

GILAT SATELLITE NETWORKS LTD  
Form 6-K  
February 13, 2019

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FORM 6 – K

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Report on Foreign Issuer

Pursuant to Rule 13a – 16 or 15d – 16  
of the Securities Exchange Act of 1934

For the Month of February, 2019

Gilat Satellite Networks Ltd.  
(Translation of Registrant’s Name into English)

Gilat House, Yegia Kapayim Street  
Daniv Park, Kiryat Arye, Petah Tikva, Israel  
(Address of Principal Corporate Offices)

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

Form 20-F    Form 40-F

Indicate by check mark whether the registrant by furnishing the information contained in this form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes    No

If “Yes” is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b): N/A

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Attached hereto is Registrant's IR presentation as posted on Registrant's website.

Signature

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.

Gilat Satellite Networks Ltd.  
(Registrant)

Dated February 13, 2019 By: /s/ Yael Shofar  
Yael Shofar  
General Counsel

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**Forward Looking Statements Disclaimer** Certain statements made in this presentation that are not historical are forward-looking within the meaning of the Private Securities Litigation Reform Act of 1995. The words "estimate", "project", "intend", "expect", "believe" and similar expressions are intended to identify forward-looking statements. These forward-looking statements involve known and unknown risks and uncertainties. Many factors could cause the actual results, performance or achievements of Gilat to be materially different from any future results, performance or achievements that may be expressed or implied by such forward-looking statements, including, among others, changes in general economic and business conditions, inability to maintain market acceptance to Gilat's products, inability to obtain financing and/or timely develop and introduce new technologies, products and applications, rapid changes in the market for Gilat's products, loss of market share and pressure on prices resulting from competition, introduction of competing products by other companies, inability to manage growth and expansion, loss of key OEM partners, inability to attract and retain qualified personnel, inability to protect the Company's proprietary technology and risks associated with Gilat's international operations and its location in Israel. Gilat undertakes no obligation to update or revise any forward-looking statements for any reason. For additional information regarding these and other risks and uncertainties associated with Gilat's business, reference is made to Gilat's reports filed from time to time with the Securities and Exchange Commission.

**Unaudited/Non-GAAP Financial Measures** This presentation includes financial data that is not audited and financial data that was not prepared in accordance with U.S. Generally Accepted Accounting Principles (GAAP). Non-GAAP financial measures appearing in this presentation consist of GAAP financial measures adjusted to exclude, non cash share-based compensation expenses, impairment of goodwill and long lived assets, amortization of acquired intangible assets, restructuring, trade secrets litigation expenses, tax expenses under amnesty program, deferred tax benefit that was recorded for the first time and other non-recurring expenses and net income or loss from discontinued operations. Gilat believes these non-GAAP financial measures provide consistent and comparable measures to help investors understand Gilat's current and future operating performance. However, our non-GAAP financial measures are not meant to be considered in isolation or as a substitute for comparable GAAP measures, and should be read in conjunction with Gilat'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.

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Gilat – Boundless

Communications MOBILITY MOBILE Air Land Enterprise Consumer 4G/5G Sea MOST ADVANCED  
TECHNOLOGYTerrestrial-grade user experience END-TO-END SERVICEMost stringent service levels GLOBAL  
PRESENCE20 sales offices BROADBAND 2G/3G Established 1987 NASDAQ / TASE: GILT ~1,100  
employees

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Global Footprint – Expanding a Diverse Customer Base 300+ customers 500+ Networks 90+ countries SYSTEM  
INTEGRATORS GOVERNMENTS SATELLITE OPERATORS CARRIERS & SERVICE PROVIDERS

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Booming capacity – GEO + LEO/MEO Global HTS Bandwidth Supply, Demand and Price per  
Mbps \$/Mbps/Month Gbps ~16 times today Source: Euroconsult, NSR, 2017 ABUNDANCE OF  
CAPACITY UNLOCKS NEW MARKETS

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Affordable Internet Everywhere is Becoming a “Birth Right” WE ALL WANT BROADBAND Everywhere.  
Anytime. Affordable. WE ALL WANT BROADBAND Everywhere. Anytime.  
Affordable. Mobility Broadband Mobile SATELLITE DELIVERS Affordable, Plentiful, Terrestrial-grade  
User Experience

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Accelerating Connectivity – Growth Areas Mobile Cellular Backhaul, Network Resilience, Public  
Safety Mobility In the Air, at Sea, on the Ground Broadband Broadband to the Unserved and Underserved

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Mobile

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Leading the Fast Growing Satellite Backhaul Market \$790M(2017) \$3,300M(2027) Satellite Backhaul  
Market “Gilat continues to unlock new opportunities and capture a bigger share of the pie...” Source: NSR, April 2018

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Global End-to-End Services Affordable true LTE Backhaul Enabling “Terrestrial-grade” User Experience  
Delivering “terrestrial-grade” User Experience Rapid network deployment Expanding coverage to: rural, highways,  
islands, tourist centers, campuses, metro-edge and metro areas Replacing leased lines and upgrading  
T1s/E1s Delivering comprehensive services Expertise in integrating ground and sat networks Experience with Tier-1  
MNOs worldwide Generating recurring revenues

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Mobility

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MOBILITY – Superior Passenger Experience Drives Demand Satellite Broadband Connected

Aircrafts 5,200(2017) 27,800(2027) Source: EuroConsult, July 2018 Commercial

Aircrafts 500(2017) 8,800(2027) Source: EuroConsult, July 2018 Business Aircrafts

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One Network Delivering Superior Passenger Experience >2,200 aircrafts World's Fastest SpeedIn-Flight  
Connectivity Global Coverage Over 25 Satellites 15 Teleports

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Leading Performance Solutions for All In-Flight Connectivity Modules Ku and Ka Transceivers Dual Band Ku/Ka  
Antenna 400Mbps Modem ESA/PAA 16 | Proprietary and Confidential

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Broadband

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Delivering Core Infrastructure for National Broadband    Broadband to unserved & underserved    Bridging the digital divide    Connecting communities and individuals to the world via broadband    Innovating to deliver plentiful affordable Consumer and Enterprise solutions    Gazprom    Providing broadband connectivity across Russia over new satellite – Yamal 601 Ka    NBN    Connecting nationwide businesses and enterprises in regional and rural Australia    China Satcom    Extending satellite coverage throughout China with new satellite – CS-18, sole solution to China’s HTS Ka    JSAT    Delivering wide range of mobility and fixed broadband applications in Japan    Large governmental projects in Peru and Colombia    Peru – FIDEL projects    A \$2B+ program to build terrestrial networks across Peru    14 Regional Projects awarded so far – 6 to Gilat (~\$548M) ~\$333M construction revenue ~\$215M operational revenue over 10 years    Target: Recurring revenues >\$50M / year, profitable, starting 2020    ISRO    Boosting broadband connectivity across India’s mainland and islands over new satellite – ISRO’s GSAT-11

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NGSO

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Constellations and networks are Getting more  
complex GEO MEO LEO Multi-satellite 1K-10K/constellation Multi-orbit GEO/MEO/LEO Multi-beam Thousands  
per satellite Multi-band Ku, Ka, C MEO 2,000-10,000 km GEO 35,786 km LEO500-2,000 km Next-Gen  
Technologies Needed – Complex NMSs, Strong Modems, ESA 20 | Proprietary and Confidential

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NGSO is materializing Opportunity is both baseband as well as ESA antennasIFC demo – Telesat/GEE Maritime connectivity demo – Telesat/Tier-1 Maritime service provider Gilat involved in a number of them Several constellations in advanced stages: SpaceX, OneWeb, Telesat, mPower O3b mPOWER

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5G-ready satellite solution Service Ubiquity Service to regions without terrestrial networke.g. rural/remote, public safety, disaster, IoT Service Continuity Continuity between terrestrial and satellite networkse.g. aero, maritime, land Service Scalability Media servicee.g. global feed, video backhaul

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Financial Indicators and Analysis

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2018 annual Profit and Loss Highlights US\$ millions Revenues\$266.4M (\$282.8M)(6%)YoY Gross ProfitGAAP 35% (29%)Non GAAP 36% (31%) Revenues w/o Terrestrial Infra\$241.4M (\$204.5M)18% YoY Mobility RevenuesMainly IFC\$97.2M (\$88.4M)10% YoY OPEXGAAP \$72.8M (\$71.6M)Non GAAP \$71.9M (\$68.8M) Operating ProfitGAAP \$21.3M (\$10.9M)Non GAAP \$25.1M (\$18.5M) Net ProfitGAAP \$18.4M (\$6.8M)Non GAAP \$18.2M (\$14.6M) Operating Margin GAAP 8% (4%)Non GAAP 9% (7%) Adjusted EBITDA\$35.2M (\$26.2M)34% YoY \* 2018/ (2017) Fixed Networks Revenues including CBH\$144.2M (\$116.1M)24% YoY

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annual Profit and Loss Highlights US\$ millions, except per share data \* Include tax amnesty, goodwill impairment, restructuring cost and trade secrets litigation expenses (income)\*\* Adjustments reflect the effect of non-cash stock based compensation as per ASC 718, amortization of intangible assets related to shares acquisition transactions, impairments, restructuring costs, trade secrets litigation expenses (income), tax expense under amnesty program and initial recognition of deferred tax asset with respect to carry-forward

losses	GAAP	2016	2017	2018	Revenues	279.6	282.8	266.4	Gross Profit	75.5	82.5	94.0	Gross
Margin	27%	29%	35%	R&D, net	24.9	28.0	33.0	S&M	23.4	23.8	22.7	G&A	22.0
					18.5	17.2	Other expenses	(income)*	4.4	1.3	(0.2)	Operating income	0.8
					10.9	21.3	Net income (loss)	(5.3)	6.8	18.4	Diluted	EPS	(0.10)
					0.12	0.33	Non-GAAP**	Gross Margin	29%	31%	36%	Operating Income	11.7
					14.6	18.2	Adjusted EBITDA	19.2	26.2	35.2	Net	income	5.6

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2019 guidelines and outlook – increased profitability US\$ millions Revenues\$275M-\$295M (\$266.4M)3%-11%  
YoY >60%of 2019 revenues from current backlog Revenues w/o Terrestrial Infra\$252M-\$265M (\$241.4M)4%-10%  
YoY Mobility RevenuesMainly IFC\$101M-\$107M (\$97.2M)4%-10% YoY Operating ProfitGAAP \$23M-\$27M  
(\$21.3M)Non GAAP \$27M-\$31M (\$25.1M) Operating Margin GAAP 9% (8%)Non GAAP 11% (9%) Adjusted  
EBITDA\$38M-\$42M (\$35.2M)8%-19% YoY \* Guidance 2019 / (Actual 2018) Fixed Networks Revenues including  
CBH\$151M-\$158M (\$144.2M)5%-10% YoY

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Executing Profitable Growth Strategy Annual Revenues Adjusted EBITDA Revenues: \$275M - \$295M GAAP  
Operating Profit: \$23M - \$27M Adjusted EBITDA: \$38M - \$42M GAAP Operating Profit 2019 Management  
Objectives (US\$ millions)

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Gilat revenues & terrestrial infrastructure breakdown US\$ millions \$283M \$266M \$275M-\$295M

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Annual Revenue per Segment US\$ millions \$283M \$266M \$275M-\$295M

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Q4 2018 Profit and Loss Highlights US\$ millions Revenues\$69.7M (\$82.7M)(16%) YoY Gross Profit/MarginGAAP \$26M – 37% (\$25.2M – 31%)Non GAAP \$26.3M – 38% (\$26.4M – 32%) Mobility RevenuesMainly IFC\$29.6M (\$32.6M) OPEXGAAP \$18.5M (\$19.6M)Non GAAP \$18.4M (\$19.4M) Operating Profit/MarginGAAP \$7.5M – 11% (\$5.6M – 7%)Non GAAP \$7.9M – 11% (\$7.0M – 8%) Net ProfitGAAP \$5.3M (\$3.4M)Non GAAP \$5.7M (\$4.7M) Adjusted EBITDA\$10.5M (\$9.0M) Fixed Networks Revenues\$35.4M (\$34.7M) Revenues w/o Terrestrial Infrastructure\$65.0M (\$67.3M) \* Q4-18 (Q4-17)

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Quarterly Profit and Loss Highlights US\$ millions, except per share data GAAP Q4 17 Q1 18 Q2 18 Q3 18 Q4 18

	Q4 17	Q1 18	Q2 18	Q3 18	Q4 18
Revenues	82.7	67.4	66.5	62.8	69.7
Gross Profit	25.2	21.4	22.4	24.2	26.0
Gross Margin	31%	32%	34%	39%	37%
R&D, net	8.2	8.0	7.9	8.2	8.9
S&M	6.6	5.4	6.3	5.5	5.5
G&A	5.0	4.3	4.1	4.6	4.3
Other expenses (income)*	(0.2)	-	-	(0.2)	
Operating income	5.6	3.7	4.1	6.0	7.5
Net income	3.4	2.3	2.2	8.7	5.3
Diluted EPS	0.06	0.04	0.04	0.16	0.09
Non-GAAP**					
Gross Margin	32%	34%	36%	39%	38%
Operating Income	7.0	5.1	5.7	6.5	7.9
Net income	4.7	3.8	3.7	5.1	5.7
Adjusted EBITDA	9.0	7.5	8.1	9.1	10.5

\* Include tax amnesty and trade secrets litigation expenses (income)\*\* Adjustments reflect the effect of non-cash stock based compensation as per ASC 718, amortization of intangible assets related to shares acquisition transactions, impairments, restructuring costs, trade secrets litigation expenses (income), tax expense under amnesty program and initial recognition of deferred tax asset with respect to carry-forward losses

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Balance Sheet Highlights US\$ millions 1) Including cash and cash equivalents, restricted cash and net of short term bank credits 2) DSO calculation excludes Terrestrial Infrastructure Projects Segment 3) Q4-18 (Q3-18) Cash and equivalents 1 \$104.2 (\$103.3) DSO 271 days (73 days) Total Assets \$394.7 (\$391.3) Cash From Operation \$4.0M increase (\$9.6 increase) Total Debt \$12.6 (\$12.7) Shareholders equity \$239.1M (\$233.5M)

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In Summary – Uniquely Positioned for Unlocking Opportunities Demand for plentiful affordable broadband, anywhere anytime, is soaring Product leadership and innovation Leading in the main growth areas – Mobile Backhaul & IFC Mobility Oversupply of capacity unlocks new markets Focused on strategy execution and profitability

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