

REPORT OF FOREIGN PRIVATE ISSUER

PURSUANT TO RULE 13a-16 OR 15d-16 OF
THE SECURITIES EXCHANGE ACT OF 1934

For the month of **May 2024**

Commission File Number **001-36903**

KORNIT DIGITAL LTD.
(Translation of Registrant's name into English)

12 Ha'Amal Street
Park Afek
Rosh Ha'Ayin 4824096 Israel
(Address of Principal Executive Office)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F Form 40-F

CONTENTS

Results of Operations and Financial Condition- Quarter Ended March 31, 2024

On May 8, 2024, Kornit Digital Ltd. (“**Kornit**”) issued a press release entitled “Kornit Digital Reports First Quarter 2024 Results,” in which Kornit reported its results of operations for the quarter ended March 31, 2024. A copy of that press release is furnished as Exhibit 99.1 hereto.

Kornit is holding a conference call on May 8, 2024 to discuss its quarterly results for the quarter ended March 31, 2024 and, in connection with that call, will make available to its investors a slide presentation to provide additional information regarding its business and its financial results. That slide presentation is attached as Exhibit 99.2 to this Report of Foreign Private Issuer on Form 6-K (this “**Form 6-K**”) and is incorporated herein by reference.

Incorporation by Reference

The U.S. GAAP financial information contained in the (i) consolidated balance sheets, (ii) consolidated statements of operations and (iii) consolidated statements of cash flows included in the press release attached as Exhibit 99.1 to this Report of Foreign Private Issuer on Form 6-K is hereby incorporated by reference into Kornit’s Registration Statements on Form S-8 (File No.’s [333-203970](#), [333-214015](#), [333-217039](#), [333-223794](#), [333-230567](#), [333-237346](#), [333-254749](#), and [333-263975](#)).

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

KORNIT DIGITAL LTD.

Date: May 8, 2024

By: /s/ Lauri Hanover
Name: Lauri Hanover
Title: Chief Financial Officer

Exhibit Index

Exhibit No.	Description
99.1	Press release, dated May 8, 2024, titled "Kornit Digital Reports First Quarter 2024 Results"
99.2	Slide presentation for conference call of Kornit held on May 8 2024 discussing Kornit's quarterly financial results for the first quarter of 2024

Investor Contact:

Jared Maymon
Global Head of Investor Relations & Strategic Finance
Jared.Maymon@Kornit.com

**Kornit Digital Reports First Quarter 2024 Results**

- First quarter revenues of \$43.8 million, in line with previous guidance
- First quarter GAAP net loss of \$13.2 million; non-GAAP net loss of \$5.3 million
- Generated positive cash flow from operations for the first quarter of 2024
- Successfully concluded Apollo beta with all three customers and built a healthy pipeline
- Significant interest from new and existing customers on the all-inclusive click (“AIC”) model

Rosh-Ha’Ayin, Israel – May 8, 2024 – Kornit Digital Ltd. (“Kornit” or the “Company”) (Nasdaq: KRNT), a worldwide market leader in sustainable, on-demand, digital fashion^X and textile production technologies, reported today its results for the first quarter ended March 31, 2024.

“Despite enduring macroeconomic challenges, we saw success with the strategic initiatives we implemented in Q4 and early this quarter.” said Ronen Samuel, Kornit’s Chief Executive Officer. Mr. Samuel continued, “Our pipeline for the Apollo has already been filled for 2024 by customers addressing both existing and target markets, and we are now building our pipeline for 2025. Additionally, in the first quarter of the AIC pilot on Apollo, the model generated highly positive feedback and drove multiple orders.”

Mr. Samuel concluded, “As we look ahead, we are dedicating our attention and resources to ensuring that we have put all the necessary pieces in place to deliver on our vision of transitioning long-run production to sustainable, on-demand digital production, globally.”

First Quarter 2024 Results of Operations

- Total revenue for the first quarter of 2024 was \$43.8 million compared with \$47.8 million in the prior year period, due primarily to lower systems revenues.
 - GAAP gross profit margin for the first quarter of 2024 was 32.3% compared with 27.4% in the prior year period. On a non-GAAP basis, gross profit margin was 37.5% compared with 30.2% in the prior year period.
-

- GAAP operating expenses for the first quarter of 2024 were \$32.4 million compared with \$37.2 million in the prior year period. On a non-GAAP basis, operating expenses decreased by 16.6% to \$27.1 million compared with the prior year period.
- GAAP net loss for the first quarter of 2024 was \$13.2 million, or (\$0.28) per basic share, compared with net loss of \$18.9 million, or (\$0.38) per basic share, for the first quarter of 2023.
- Non-GAAP net loss for the first quarter of 2024 was \$5.3 million, or (\$0.11) per basic share, compared with non-GAAP net loss of \$13.4 million, or (\$0.27) per basic share, for the first quarter of 2023.
- Adjusted EBITDA loss for the first quarter of 2024 was \$7.8 million compared with adjusted EBITDA loss of \$14.7 million for the first quarter of 2023. Adjusted EBITDA margin for the first quarter of 2024 was -17.9% compared with -30.8% for the first quarter of 2023.

Second Quarter 2024 Guidance

For the second quarter of 2024, the Company expects revenues to be in the range of \$47 million to \$52 million and adjusted EBITDA margin between -10% to 0%.

First Quarter Earnings Conference Call Information

The Company will host a conference call today at 8:30 a.m. ET, or 3:30 p.m. Israel time, to discuss the results, followed by a question-and-answer session with the investor community.

A live webcast of the call can be accessed at ir.kornit.com. To access the call, participants may dial toll-free at 1-800-717-1738 or 1-646-307-1865. The toll-free Israeli number is 972 3 384 8161. The conference confirmation code is 61743.

To listen to a replay of the conference call, dial toll-free 1-844-512-2921 or 1-412-317-6671 (international) and enter confirmation code 1161743. The telephonic replay will be available approximately three hours after the completion of the live call until 11:59 pm ET on May 22, 2024. The call will also be available for replay via the webcast link on Kornit's Investor Relations website.

About Kornit Digital

Kornit Digital (NASDAQ: KRNT) is a worldwide market leader in sustainable, on-demand, digital fashion^x and textile production technologies. The Company is writing the operating system for fashion with end-to-end solutions including digital printing systems, inks, consumables, and an entire global ecosystem that manages workflows and fulfillment. Headquartered in Israel with offices in the USA, Europe, and Asia Pacific, Kornit Digital serves customers in more than 100 countries and states worldwide. To learn more about how Kornit Digital is boldly transforming the world of fashion and textiles, visit www.kornit.com.

Forward Looking Statements

Certain statements in this press release are “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995 and other U.S. securities laws. Forward-looking statements are characterized by the use of forward-looking terminology such as “will,” “expects,” “anticipates,” “continue,” “believes,” “should,” “intended,” “guidance,” “preliminary,” “future,” “planned,” or other words. These forward-looking statements include, but are not limited to, statements relating to the Company’s objectives, plans and strategies, statements of preliminary or projected results of operations or of financial condition and all statements that address activities, events, or developments that the Company intends, expects, projects, believes or anticipates will or may occur in the future. Forward-looking statements are not guarantees of future performance and are subject to risks and uncertainties. The Company has based these forward-looking statements on assumptions and assessments made by its management in light of their experience and their perception of historical trends, current conditions, expected future developments and other factors they believe to be appropriate. Important factors that could cause actual results, developments and business decisions to differ materially from those anticipated in these forward-looking statements include, among other things: the duration and severity of adverse macro-economic headwinds that were caused by inflationary pressures and higher interest rates, which have impacted, and may continue to impact, in an adverse manner, the Company’s operations, financial position and cash flows, in part due to the adverse impact on the Company’s customers and suppliers; the Company’s degree of success in developing, introducing and selling new or improved products and product enhancements including specifically the Company’s Poly Pro and Presto products, and the Company’s Apollo direct-to-garment platform; the extent of the Company’s ability to consummate sales to large accounts with multi-system delivery plans; the degree of the Company’s ability to fill orders for its systems and consumables; the extent of the Company’s ability to increase sales of its systems, ink and consumables; the extent of the Company’s ability to leverage its global infrastructure build-out; the development of the market for digital textile printing; the availability of alternative ink; competition; sales concentration; changes to the Company’s relationships with suppliers; the extent of the Company’s success in marketing; and those additional factors referred to under “Risk Factors” in Item 3.D of the Company’s Annual Report on Form 20-F for the year ended December 31, 2023, filed with the SEC on March 28, 2024. Any forward-looking statements in this press release are made as of the date hereof, whether as a result of new information, future events or otherwise, except as required by law.

Non-GAAP Discussion Disclosure

The Company presents certain non-GAAP financial measures, in this press release and in the accompanying conference call to discuss the Company’s quarterly results. These non-GAAP financial measures reflect adjustments to corresponding GAAP financial measures in order to exclude the impact of the following: share-based compensation expenses; amortization of intangible assets; restructuring expenses; foreign exchange differences associated with ASC 842; and non-cash deferred tax income.

The Company defines “Adjusted EBITDA” as non-GAAP operating income (loss), which reflects the adjustments described in the preceding paragraph, as further adjusted to exclude depreciation expense.

The purpose of the foregoing non-GAAP financial measures is to convey the Company’s performance exclusive of non-cash charges and other items that are considered by management to be outside of the Company’s core operating results. These non-GAAP measures are among the primary factors management uses in planning for and forecasting future periods. Furthermore, the non-GAAP measures are regularly used internally to understand, manage, and evaluate the Company’s business and make operating decisions, and the Company believes that they are useful to investors as a consistent and comparable measure of the ongoing performance of the Company’s business. The Company’s non-GAAP financial measures are not meant to be considered in isolation or as a substitute for comparable GAAP measures and should be read only in conjunction with the Company’s consolidated financial statements prepared in accordance with GAAP. Additionally, these non-GAAP financial measures may differ materially from the non-GAAP financial measures used by other companies.

The reconciliation tables included below present a reconciliation of our non-GAAP financial measures to the most directly comparable GAAP financial measures.

**KORNIT DIGITAL LTD.
AND ITS SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(U.S. dollars in thousands)**

	March 31, 2024	December 31, 2023
	(Unaudited)	(Audited)
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 6,501	\$ 39,605
Short-term bank deposit	259,997	235,600
Marketable securities	107,401	57,292
Trade receivables, net	80,727	93,632
Inventory	67,016	67,712
Other accounts receivable and prepaid expenses	28,032	28,546
Total current assets	549,674	522,387
LONG-TERM ASSETS:		
Marketable securities	177,518	223,203
Deposits and other long-term assets	8,917	8,209
Severance pay fund	289	283
Property, plant and equipment, net	49,948	50,905
Operating lease right-of-use assets	20,348	23,782
Intangible assets, net	7,134	7,647
Goodwill	29,164	29,164
Total long-term assets	293,318	343,193
Total assets	842,992	865,580
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Trade payables	2,949	6,936
Employees and payroll accruals	10,375	12,121
Deferred revenues and advances from customers	1,850	2,158
Operating lease liabilities	3,682	5,073
Other payables and accrued expenses	21,997	23,814
Total current liabilities	40,853	50,102
LONG-TERM LIABILITIES:		
Accrued severance pay	1,054	1,080
Operating lease liabilities	16,403	18,533
Other long-term liabilities	112	198
Total long-term liabilities	17,569	19,811
SHAREHOLDERS' EQUITY	784,570	795,667
Total liabilities and shareholders' equity	\$ 842,992	\$ 865,580

**KORNIT DIGITAL LTD.
AND ITS SUBSIDIARIES**
CONSOLIDATED STATEMENTS OF OPERATIONS
(U.S. dollars in thousands, except share and per share data)

	Three Months Ended	
	March 31,	
	2024	2023
	(Unaudited)	
Revenues		
Products	\$ 29,013	\$ 31,903
Services	14,763	15,875
Total revenues	43,776	47,778
Cost of revenues		
Products	15,691	20,379
Services	13,946	14,327
Total cost of revenues	29,637	34,706
Gross profit	14,139	13,072
Operating expenses:		
Research and development, net	11,352	13,082
Sales and marketing	13,796	15,183
General and administrative	7,277	8,948
Total operating expenses	32,425	37,213
Operating loss	(18,286)	(24,141)
Financial income, net	5,346	5,404
Loss before taxes on income	(12,940)	(18,737)
Taxes on income	259	194
Net loss	\$ (13,199)	\$ (18,931)
Basic loss per share	\$ (0.28)	\$ (0.38)
Weighted average number of shares used in computing basic net loss per share	47,611,456	49,887,982
Diluted net loss per share	\$ (0.28)	\$ (0.38)
Weighted average number of shares used in computing diluted net loss per share	47,611,456	49,887,982

**KORNIT DIGITAL LTD.
AND ITS SUBSIDIARIES**
RECONCILIATION OF GAAP TO NON-GAAP CONSOLIDATED STATEMENTS OF OPERATIONS
(U.S. dollars in thousands, except share and per share data)

	Three Months Ended March 31,	
	2024	2023
	(Unaudited)	
Revenues	\$ 43,776	\$ 47,778
GAAP cost of revenues	\$ 29,637	\$ 34,706
Cost of product recorded for share-based compensation (1)	(502)	(507)
Cost of service recorded for share-based compensation (1)	(419)	(351)
Intangible assets amortization on cost of product (2)	(265)	(263)
Intangible assets amortization on cost of service (2)	(160)	(160)
Restructuring expenses (3)	(914)	(89)
Non-GAAP cost of revenues	\$ 27,377	\$ 33,336
GAAP gross profit	\$ 14,139	\$ 13,072
Gross profit adjustments	2,260	1,370
Non-GAAP gross profit	\$ 16,399	\$ 14,442
GAAP operating expenses	\$ 32,425	\$ 37,213
Share-based compensation (1)	(4,527)	(4,387)
Intangible assets amortization (2)	(88)	(188)
Restructuring expenses (3)	(757)	(206)
Non-GAAP operating expenses	\$ 27,053	\$ 32,432
GAAP Financial income, net	\$ 5,346	\$ 5,404
Foreign exchange losses associated with ASC 842	385	(376)
Non-GAAP Financial income, net	\$ 5,731	\$ 5,028
GAAP Taxes on income	\$ 259	\$ 194
Non-cash deferred tax income	\$ 87	\$ 221
Non-GAAP Taxes on income	\$ 346	\$ 415
GAAP net loss	\$ (13,199)	\$ (18,931)
Share-based compensation (1)	5,448	5,245
Intangible assets amortization (2)	513	611
Restructuring expenses (3)	1,671	295
Foreign exchange losses associated with ASC 842	385	(376)
Non-cash deferred tax income	(87)	(221)
Non-GAAP net loss	\$ (5,269)	\$ (13,377)
GAAP diluted loss per share	\$ (0.28)	\$ (0.38)
Non-GAAP diluted loss per share	\$ (0.11)	\$ (0.27)
Weighted average number of shares		
Shares used in computing GAAP diluted net loss per share	47,611,456	49,887,982
Shares used in computing Non-GAAP diluted net loss per share	47,611,456	49,887,982
(1) Share-based compensation		
Cost of product revenues	\$ 502	\$ 507
Cost of service revenues	\$ 419	\$ 351
Research and development	\$ 1,295	1,351
Sales and marketing	\$ 1,582	1,363
General and administrative	\$ 1,650	1,673
	\$ 5,448	\$ 5,245
(2) Intangible assets amortization		
Cost of product revenues	\$ 265	\$ 263
Cost of service revenues	\$ 160	160
Sales and marketing	\$ 88	188
	\$ 513	\$ 611
(3) Restructuring expenses		
Cost of product revenues	\$ 865	\$ 89
Cost of service revenues	\$ 49	-
Research and development	\$ 235	20
Sales and marketing	\$ 190	186
General and administrative	\$ 332	-
	\$ 1,671	\$ 295

**KORNIT DIGITAL LTD.
AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(U.S. dollars in thousands)**

Three Months Ended	
March 31,	
2024	2023
(Unaudited)	

Cash flows from operating activities:

Net loss	\$ (13,199)	\$ (18,931)
Adjustments to reconcile net loss to net cash used in operating activities:		
Depreciation and amortization	3,324	3,873
Fair value of warrants deducted from revenues	3,586	2,344
Share-based compensation	5,448	5,245
Amortization of premium and accretion of discount on marketable securities, net	(7)	323
Realized loss on sale and redemption of marketable securities	-	40
<u>Change in operating assets and liabilities:</u>		
Trade receivables, net	12,905	(5,608)
Other accounts receivables and prepaid expenses	514	916
Inventory	(96)	(3,023)
Operating leases right-of-use assets and liabilities, net	(87)	(457)
Deposits and other long term assets	(708)	(1,027)
Trade payables	(3,765)	(1,477)
Employees and payroll accruals	(1,152)	737
Deferred revenues and advances from customers	(308)	(1,038)
Other payables and accrued expenses	(2,313)	4,340
Accrued severance pay, net	(32)	99
Other long - term liabilities	(86)	(360)
Net cash provided by (used in) operating activities	\$ 4,024	\$ (14,004)

Cash flows from investing activities:

Purchase of property, plant and equipment	\$ (1,284)	\$ (3,278)
Proceeds from (investment in) short-term bank deposits, net	(24,397)	274,932
Proceeds from sales and redemption of marketable securities	3,494	4,000
Proceeds from maturities of marketable securities	11,298	3,572
Investment in marketable securities	(18,017)	(10,024)
Net cash provided by (used in) investing activities	\$ (28,906)	\$ 269,202

Cash flows from financing activities:

Exercise of employee stock options	\$ -	\$ 42
Payments related to shares withheld for taxes	(594)	(135)
Repurchase of ordinary shares	(7,628)	(6,752)
Net cash used in financing activities	\$ (8,222)	\$ (6,845)

Increase (decrease) in cash and cash equivalents	\$ (33,104)	\$ 248,353
Cash and cash equivalents at the beginning of the period	39,605	104,597
Cash and cash equivalents at the end of the period	\$ 6,501	\$ 352,950

Non-cash investing and financing activities:

Purchase of property and equipment on credit	92	173
Inventory transferred to be used as property and equipment	946	365
Property, plant and equipment transferred to be used as inventory	154	653
Lease liabilities arising from obtaining right-of-use assets	(1,746)	6,037

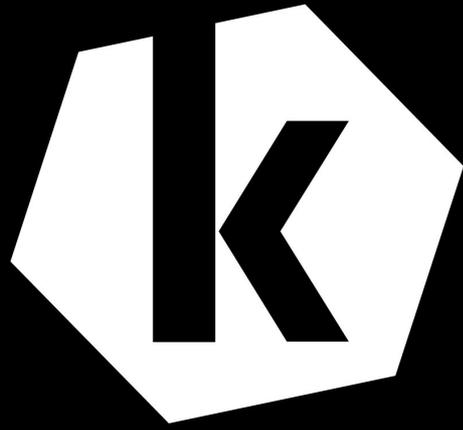
**KORNIT DIGITAL LTD.
AND ITS SUBSIDIARIES**
RECONCILIATION OF GAAP NET INCOME TO ADJUSTED EBITDA
(U.S. dollars in thousands, except share and per share data)

	Three Months Ended	
	March 31,	
	2024	2023
	(Unaudited)	
GAAP Revenues	\$ 43,776	\$ 47,778
GAAP Net Loss	(13,199)	(18,931)
Taxes on income	259	194
Financial income	(5,346)	(5,404)
Share-based compensation	5,448	5,245
Intangible assets amortization	513	611
Restructuring expenses	1,671	295
Non-GAAP Operating Loss	(10,654)	(17,990)
Depreciation	2,811	3,262
Adjusted EBITDA	\$ (7,843)	\$ (14,728)

Kornit Digital (NASDAQ: KRNT)

First Quarter 2024
Earnings Conference Call
Supporting Slides

May 8, 2024



On Today's Call



Safe Harbor

This presentation contains “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995 and other U.S. securities laws. Forward-looking statements are characterized by the use of forward-looking terminology such as “will,” “expects,” “anticipates,” “continue,” “believes,” “should,” “intended,” “guidance,” “preliminary,” “future,” “planned,” or other words. These forward-looking statements include, but are not limited to, statements relating to the Company’s objectives, plans and strategies, statements of preliminary or projected results of operations or of financial condition and all statements that address activities, events, or developments that the Company intends, expects, projects, believes or anticipates will or may occur in the future. Forward-looking statements are not guarantees of future performance and are subject to risks and uncertainties. The Company has based these forward-looking statements on assumptions and assessments made by its management in light of their experience and their perception of historical trends, current conditions, expected future developments and other factors they believe to be appropriate. Important factors that could cause actual results, developments and business decisions to differ materially from those anticipated in these forward-looking statements include, among other things: the duration and severity of adverse macro-economic headwinds that were caused by inflationary pressures and higher interest rates, which have impacted, and may continue to impact, in an adverse manner, the Company’s operations, financial position and cash flows, in part due to the adverse impact on the Company’s customers and suppliers; the Company’s degree of success in developing, introducing and selling new or improved products and product enhancements including specifically the Company’s Poly Pro and Presto products, and the Company’s Apollo direct-to-garment platform; the extent of the Company’s ability to consummate sales to large accounts with multi-system delivery plans; the degree of the Company’s ability to fill orders for its systems and consumables; the extent of the Company’s ability to increase sales of its systems, ink and consumables; the extent of the Company’s ability to leverage its global infrastructure build-out; the development of the market for digital textile printing; the availability of alternative ink; competition; sales concentration; changes to the Company’s relationships with suppliers; the extent of the Company’s success in marketing; and those additional factors referred to under “Risk Factors” in Item 3.D of the Company’s Annual Report on Form 20-F for the year ended December 31, 2023, filed with the SEC on March 28, 2024. Any forward-looking statements in this press release are made as of the date hereof, whether as a result of new information, future events or otherwise, except as required by law.

In addition to U.S. GAAP financials, this presentation includes certain non-GAAP financial measures. These non-GAAP financial measures are in addition to, and not a substitute for or superior to, measures of financial performance prepared in accordance with U.S. GAAP. Please see the reconciliation table that appears among the financial tables in our earnings release being issued today, which earnings release is attached as Exhibit 99.1 to our report of foreign private issuer on Form 6-K being furnished to the SEC today, which reconciliation table is incorporated by reference in this presentation.

This presentation contains statistical data that we obtained from industry publications and reports generated by third parties. Although we believe that the publications and reports are reliable, we have not independently verified this statistical data.

Kornit, Kornit Digital, the K logo, and NeoPigment are trademarks of Kornit Digital Ltd. All other trademarks are the property of their respective owners and are used for reference purposes only. Such use should not be construed as an endorsement of our products or services.

Business Highlights

Ronen Samuel
Chief Executive Officer

First Quarter 2024 Recap

Revenues and adjusted EBITDA margin within guidance range

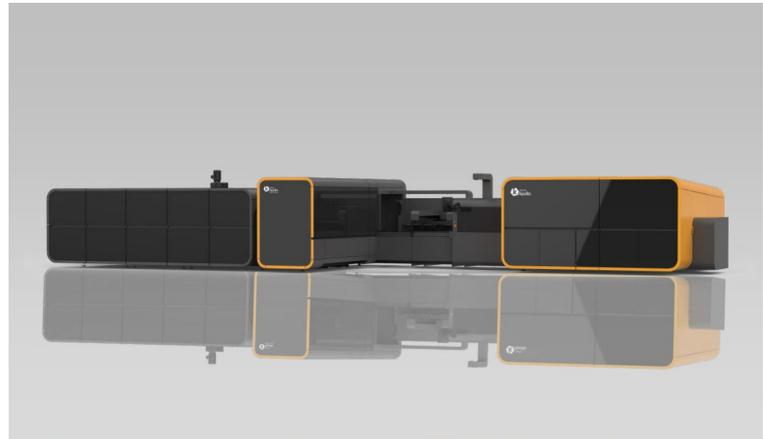
- Revenues of \$43.8 million and adjusted EBITDA margin of negative 18%
- Within the guidance range provided in February
- Generated positive cash from operations for the first quarter of 2024, ahead of plan
- Overall, while our market remains challenging, we saw a few positive signs in the quarter
- Including, continued year-over-year improvements to utilization, impressions, and consumables sales
- We also saw a strong reception on both the Apollo and the initial pilot to our new all-inclusive click model

Apollo Update

Successfully concluded all three initial Apollo beta sites

- Customers gave very positive feedback overall on the Apollo system
- Cemented Apollo as a permanent piece of their production floor
- One of these customers has already placed an order for an additional 4 Apollos, and expects to order another 2 more systems this year for a total of seven Apollos
- Planning to use their Apollos to transition mid-sized runs from screen-printing to digital

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Apollo Update Continued...

- Last week another beta customer placed an order for their second Apollo
- Beyond beta customers, built pipeline of orders from new and existing customers in 2024
- We have already started to add to our pipeline for 2025
- We are now working with our contract manufacturers to increase production capacity of Apollo systems for 2024 and beyond



Pilot All-inclusive Click (AIC) Program

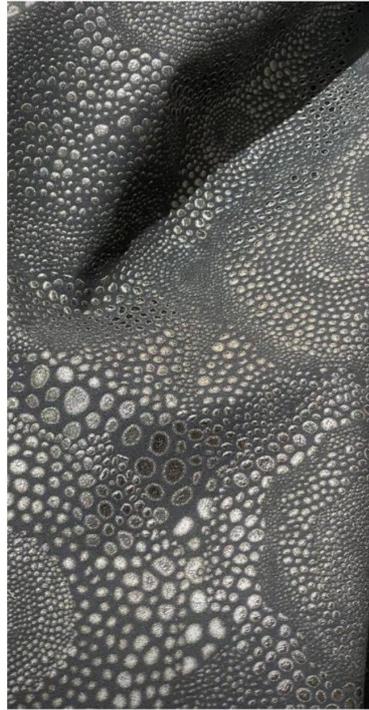
Started pilot AIC program in Q1 with one of our Apollo customers

- Feedback overall from our industry has been highly positive
- Both new and existing customers expressing their preference for this model
- Introduction of this program, even with its initially limited scope, helped us make progress
- AIC model can solve barriers of uncertainty in unit economics and large capital investment
- AIC model is very favorable for Kornit, especially given the volatility in our market today
- Minimum volume requirements give us clear line of sight into revenue potential, which is more predictable than our traditional model due to its recurring nature

Direct-to-Fabric Update

Continues to drive revenue diversification

- Strategic pillar of our digital transformation strategy
- Drives revenue diversification across product mix, applications, and geographies
- Saw direct-to-fabric production strong double-digit growth year-over-year in ink and impressions
- We are continuing to progress with our key customer in China in the footwear market
- Could be remarkable opportunity for Kornit in the medium-term



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 Kornit Digital

Atlas MAX Plus Beta Testing

Initial feedback is very encouraging

- Both increase in productivity of around 15%-20%
- Improvements in production consistency, flexibility, and additional applications
- New MAX Transfer solution announced in FESPA in March
- Solution brings same level of consistency, quality, and sustainability customers expect from Kornit products
- Adds placement versatility for certain incremental applications customers seek to address
- Will continue to share updates as we work through development



Concluding Remarks

- Macroeconomic conditions remained challenging to start the year, as expected
- Saw several positive signs that our new products and models are resonating well
- We are dedicating attention and resources to ensuring that we have put all necessary pieces in place to deliver on our mission of transitioning long-run production to sustainable, on-demand production globally

Financial Highlights

Lauri Hanover
Chief Financial Officer

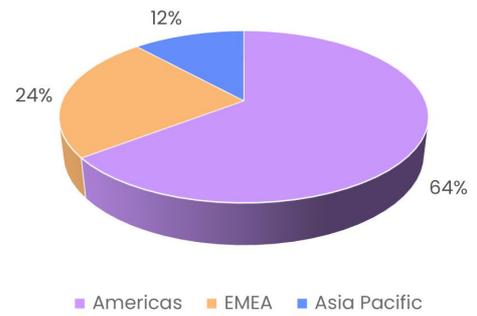
Revenues

- Q1 2024 revenues were \$43.8 million
- Within the guidance range of \$43-\$48 million
- Consumables grew year-over-year for Q1 2024
- Again, more than offset by a decline in systems and services sales, as expected

Q1 Revenues (\$M)



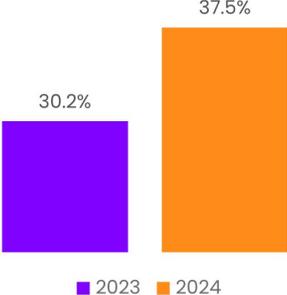
Revenues By Region



Gross Margins

- Q1 2024 non-GAAP gross margin of 37.5% compared to 30.2% in Q1 2023
- Improvement primarily attributable to a better mix between comparatively higher-margin consumables and systems and lower fixed costs due to restructuring efforts

Non-GAAP Gross Margin



Operating Expenses

- Q1 2024 Non-GAAP Operating Expenses: \$27.1 million, down from \$32.4 million in Q1 2023
- Reduction in expenses reflects cost-savings and restructuring initiatives
- Included workforce reduction, consolidation of facilities, and phasing-out legacy platforms
- Continue to expect restructuring plan to save ~\$20 million in expenses during FY24 versus FY23

Non-GAAP Operating Expenses (\$ in millions)		
	Q1 2023	Q1 2024
Research & Development	\$11.7	\$9.8
Sales & Marketing	\$13.4	\$11.9
General & Administrative	\$7.3	\$5.3
Total Operating Expenses ⁽¹⁾	\$32.4	\$27.1

⁽¹⁾ Figures may not sum due to rounding

P&LKPI's

	Q1 2023	Q1 2024
Non-GAAP Operating Loss	(\$18.0)	(\$10.7)
Adjusted EBITDA Loss	(\$14.7)	(\$7.8)
Non-GAAP Net Loss	(\$13.4)	(\$5.3)
Non-GAAP Basic/Diluted EPS	(\$0.27)	(\$0.11)
GAAP Net Loss	(\$18.9)	(\$13.2)
GAAP Basic/Diluted EPS	(\$0.38)	(\$0.28)

\$ in millions, except per share amounts

Balance Sheet & Cash Flow

- At quarter end, cash, including bank deposits and marketable securities, was ~\$551 million
- Q1 2024 cash generated from operating activities: ~\$4.0 million
- Accounts receivable decreased ~\$12.9 million from Q4 2023
- Inventories decreased ~\$0.7 million from Q4 2023
- Trade payables decreased ~\$4.0 million from Q4 2023

	Q1 2024	Q4 2023	Q1 2023
Cash, Deposits & Marketable Securities	\$551.4	\$555.7	\$623.9
Accounts receivable, net	\$80.7	\$93.6	\$73.0
Inventory	\$67.0	\$67.7	\$92.7
Trade payables	\$2.9	\$6.9	\$11.8

Impacts of AIC Pilot Program

- We are encouraged by the response to date of the AIC offering
- Both a higher level of engagement with targeted customers and higher ration of sales closed with AIC model versus our expectations
- Qualified opportunities now in discussion appear likely to convert to orders as seen in Q1
- Should this be the case, it will reduce our revenues in the short-term (i.e., 2H this year)
- We are committed to tightly monitoring, managing, and learning from this pilot program

Share Repurchase Program

- Repurchased ~424,000 shares for a total of \$7.9 million for the first quarter of 2024
- Average price paid per share net of fees was \$18.55
- Approximately \$11.4 million remains available for share repurchases under program

Second Quarter 2024 Guidance

- Q2 2024 Revenues:
 - Expected to be in the range of \$47 million to \$52 million
- Q2 2024 Adjusted EBITDA margin:
 - Expected to be in the range of negative 10% to 0% of revenue

**KORNIT DIGITAL LTD.
AND ITS SUBSIDIARIES**
RECONCILIATION OF GAAP NET INCOME TO ADJUSTED EBITDA
(U.S. dollars in thousands, except share and per share data)

	Three Months Ended	
	March 31,	
	2024	2023
	(Unaudited)	
GAAP Revenues	\$ 43,776	\$ 47,778
GAAP Net Loss	(13,199)	(18,931)
Taxes on income	259	194
Financial income	(5,346)	(5,404)
Share-based compensation	5,448	5,245
Intangible assets amortization	513	611
Restructuring expenses	1,671	295
Non-GAAP Operating Loss	(10,654)	(17,990)
Depreciation	2,811	3,262
Adjusted EBITDA	\$ (7,843)	\$ (14,728)

Thank You!