LIMELIGHT NETWORKS, INC. CONDENSED CONSOLIDATED BALANCE SHEETS (In thousands, except per share data)

| | March 31, 2021 | | Dec | ember 31, 2020 |
|---|-------------------|-----------|-----|-------------------|
| | (U | naudited) | | |
| ASSETS | | | | |
| Current assets: | | | | |
| Cash and cash equivalents | \$ | 35,620 | \$ | 46,795 |
| Marketable securities | | 81,308 | | 76,928 |
| Accounts receivable, net | | 29,151 | | 31,675 |
| Income taxes receivable | | 102 | | 68 |
| Prepaid expenses and other current assets | | 14,784 | | 15,588 |
| Total current assets | | 160,965 | | 171,054 |
| Property and equipment, net | | 46,863 | | 46,418 |
| Operating lease right of use assets | | 9,521 | | 10,150 |
| Marketable securities, less current portion | | 40 | | 40 |
| Deferred income taxes | | 1,577 | | 1,530 |
| Goodwill | | 77,421 | | 77,753 |
| Other assets | | 6,742 | | 7,233 |
| Total assets | \$ | 303,129 | \$ | 314,178 |
| LIABILITIES AND STOCKHOLDERS' EQUITY | | | | |
| Current liabilities: | | | | |
| Accounts payable | \$ | 8,029 | \$ | 4,587 |
| Deferred revenue | | 844 | | 933 |
| Operating lease liability obligations | | 2,233 | | 2,465 |
| Income taxes payable | | 322 | | 253 |
| Other current liabilities | | 19,264 | | 17,560 |
| Total current liabilities | | 30,692 | | 25,798 |
| Convertible senior notes, net | | 121,200 | | 100,945 |
| Operating lease liability obligations, less current portions | | 10,781 | | 11,265 |
| Deferred income taxes | | 360 | | 279 |
| Deferred revenue, less current portion | | 226 | | 220 |
| Other long-term liabilities | | 476 | | 479 |
| Total liabilities | | 163,735 | | 138,986 |
| Commitments and contingencies | | | | |
| Stockholders' equity: | | | | |
| Convertible preferred stock, \$0.001 par value; 7,500 shares authorized; no shares issued and outstanding | | - | | - |
| Common stock, \$0.001 par value; 300,000 shares authorized; 125,248 and 123,653 shares issued and | | | | |
| outstanding at March 31, 2021 and December 31, 2020, respectively | | 125 | | 124 |
| Additional paid-in capital | | 545,516 | | 556,512 |
| Accumulated other comprehensive loss | | (8,462) | | (7,511) |
| Accumulated deficit | | (397,785) | | (373,933) |
| Total stockholders' equity | | 139,394 | | 175,192 |
| Total liabilities and stockholders' equity | \$ | 303,129 | \$ | 314,178 |

LIMELIGHT NETWORKS, INC. CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (In thousands, except per share data)

(Unaudited)

| | Three Months Ended | | | | | | | |
|--|--------------------|--------------|----------------------|----------|----------------------------------|----|---------|-------------------|
| | March 31, 2021 | | December 31, 2020 | | Percent March 31, Change 2020 | | • | Percent Change |
| Revenue | \$ | 51,195 | \$ | 55,394 | -8% | \$ | 57,012 | -10% |
| Cost of revenue: | | | • | | | | | |
| Cost of services (1) | | 33,021 | | 33,103 | 0% | | 31,113 | 6% |
| Depreciation - network | | 5,679 | | 5,468 | 4% | | 5,150 | 10% |
| Total cost of revenue | | 38,700 | | 38,571 | 0% | | 36,263 | 7% |
| Gross profit | | 12,495 | | 16,823 | -26% | | 20,749 | -40% |
| Gross profit percentage | | 24.4% | | 30.4% | | | 36.4% | |
| Operating expenses: | | | | | | | | |
| General and administrative (1) | | 12,948 | | 7,464 | 73% | | 7,882 | 64% |
| Sales and marketing (1) | | 9,835 | | 9,666 | 2% | | 11,894 | -17% |
| Research & development (1) | | 6,113 | | 5,066 | 21% | | 5,618 | 9% |
| Depreciation and amortization Restructuring charge | | 540 6,873 | | 542 | 0% NM | | 341 | 58% NM |
| Total operating expenses | | 36,309 | - | 22,738 | 60% | - | 25,735 | 41% |
| | | • | | <u> </u> | | | | |
| Operating loss | | (23,814) | | (5,915) | NM | | (4,986) | NM |
| Other income (expense): | | | | | | | | |
| Interest expense | | (1,286) | | (2,183) | NM | | (10) | NM |
| Interest income | | 45 | | 29 | NM | | 25 | NM |
| Other, net | | (214) | | 28 | NM | | (110) | NM |
| Total other expense | | (1,455) | | (2,126) | NM | | (95) | NM |
| Loss before income taxes | | (25,269) | | (8,041) | NM | | (5,081) | NM |
| Income tax expense | | 260 | | 268 | NM | | 176 | NM |
| Net loss | \$ | (25,529) | \$ | (8,309) | NM | \$ | (5,257) | NM |
| Net loss per share: | | | | | | | | |
| Basic | \$ | (0.21) | \$ | (0.07) | | \$ | (0.04) | |
| Diluted | \$ | (0.21) | \$ | (0.07) | | \$ | (0.04) | |
| Weighted average shares used in per share calculation: | | 10100- | | 100.005 | | | | |
| Basic | | 124,290 | | 123,225 | | | 118,964 | |
| Diluted | | 124,290 | | 123,225 | | | 118,964 | |

⁽¹⁾ Includes share-based compensation (see supplemental table for figures)

LIMELIGHT NETWORKS, INC. SUPPLEMENTAL FINANCIAL DATA (In thousands) (Unaudited)

| | Three Months Ended | | | | | |
|---|--------------------|-------------------------------------|----------------------|----------------------------|----|------------------------------|
| | March 31, 2021 | | December 31, 2020 | | | arch 31, 2020 |
| Share-based compensation: | | | | | | |
| Cost of services General and administrative Sales and marketing Research and development Restructuring and transition related charges | \$ | 246 6,028 563 371 1,354 | \$ | 313 1,840 764 562 | \$ | 763 2,241 1,228 832 |
| Total share-based compensation | \$ | 8,562 | \$ | 3,479 | \$ | 5,064 |
| Depreciation and amortization: | | | | | | |
| Network-related depreciation Other depreciation and amortization | \$ | 5,679 540 | \$ | 5,468 542 | \$ | 5,150 341 |
| Total depreciation and amortization | \$ | 6,219 | \$ | 6,010 | \$ | 5,491 |
| Net increase (decrease) in cash, cash equivalents and marketable securities: | \$ | (6,795) | \$ | (1,069) | \$ | 3,086 |
| End of period statistics: | | | | | | |
| Approximate number of active clients | | 527 | | 527 | | 573 |
| Number of employees and employee equivalents | | 510 | | 618 | | 616 |

LIMELIGHT NETWORKS, INC. CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (In thousands) (Unaudited)

| Operating activities (| | | Three Months Ended | | | | | |
|---|--|---------|--------------------|----|-----------------|----|---------|--|
| Not loss (25,529) (8,309) (5,257) Adjustments to reconcile net income (loss) to net cash provided by (used in) operating activities: 8,219 6,010 5,491 Depreciation and amortization 8,562 3,479 5,064 Share-based compensation 6,610 10,27 30,77 Deferred income taxes (10) 10,4 444 Loss (gain) on sale of property and equipment 7 7 - Accounts receivable charges 466 325 158 A montization of premium on marketable securities 609 519 - Realized loss on marketable securities 199 1,070 - Noncash interest expense 199 1,070 - Changes in operating assets and liabilities: 2,059 10,221 (285) Prepald expenses and other current assets 3,99 258 526 Accounts receivable 3,99 258 526 Accounts payable and other current liabilities 5,209 9,228 5,882 Deferred revenue 6,49 1,753 | | M | • | | • | | • | |
| Adjustments to reconcile net income (loss) to net cash provided by (used in) operating activities: Depreciation and amortization 8,562 3,479 5,064 Foreign currency remeasurement (gain) loss 7(71) 327 337 | · · · · · · · · · · · · · · · · · · · | | | | | | | |
| Depreciation and amortization 6.219 6.010 5.491 Share-based compensation 8.562 3.479 5.064 Foreign currency remeasurement (gain) loss (71) 327 (397) Deferred income taxes (10) (14) (44) Loss (gain) on sale of property and equipment - 7 7 Accounts receivable charges 466 325 158 Amontzation of premium on marketable securities 609 519 0 Realized loss on marketable securities 199 1,070 - Noncash interest expense 2,059 10,221 (285) Noncash interest expenses 2,059 10,221 (285) Accounts receivable 2,059 10,221 (285) Prepaid expenses and other current assets 36 16 3 Income taxes receivable 399 258 268 Accounts payable and other current liabilities 5,099 (9,228) 5,892 Deferred revenue (84) 126 (250) Income taxes payab | Net loss | \$ | (25,529) | \$ | (8,309) | \$ | (5,257) | |
| Share-based compensation 8,562 3,479 5,064 Foreign currency remeasurement (gain) loss (71) 327 (397) Deferred income taxes (10) (114) (44) Loss (gain) on sale of property and equipment - 7 - Accounts receivable charges 466 325 158 A monitization of premium on marketable securities 609 519 - Realized loss on marketable securities 609 519 - Noncash interest expense 199 1,070 - Changes in operating assets and liabilities: 199 1,027 - Accounts receivable 2,059 10,221 (285) Prepaid expenses and other current assets 446 (3,038) (1,433) Income taxes receivable 399 258 626 Accounts payable and other current liabilities 399 258 626 Accounts payable and other current liabilities 399 258 626 Other asset seevinue (1,402) 1,75 9,876 | Adjustments to reconcile net income (loss) to net cash provided by (used in) operating activities: | | | | | | | |
| Foreign currency remeasurement (gain) loss (71) 327 (337) Deferred income taxes (10) (14) (44) Loss (gain) on sale of property and equipment - 7 - Accounts receivable charges 609 519 - Amortization of premium on marketable securities 609 519 - Realized loss on marketable securities 199 1,070 - Noncash interest expense 199 1,070 - Changes in operating assets and liabilities. 2,059 10,221 (285) Prepaid expenses and other current assets 446 (3,038) (1,433) Income taxes receivable 399 258 626 Accounts payable and other current liabilities 5,209 (9,228) 5,892 Deferred revenue (84) 126 (250) Income taxes payable 73 86 2 Other long term liabilities (3) (99) 6 Net cash (used in) provided by operating activities 11,492 1,753 956 | Depreciation and amortization | | 6,219 | | 6,010 | | 5,491 | |
| Deferred income taxes | Share-based compensation | | 8,562 | | 3,479 | | 5,064 | |
| Loss (gain) on sale of property and equipment | Foreign currency remeasurement (gain) loss | | (71) | | 327 | | (397) | |
| Accounts receivable charges | Deferred income taxes | | (10) | | (14) | | (44) | |
| Amortization of premium on marketable securities 609 519 - Realized loss on marketable securities - (3) - Noncash interest expense 199 1,070 - Changes in operating assets and liabilities: - 2,059 10,221 (285) Prepaid expenses and other current assets 446 (3,038) (1,433) Income taxes receivable (36) 16 3 Other assets 399 258 626 Accounts payable and other current liabilities 5,209 (9,228) 5,892 Deferred revenue (84) 126 (250) Income taxes payable (3) (99) 6 Vet cash (used in) provided by operating activities (1,492) 1,753 9,576 Investing activities (10,874) (36,064) - Purchases of marketable securities (10,874) (36,064) - Purchases of property and equipment (6,628) (2,957) (6,863) Proceeds from sale of property and equipment - - <td< td=""><td>Loss (gain) on sale of property and equipment</td><td></td><td>-</td><td></td><td>7</td><td></td><td>-</td></td<> | Loss (gain) on sale of property and equipment | | - | | 7 | | - | |
| Realized loss on marketable securities - (3) - Noncash interest expense 199 1,070 - Changes in operating assets and liabilities: - (2,659) 10,221 (285) Prepaid expenses and other current assets 446 (3,038) (1,433) Income taxes receivable 36 16 3 Other assets 399 258 626 Accounts payable and other current liabilities 5,209 (9,228) 5,826 Deferred revenue (84) 126 (250) Income taxes payable 73 86 2 Other long term liabilities (3) (99) 6 Net cash (used in) provided by operating activities (1,492) 1,753 9,576 Investing activities Purchases of marketable securities (10,874) (36,064) - Sale and maturities of marketable securities 5,897 8,272 - Purchases of property and equipment (6,628) (2,957) (6,863) Proceeds from sale of property and | Accounts receivable charges | | 466 | | 325 | | 158 | |
| Noncash interest expense 199 1,070 Changes in operating assets and liabilities: 2,059 10,221 (285) Accounts receivable 2,059 10,221 (285) Prepaid expenses and other current assets 446 (3,038) (1,433) Income taxes receivable 399 258 626 Accounts payable and other current liabilities 5,209 (9,228) 5,892 Deferred revenue (84) 126 (250) Income taxes payable and other current liabilities 73 86 250 Obeferred revenue (84) 126 (250) Income taxes payable and other current liabilities (30 (99) 6 Other long term liabilities (30 (99) 6 Other long term liabilities (30 (99) 6 Net cash (used in) provided by operating activities (1,492) 1,753 9,576 Investing activities (10,874) (36,064) - Purchases of marketable securities 5,897 8,272 - Purc | Amortization of premium on marketable securities | | 609 | | 519 | | - | |
| Changes in operating assets and liabilities: 2,059 10,221 (285) Accounts receivable 446 (3,038) (1,433) Income taxes receivable 36 16 3 Other assets 399 258 626 Accounts payable and other current liabilities 5,209 (9,228) 5,892 Deferred revenue (84) 126 (250) Income taxes payable 73 36 2 Other long term liabilities (3) (99) 6 Net cash (used in) provided by operating activities (1,492) 1,753 9,576 Investing activities Purchases of marketable securities (10,874) (36,064) - Sale and maturities of marketable securities 5,897 8,272 - Purchases of property and equipment (6,628) (2,957) (6,863) Proceeds from sale of property and equipment 6 1 - Net cash used in investing activities 7 (75) - Payment of debt issuance costs - < | Realized loss on marketable securities | | - | | (3) | | - | |
| Accounts receivable 2,059 10,221 (285) Prepaid expenses and other current assets 446 (3,038) (1,433) Income taxes receivable 366 16 3 Other assets 399 258 626 Accounts payable and other current liabilities 5,209 (9,228) 5,892 Deferred revenue (84) 126 (250) Income taxes payable 73 86 2 Other long term liabilities (3) (99) 6 Net cash (used in) provided by operating activities (1,492) 1,753 9,576 Investing activities (10,874) (36,064) - Purchases of marketable securities 5,897 8,272 - Purchases of property and equipment (6,628) (2,957) (6,863) Proceeds from sale of property and equipment - - 1 - Net cash used in investing activities - (75) - Payment of debt issuance costs - (75) - Payment of me | Noncash interest expense | | 199 | | 1,070 | | - | |
| Prepaid expenses and other current assets 446 (3,038) (1,433) Income taxes receivable (36) 16 3 Other assets 399 258 626 Accounts payable and other current liabilities 5,209 (9,228) 5,892 Deferred revenue (84) 126 (250) Income taxes payable 73 86 2 Other long term liabilities (3) (99) 6 Net cash (used in) provided by operating activities (1,492) 1,753 9,576 Investing activities (10,874) (36,064) - Purchases of marketable securities (10,874) (36,064) - Sale and maturities of marketable securities (5,897) 8,272 - Purchases of property and equipment (6,628) (2,957) (6,863) Proceeds from sale of property and equipment - 1 - Net cash used in investing activities - 1 - Payment of debt issuance costs - - (75) - | Changes in operating assets and liabilities: | | | | | | | |
| Income taxes receivable | Accounts receivable | | 2,059 | | 10,221 | | (285) | |
| Other assets 399 258 626 Accounts payable and other current liabilities 5,209 (9,228) 5,892 Deferred revenue (84) 126 (250) Income taxes payable 73 86 2 Other long term liabilities (3) (99) 6 Net cash (used in) provided by operating activities (1,492) 1,753 9,576 Investing activities (10,874) (36,064) - Purchases of marketable securities 5,897 8,272 - Purchases of marketable securities 5,897 8,272 - Purchases of property and equipment (6,628) (2,957) (6,863) Proceeds from sale of property and equipment - 1 - Net cash used in investing activities (11,605) (30,748) (6,863) Financing activities - (75) - Payment of debt issuance costs - (75) - Payment of employee tax withholdings related to restricted stock vesting (871) (891) (1,515) <td>Prepaid expenses and other current assets</td> <td></td> <td>446</td> <td></td> <td>(3,038)</td> <td></td> <td>(1,433)</td> | Prepaid expenses and other current assets | | 446 | | (3,038) | | (1,433) | |
| Accounts payable and other current liabilities 5,209 (9,228) 5,892 Deferred revenue (84) 126 (250) Income taxes payable 73 86 2 Other long term liabilities (3) (99) 6 Net cash (used in) provided by operating activities (1,492) 1,753 9,576 Investing activities Purchases of marketable securities (10,874) (36,064) - Sale and maturities of marketable securities 5,897 8,272 - Purchases of property and equipment (6,628) (2,957) (6,863) Proceeds from sale of property and equipment - 1 - Net cash used in investing activities - 1 - Payment of debt issuance costs - (5,63) (5,863) Financing activities - (5,54) (5,15) Payment of debt issuance costs - (5,54) (5,54) Payment of employee tax withholdings related to restricted stock vesting (6,71) (891) (1,515) Pr | Income taxes receivable | | (36) | | 16 | | 3 | |
| Deferred revenue (84) 126 (250) Income taxes payable 73 86 2 Other long term liabilities (3) (99) 6 Net cash (used in) provided by operating activities (1,492) 1,753 9,576 Investing activities 8 (1,874) (36,064) - Purchases of marketable securities 5,897 8,272 - Purchases of property and equipment (6,628) (2,957) (6,863) Proceeds from sale of property and equipment - 1 - Net cash used in investing activities (11,605) (30,748) (6,863) Proceeds from sale of property and equipment - (75) 6,863) Payment of employee tax withholdings related to restricted stock vesting activities - (75) - Payment of employee tax withholdings related to restricted stock vesting proceeds from employee stock plans 2,847 1,377 2,138 Net cash provided by financing activities 2,176 411 623 Effect of exchange rate changes on cash and cash equivalents (11,175) <td< td=""><td>Other assets</td><td></td><td>399</td><td></td><td>258</td><td></td><td>626</td></td<> | Other assets | | 399 | | 258 | | 626 | |
| Income taxes payable 73 86 2 Other long term liabilities (3) (99) 6 Net cash (used in) provided by operating activities (1,492) 1,753 9,576 Investing activities 8 2 1,753 9,576 Investing activities (10,874) (36,064) - Purchases of marketable securities 5,897 8,272 - Purchases of property and equipment (6,628) (2,957) (6,863) Proceeds from sale of property and equipment 6,628 (2,957) (6,863) Proceeds from sale of property and equipment - 1 - Net cash used in investing activities - 1 - Payment of debt issuance costs - (75) - Payment of employee tax withholdings related to restricted stock vesting (671) (891) (1,515) Proceeds from employee stock plans 2,847 1,377 2,138 Net cash provided by financing activities 2,176 411 623 Effect of exchange rate changes on cash and cash equivale | Accounts payable and other current liabilities | | 5,209 | | (9,228) | | 5,892 | |
| Other long term liabilities (3) (99) 6 Net cash (used in) provided by operating activities (1,492) 1,753 9,576 Investing activities (10,874) (36,064) - Purchases of marketable securities (10,874) (36,064) - Sale and maturities of marketable securities 5,897 8,272 - Purchases of property and equipment (6,628) (2,957) (6,863) Proceeds from sale of property and equipment - 1 - Net cash used in investing activities (11,605) (30,748) (6,863) Payment of debt issuance costs - (75) - Payment of employee tax withholdings related to restricted stock vesting (671) (891) (1,515) Proceeds from employee stock plans 2,847 1,377 2,138 Net cash provided by financing activities 2,176 411 623 Effect of exchange rate changes on cash and cash equivalents (254) 210 (250) Net increase (decrease) in cash and cash equivalents (11,175) (28,374) 3,086 | Deferred revenue | | (84) | | 126 | | (250) | |
| Net cash (used in) provided by operating activities (1,492) 1,753 9,576 Investing activities Purchases of marketable securities (10,874) (36,064) - Sale and maturities of marketable securities 5,897 8,272 - Purchases of property and equipment (6,628) (2,957) (6,863) Proceeds from sale of property and equipment - 1 - Net cash used in investing activities (11,605) (30,748) (6,863) Financing activities - (75) - Payment of debt issuance costs - (75) - Payment of employee tax withholdings related to restricted stock vesting (671) (891) (1,515) Proceeds from employee stock plans 2,847 1,377 2,138 Net cash provided by financing activities 2,176 411 623 Effect of exchange rate changes on cash and cash equivalents (254) 210 (250) Net increase (decrease) in cash and cash equivalents (11,175) (28,374) 3,086 Cash and cash equivalents, beginning of period 46, | Income taxes payable | | 73 | | 86 | | 2 | |
| Purchases of marketable securities \$10,874 \$36,064 \$-\$\$ \$3897 \$8,272 \$-\$\$ \$970 \$9897 | Other long term liabilities | | (3) | | (99) | | 6 | |
| Purchases of marketable securities (10,874) (36,064) - Sale and maturities of marketable securities 5,897 8,272 - Purchases of property and equipment (6,628) (2,957) (6,863) Proceeds from sale of property and equipment - 1 - Net cash used in investing activities (11,605) (30,748) (6,863) Financing activities Payment of debt issuance costs - (75) - Payment of employee tax withholdings related to restricted stock vesting (671) (891) (1,515) Proceeds from employee stock plans 2,847 1,377 2,138 Net cash provided by financing activities 2,176 411 623 Effect of exchange rate changes on cash and cash equivalents (254) 210 (250) Net increase (decrease) in cash and cash equivalents (11,175) (28,374) 3,086 Cash and cash equivalents, beginning of period 46,795 75,169 18,335 | Net cash (used in) provided by operating activities | | (1,492) | | 1,753 | | 9,576 | |
| Sale and maturities of marketable securities 5,897 8,272 - Purchases of property and equipment (6,628) (2,957) (6,863) Proceeds from sale of property and equipment - 1 - Net cash used in investing activities (11,605) (30,748) (6,863) Financing activities Payment of debt issuance costs - (75) - Payment of employee tax withholdings related to restricted stock vesting (671) (891) (1,515) Proceeds from employee stock plans 2,847 1,377 2,138 Net cash provided by financing activities 2,176 411 623 Effect of exchange rate changes on cash and cash equivalents (254) 210 (250) Net increase (decrease) in cash and cash equivalents (11,175) (28,374) 3,086 Cash and cash equivalents, beginning of period 46,795 75,169 18,335 | Investing activities | | | | | | | |
| Purchases of property and equipment (6,628) (2,957) (6,863) Proceeds from sale of property and equipment - 1 - Net cash used in investing activities (11,605) (30,748) (6,863) Financing activities Payment of debt issuance costs - (75) - Payment of employee tax withholdings related to restricted stock vesting (671) (891) (1,515) Proceeds from employee stock plans 2,847 1,377 2,138 Net cash provided by financing activities 2,176 411 623 Effect of exchange rate changes on cash and cash equivalents (254) 210 (250) Net increase (decrease) in cash and cash equivalents (11,175) (28,374) 3,086 Cash and cash equivalents, beginning of period 46,795 75,169 18,335 | Purchases of marketable securities | | (10,874) | | (36,064) | | - | |
| Proceeds from sale of property and equipment - 1 - Net cash used in investing activities (11,605) (30,748) (6,863) Financing activities Payment of debt issuance costs - (75) - Payment of employee tax withholdings related to restricted stock vesting (671) (891) (1,515) Proceeds from employee stock plans 2,847 1,377 2,138 Net cash provided by financing activities 2,176 411 623 Effect of exchange rate changes on cash and cash equivalents (254) 210 (250) Net increase (decrease) in cash and cash equivalents (11,175) (28,374) 3,086 Cash and cash equivalents, beginning of period 46,795 75,169 18,335 | Sale and maturities of marketable securities | | 5,897 | | 8,272 | | - | |
| Net cash used in investing activities (11,605) (30,748) (6,863) Financing activities Payment of debt issuance costs - (75) - Payment of employee tax withholdings related to restricted stock vesting (671) (891) (1,515) Proceeds from employee stock plans 2,847 1,377 2,138 Net cash provided by financing activities 2,176 411 623 Effect of exchange rate changes on cash and cash equivalents (254) 210 (250) Net increase (decrease) in cash and cash equivalents (11,175) (28,374) 3,086 Cash and cash equivalents, beginning of period 46,795 75,169 18,335 | Purchases of property and equipment | | (6,628) | | (2,957) | | (6,863) | |
| Financing activities Payment of debt issuance costs Payment of employee tax withholdings related to restricted stock vesting Proceeds from employee stock plans Net cash provided by financing activities Effect of exchange rate changes on cash and cash equivalents Net increase (decrease) in cash and cash equivalents Cash and cash equivalents, beginning of period Payment of debt issuance costs (75) (891) (1,515) (1,515) (1,515) (2,176) | Proceeds from sale of property and equipment | | | | 1_ | | | |
| Payment of debt issuance costs-(75)-Payment of employee tax withholdings related to restricted stock vesting(671)(891)(1,515)Proceeds from employee stock plans2,8471,3772,138Net cash provided by financing activities2,176411623Effect of exchange rate changes on cash and cash equivalents(254)210(250)Net increase (decrease) in cash and cash equivalents(11,175)(28,374)3,086Cash and cash equivalents, beginning of period46,79575,16918,335 | Net cash used in investing activities | | (11,605) | | (30,748) | | (6,863) | |
| Payment of employee tax withholdings related to restricted stock vesting(671)(891)(1,515)Proceeds from employee stock plans2,8471,3772,138Net cash provided by financing activities2,176411623Effect of exchange rate changes on cash and cash equivalents(254)210(250)Net increase (decrease) in cash and cash equivalents(11,175)(28,374)3,086Cash and cash equivalents, beginning of period46,79575,16918,335 | Financing activities | | | | | | | |
| Proceeds from employee stock plans2,8471,3772,138Net cash provided by financing activities2,176411623Effect of exchange rate changes on cash and cash equivalents(254)210(250)Net increase (decrease) in cash and cash equivalents(11,175)(28,374)3,086Cash and cash equivalents, beginning of period46,79575,16918,335 | Payment of debt issuance costs | | - | | (75) | | - | |
| Net cash provided by financing activities2,176411623Effect of exchange rate changes on cash and cash equivalents(254)210(250)Net increase (decrease) in cash and cash equivalents(11,175)(28,374)3,086Cash and cash equivalents, beginning of period46,79575,16918,335 | Payment of employee tax withholdings related to restricted stock vesting | | (671) | | (891) | | (1,515) | |
| Effect of exchange rate changes on cash and cash equivalents(254)210(250)Net increase (decrease) in cash and cash equivalents(11,175)(28,374)3,086Cash and cash equivalents, beginning of period46,79575,16918,335 | Proceeds from employee stock plans | | 2,847 | | 1,377 | | 2,138 | |
| Net increase (decrease) in cash and cash equivalents(11,175)(28,374)3,086Cash and cash equivalents, beginning of period46,79575,16918,335 | Net cash provided by financing activities | | 2,176 | | 411 | | 623 | |
| Cash and cash equivalents, beginning of period46,79575,16918,335 | Effect of exchange rate changes on cash and cash equivalents | | (254) | | 210 | | (250) | |
| | Net increase (decrease) in cash and cash equivalents | <u></u> | (11,175) | | (28,374) | | 3,086 | |
| | Cash and cash equivalents, beginning of period | | | | 75 <u>,</u> 169 | | 18,335 | |
| | Cash and cash equivalents, end of period | \$ | 35,620 | \$ | 46,795 | \$ | 21,421 | |

LIMELIGHT NETWORKS, INC. Reconciliation of U.S. GAAP Net Income (Loss) to Non-GAAP Net Income (Loss) (In thousands) (Unaudited)

| Three | M | nnt | he | Fη | ded |
|-------|---|-----|----|----|-----|
| | | | | | |

| | March 3 | 31, 202 | 21 | | Decembe | r 31, 2 | 2020 | | March 3 | 31, 20 | 20 |
|---|----------------------------|---------|----------------------|----|---------------------|---------|-------------------|----|-----------------|--------|---------|
| | Amount | Pe | r Share | Α | mount | Pe | r Share | Α | mount | Pe | r Share |
| U.S. GAAP net loss | \$ (25,529) | \$ | (0.21) | \$ | (8,309) | \$ | (0.07) | \$ | (5,257) | \$ | (0.04) |
| Share-based compensation Non-cash interest expense Restructuring and transition related charges | 2,644 199 11,700 | | 0.02 0.00 0.09 | | 3,479 1,070 - | | 0.03 0.01 - | | 5,064 - - | | 0.04 |
| Non-GAAP net loss | \$ (10,986) | \$ | (0.09) | \$ | (3,760) | \$ | (0.03) | \$ | (193) | \$ | (0.00) |
| Weighted average shares used in per share calculation | | | 124,290 | | | | 123,225 | | | | 118,964 |

LIMELIGHT NETWORKS, INC. Reconciliation of U.S. GAAP Net Income (Loss) to EBITDA to Adjusted EBITDA (In thousands) (Unaudited)

| | Three Months Ended | | | | | | |
|---|--------------------|------------------------------|----|-------------------------------|-------------------|--------------------------|--|
| | | arch 31, 2021 | | ember 31, 2020 | March 31, 2020 | | |
| U.S. GAAP net loss | \$ | (25,529) | \$ | (8,309) | \$ | (5,257) | |
| Depreciation and amortization Interest expense Interest and other (income) expense Income tax expense | | 6,219 1,286 169 260 | | 6,010 2,183 (57) 268 | | 5,491 10 85 176 | |
| EBITDA | \$ | (17,595) | \$ | 95 | \$ | 505 | |
| Share-based compensation Restructuring and transition related charges | | 2,644 11,700 | | 3,479 | | 5,064 - | |
| Adjusted EBITDA | \$ | (3,251) | \$ | 3,574 | \$ | 5,569 | |

Limelight Networks, Inc. 2021 Guidance

| | April 2021 | Actual 2020 |
|----------------------|------------------------|-----------------|
| Revenue | \$220 to \$230 million | \$230.2 million |
| GAAP Basic EPS | \$(0.35) to \$(0.25) | \$(0.16) |
| Non-GAAP EPS | \$(0.15) to \$(0.05) | \$(0.01) |
| Adjusted EBITDA | \$20 to \$30 million | \$24.5 million |
| Capital expenditures | \$20 to \$25 million | \$25.1 million |