

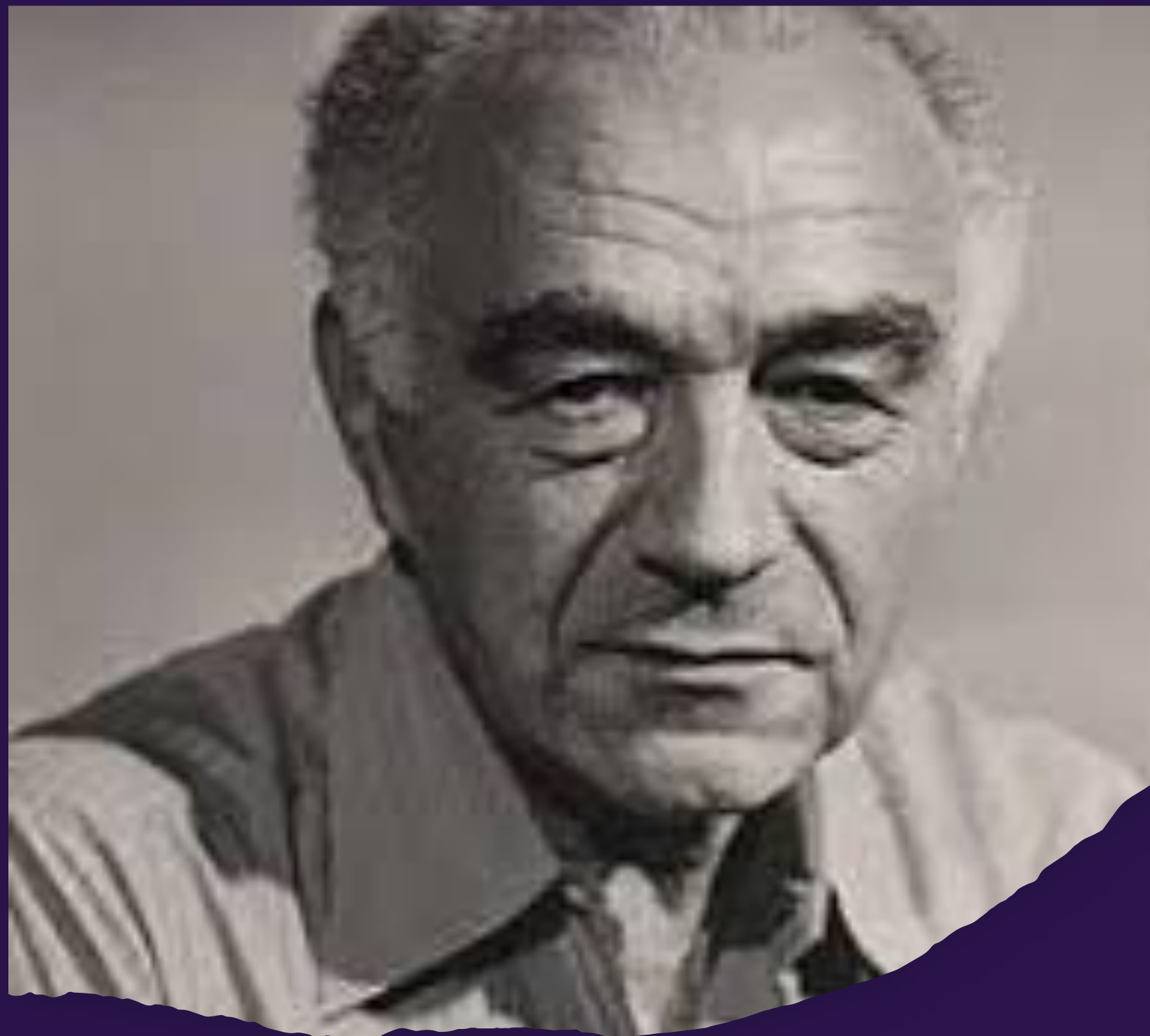
Israel's outlook for 2025

Mickey Blumenthal
Managing partner at Fahn Kanne & Co.
Grant Thornton Israel

April 2025

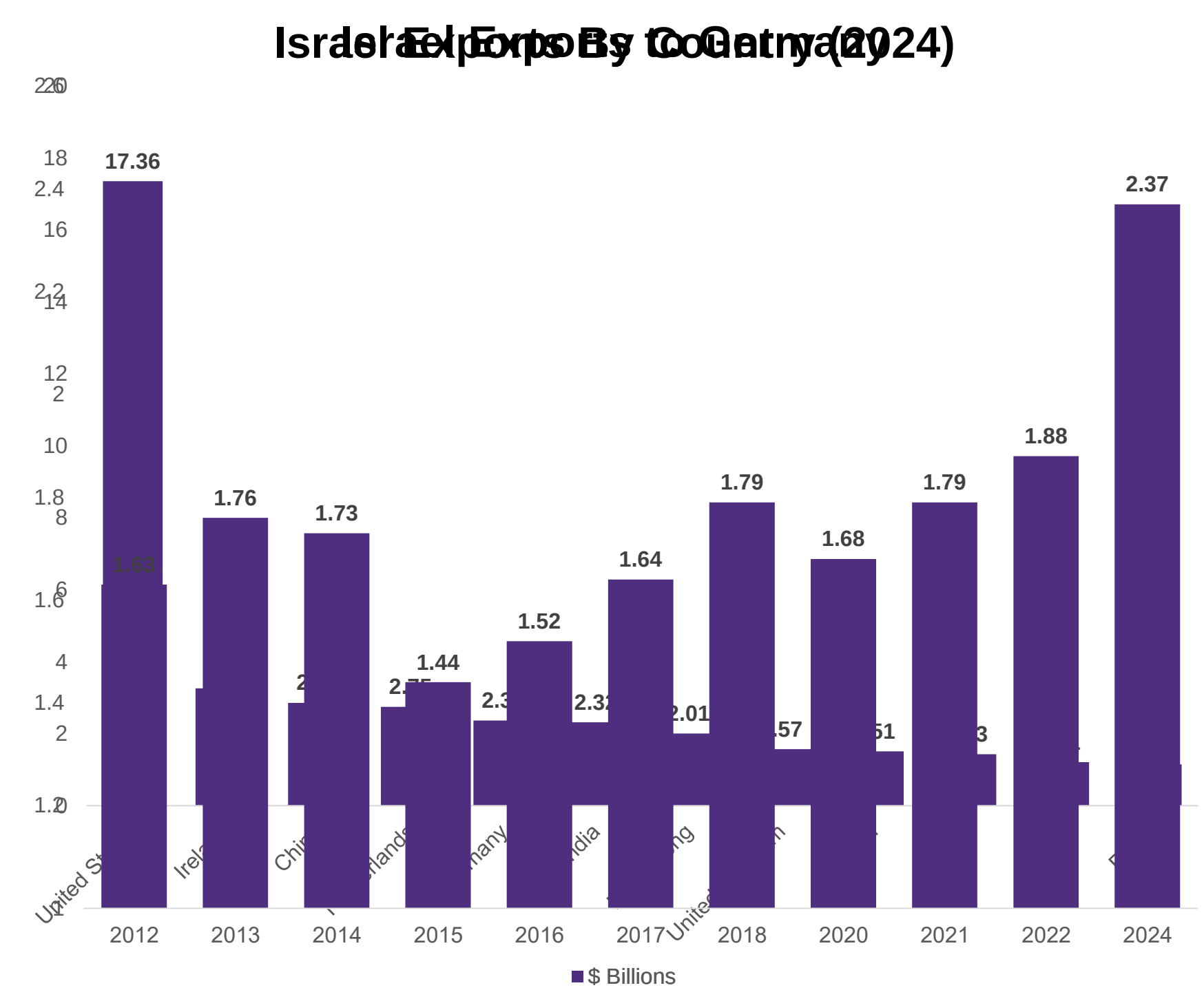
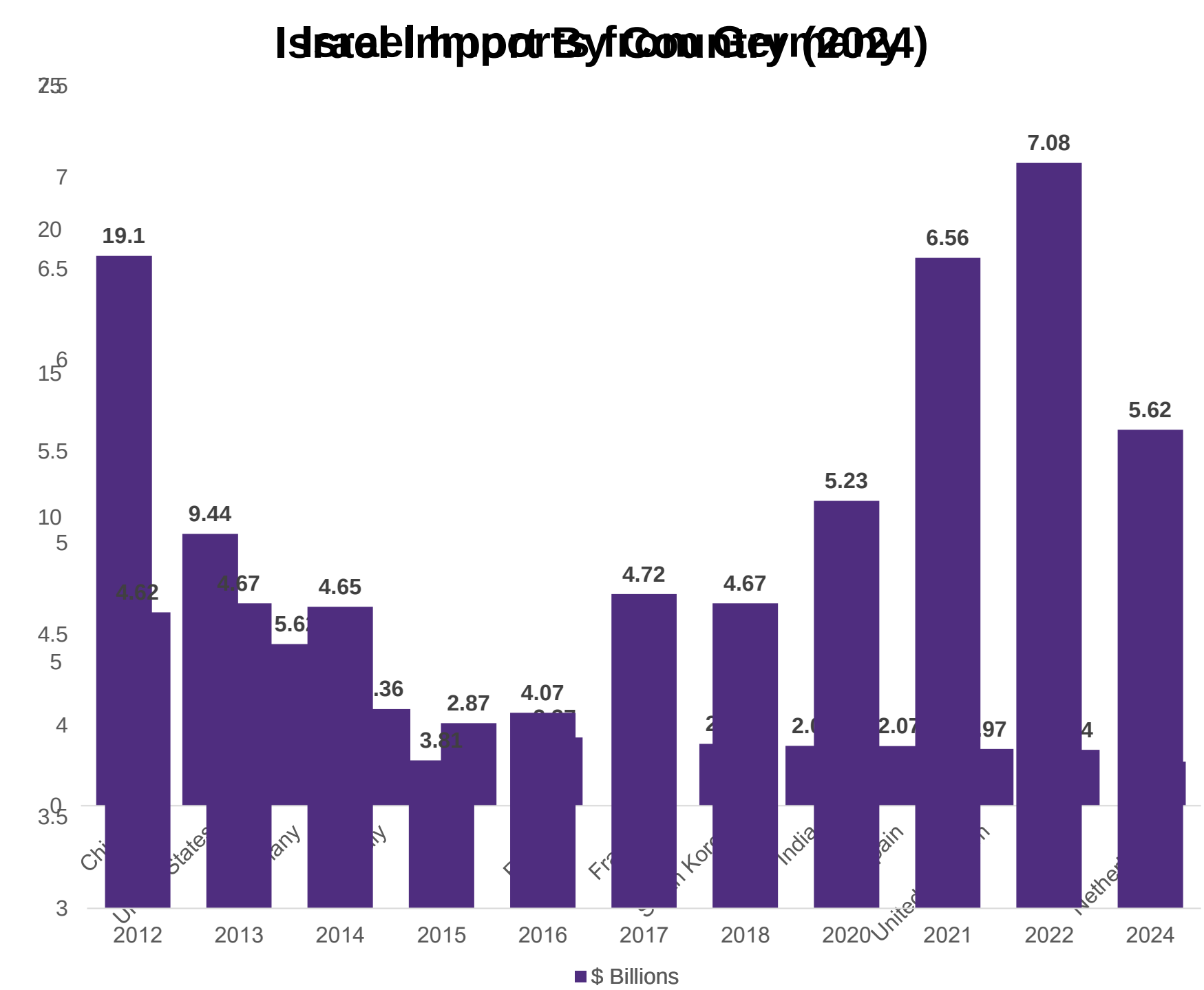


Naftali Blumenthal



1 March 1922 – 1 May 2022

Import & Export By Country- Israel



Source: Trading Economics

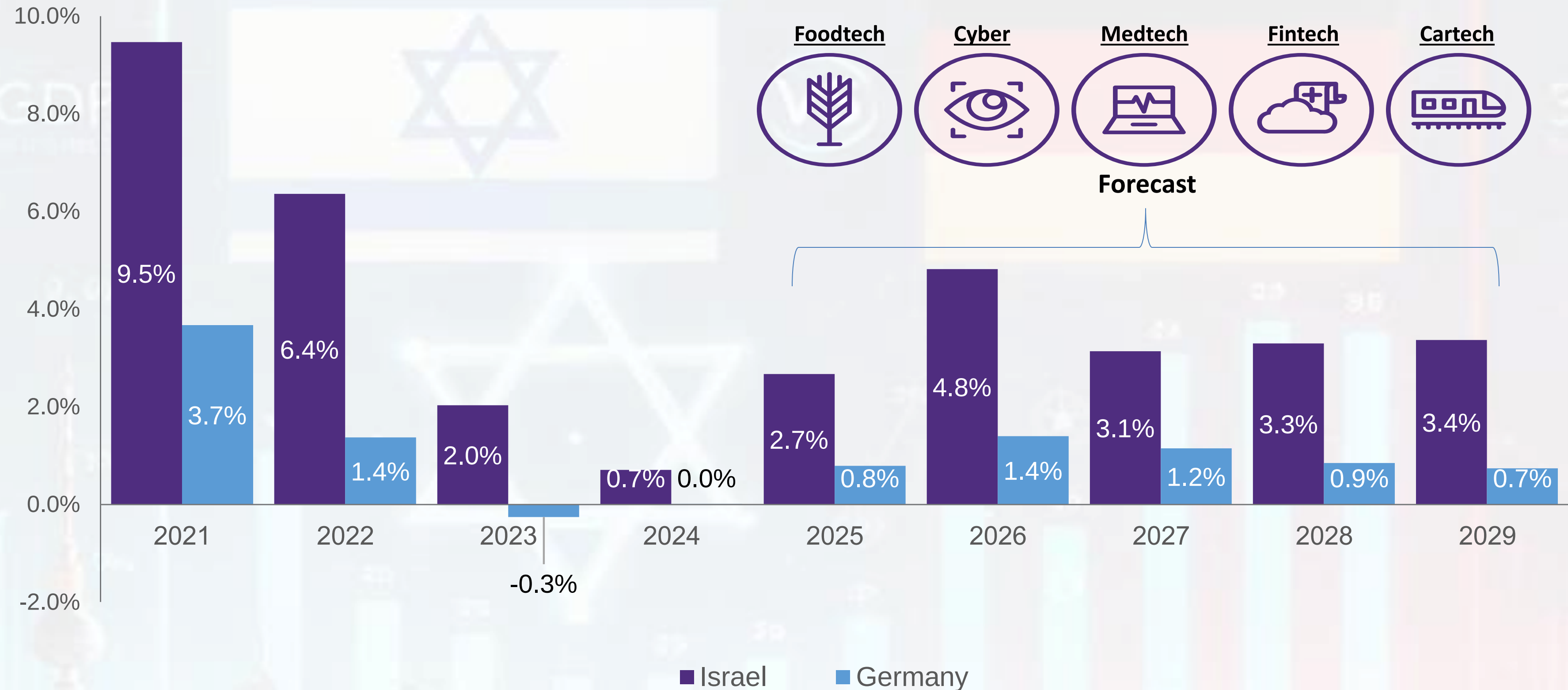
Main Israel-Germany Indicators



Indicator	Israel	Germany
Population	10 million (2024)	83 million (2024)
Gross Domestic Product (GDP)	\$559 billion (2024)	\$4.57 trillion (2024)
GDP per capita	55,900\$ (2024)	55,000\$ (2024)
GDP growth 5 years average	3.42% (2020-2024)	0.14% (2020-2024)
Central bank interest rate	4.5% (2024)	3.15% (2024)
Inflation rate	3.4% (2024)	2.37% (2024)

Germany & Israel Growth Rates

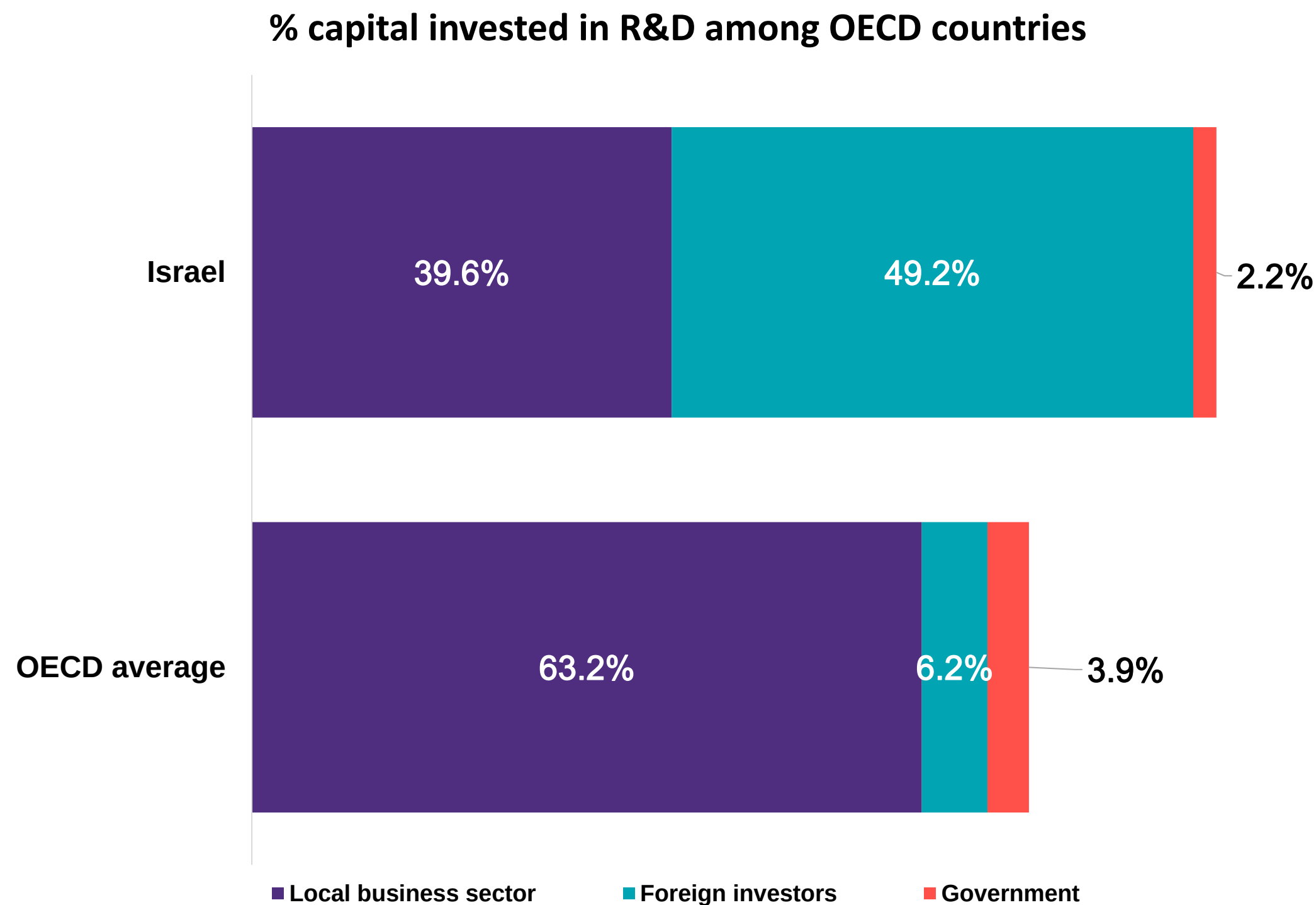
Germany & Israel Growth rates of the real gross domestic product (GDP) from 2021 to 2029



Source: Statista
It should be noted that these growth figures are correct as of November 2024.

Israel's dependence on the local business sector (40%) and foreign capital (49%) for R&D is the highest in the OECD

- **91% of R&D capital** in Israel comes from the business sector – the highest among OECD countries
- **49% of R&D investments** come from foreign investors, showing strong reliance on external funding
- Combination of **foreign investment** and **business sector funding** places Israel at the top of the OECD in external R&D funding



Source: Innovation Authority

Fahn Kanne

Startup investment stages in the Israeli market

The amount raised (m\$)



From Waze to Wiz: Google writing new chapter in Israeli tech history



Google's \$32 billion deal for Wiz accelerated under Trump, sources say

By Anirban Sen and Krystal Hu

March 19, 2025 3:37 AM GMT+2 · Updated 7 days ago



Intel's \$15 billion purchase of Mobileye shakes up driverless car sector

PUBLISHED TUE, MAR 14 2017 6:57 AM EDT | UPDATED TUE, MAR 14 2017 8:32 AM EDT

REUTERS

SHARE f X in e



THE JERUSALEM POST

In third-largest exit ever, Nvidia acquires Israel's Mellanox for \$6.9 b.

The Yokne'am-based company, founded in 1999 and listed on the Nasdaq Stock Market, supplies end-to-end interconnect solutions and services for data center servers and storage systems.

By EYTAN HALON
APRIL 27, 2020 11:10



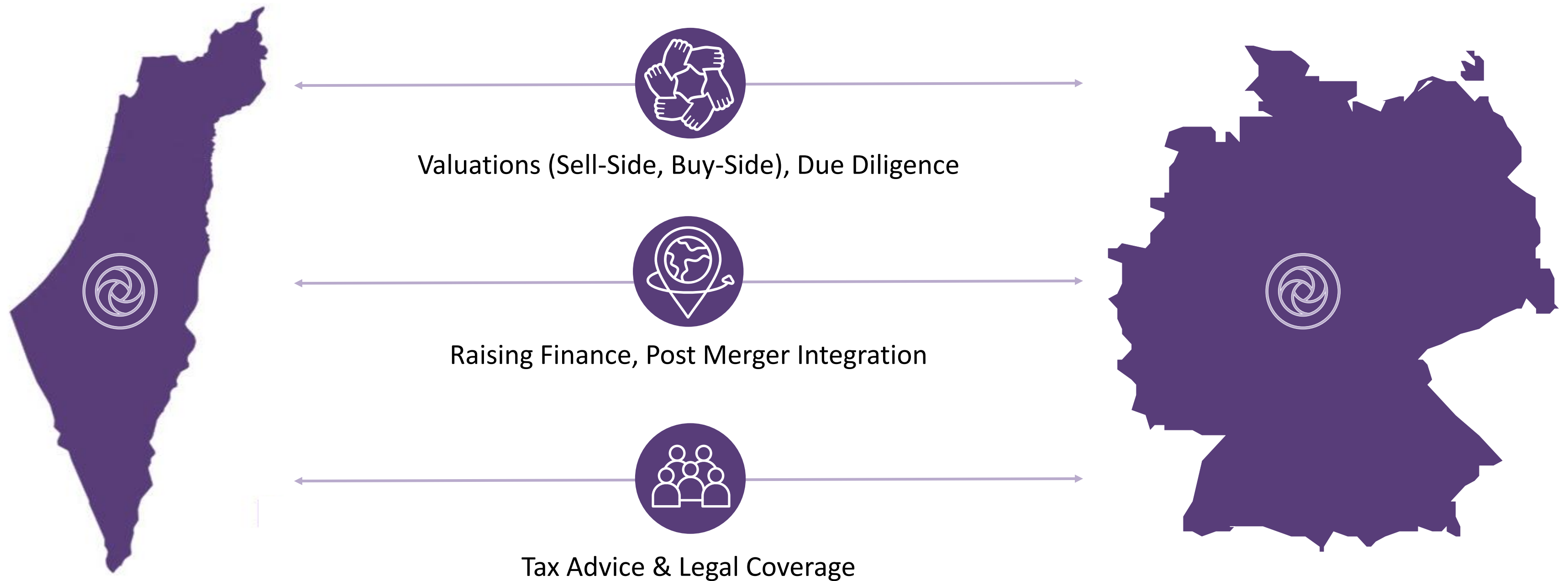
Google buys Israel's Waze to keep mobile maps lead for 1.1 billion

By Reuters

June 11, 2013 8:24 PM GMT+3 · Updated 12 years ago



GT Germany-Israel Desk



Grant Thornton Israel

Haifa



Rosh Pina



Hagoshrim



Tel Aviv



Jerusalem



Beer Sheva



Midreshet Ben Gurion



Eilat



6

largest in Israel



34

Partners



8

Offices



410

People

10

Agenda

- **Israel's outlook for 2025** | Mickey Blumenthal, Managing Partner | GT Israel
- **The German-Israeli business relationship throughout since 1945** | Dr. Mathias Reif, Head of M&A Legal, Partner | GT Germany
- **M&A in Israel and opportunities** | Shlomi Bartov, CEO, Partner, Advisory | GT Israel
- **SAP Israel: Local Innovation, Global Impact** | Orna Kleinmann, Managing Director | SAP Labs Israel
- **Navigating Innovation: Israeli non-dilutive fundraising & unique due diligence insights** | Michael Halin, Director, Advisory | GT Israel
- **Germany-Israel tax regime and benefits/opportunities** | Shay Moyal, Partner, head of international tax department | GT Israel



Thank You!
