

Stock Rating	Industry View	Price Target
Overweight	Attractive	\$400.00

### **OPPORTUNITY SUMMARY**

CrowdStrike Holdings, Inc. (CRWD) has delivered stellar Q4 and FY24 results, showcasing robust year-over-year growth with a 34% increase in Annual Recurring Revenue to \$3.44 billion, outpacing estimates. Notably, CRWD's strategic acquisition of Flow Security aims to enhance its cloud data security leadership, strengthened by an alliance with Dell to integrate advanced detection and response services. CRWD's emerging product lines have seen exponential growth, with its Cloud Security, Identity Security, and Logscale SIEM offerings expanding their market presence. These strategic initiatives and financial achievements signal CRWD's strong position and promising outlook in the cybersecurity sector.

### **BUSINESS DESCRIPTION**

CrowdStrike Holdings, Inc. (NASDAQ: CRWD), a cybersecurity leader, offers cloud-delivered solutions for endpoint and cloud workload protection through its proprietary Falcon platform. The company's product suite is designed to detect and prevent breaches, seamlessly integrating threat intelligence and round-the-clock monitoring services. CrowdStrike's economic model leverages its scalable SaaS framework, driving revenue primarily through subscription-based services, characterized by high renewal rates and a growing customer base. The key revenue drivers are the increasing adoption of cloud services and heightened cybersecurity demands across various sectors, while expenses are mainly associated with R&D and market expansion activities. Regulatory filings, along with industry analyses, indicate CrowdStrike's strategic positioning for sustained growth through innovation and customer acquisition in the expanding cybersecurity market.

### **RESEARCH UPDATE**

Stock Data				
Rating:	Overweight			
Suitability:		N/A		
Price Target:		\$400		
Price:		\$327.58		
Market Cap:		\$79.23 Bill	ion	
Shares Out:		241.9		
Average Daily Vol:		N/A		
Divident Yield:		N/A		
Estimates				
Adj. EPS (\$)	2024A	2025E	2026E	
Q1	0.57	0.9		1.07
Q2	0.74	0.93		1.11
Q3	0.82	1.04		1.2
Q4	0.95	1.08		1.35
Fiscal Year EPS	3.09	3.95		4.73





### MANAGEMENT & GOVERNANCE

CrowdStrike Holdings, Inc. (CRWD) boasts a robust leadership team helmed by CEO and co-founder George Kurtz, a veteran with over three decades in cybersecurity. He brings a strategic vision for growth and a history of successful ventures, including leadership roles at McAfee. Burt Podbere, CFO, adds financial acuity from his tenure at cloud-security firms, enhancing CRWD's market forays. Shawn Henry, as CSO and former FBI executive, offers invaluable insight into cybersecurity challenges. President Michael Sentonas, ex-CTO, champions CRWD's tech initiatives. The board's composition, crucial for governance, warrants review for independence in the company's annual report, alongside executive compensation—Kurtz received \$3.1M, Podbere \$1.2M, and Henry \$1.1M in FY2023, with substantial value realized from stock options. The company's capital allocation and executive stock ownership are key indicators of management's stake in CRWD's success.

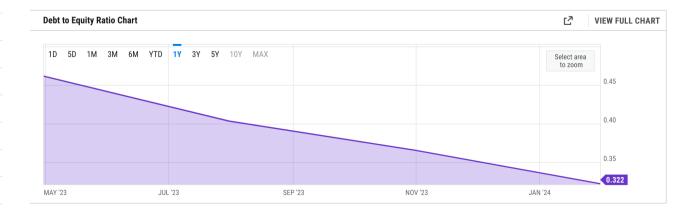
### TOP SHAREHOLDERS

Holder	% Out	Date
Blackrock Inc.	7.39	12/31/2023
Vanguard Group Inc.	6.86	12/31/2023
Jennison Associates LLC	2.76	12/31/2023
Morgan Stanley	2.32	12/31/2023
State Street Corporation	2.04	12/31/2023
T. Rowe Price Investment Management, Inc.	1.99	12/31/2023
JP Morgan Chase	1.88	12/31/2023
Voya Investment Management, LLC	1.60	12/31/2023
Geode Capital Management, LLC	1.50	12/31/2023
FMR, LLC	1.32	12/31/2023

### DEBT

### **Capital Structure**

Total Debt to Total Equity	34.41
Total Debt to Total Capital	25.60
Total Debt to Total Assets	11.93
Interest Coverage	0.40
Long-Term Debt to Equity	33.80
Long-Term Debt to Total Capital	25.15
Long-Term Debt to Assets	0.12





### INDUSTRY OVERVIEW, OUTLOOK AND COMPETITIVE POSITIONING

Overview - The cybersecurity industry is characterized by a rapidly evolving landscape, driven by escalating cyber threats, stringent regulatory compliance requirements, and the shift towards cloud and hybrid environments. Key players such as Symantec (Broadcom), Palo Alto Networks, Checkpoint Software, CrowdStrike, Cisco, and Microsoft dominate the market, differentiating themselves through technological innovation, comprehensive product offerings, and strategic acquisitions. The industry faces challenges such as a workforce skill gap and the need to secure emerging technologies like IoT and 5G, but it also sees opportunities in areas like AI and ML for threat detection and the growing demand for cybersecurity as a service. Market trends indicate a move towards Zero Trust architecture and an emphasis on cloud-native solutions, with companies competing on integration capabilities, ease of use, and the ability to offer managed security services, positioning themselves for growth in a landscape where staying ahead of threats is paramount.

<u>Outlook</u> - CrowdStrike and the cybersecurity industry are navigating through a mix of headwinds and tailwinds: they face challenges such as market saturation, economic downturns reducing IT budgets, rapid technological changes necessitating constant R&D, complex global regulations increasing compliance costs, and a scarcity of skilled cybersecurity professionals driving up labor costs. Conversely, they benefit from tailwinds like the escalation of cyber threats boosting demand for security services, widespread digital transformation expanding the cybersecurity market, stringent regulatory compliance requirements leading to more business, the transition to cloud environments favoring cloud-focused security solutions, and the growing preference for outsourced managed security services. These factors collectively influence CrowdStrike's revenue growth and operational costs, shaping the company's financial landscape within the broader industry context.

Competitive Positioning - CrowdStrike's competitive positioning in the cybersecurity industry can be assessed through its scale, which leverages a substantial market share and a global customer base; its pricing strategy, which often reflects a premium offering justified by advanced features and a strong reputation for quality; its product mix, marked by a comprehensive suite of cloud-native endpoint security solutions catering to diverse market needs; its quality, underscored by a high level of reliability and effectiveness, as evidenced by customer testimonials and industry accolades; and its distribution, which benefits from a robust online presence and a network of partnerships facilitating wide market penetration. The company's strategic placement in these areas collectively strengthens its market stance, with its innovative approach and customer-centric services fortifying its competitive edge against industry rivals.

### **OPERATIONAL DESCRIPTION**

### Revenue Model -

CrowdStrike monetizes its operations through the sale of advanced cybersecurity solutions such as endpoint security and threat intelligence, predominantly to enterprise-level clients and government agencies, utilizing a subscription-based SaaS model. The company's pricing strategy is tiered, allowing customers to choose from a basic level of protection to more comprehensive packages with additional features. This flexible approach enables CrowdStrike to cater to a wide range of security needs while capitalizing on the growing demand for cyber defense mechanisms.

<u>Distribution Channels</u> – CrowdStrike sells its products through an internal sales channel.

<u>Operational Model</u> – CrowdStrike operates through a digital model which provides advanced cybersecurity solutions through software application based on a subscription-based SaaS model.



### FINANCIAL ANALYSIS

CrowdStrike Holdings (NASDAQ: CRWD) has capitalized on strategic partnerships, like its MDR services with Dell, catalyzing a triple-digit year-over-year (y/y) growth in its Managed Security Service Provider (MSSP) channel and a significant increase in net new Annual Recurring Revenue (ARR) in Q4'23. This has propelled total revenue 33% y/y to \$7.6M above midpoint guidance. Its platform products—Cloud, Identity, and Logscale—have surged past \$850M in ARR, accounting for roughly 50% of FY24's NNARR. Noteworthy deals across various industries have bolstered this growth, along with a 30% rise in deal count y/y.

Operating margins improved to 25.2%, surpassing the 22.4% consensus, and EBITDA/EBIT margins are projected to nearly double in five years, aided by declining industry-wide cost pressures and leveraging AI, cloud, and security. With only 3-4% of the \$225B Total Addressable Market captured, CRWD projects a 22-23% market CAGR. The company's scalable software model has led to margin expansion and cost-effective operations, while the single platform model enhances customer value.

CapEx is projected to increase by 88% over five years, with revenue expected to grow over 200%, reflecting organic capital growth. CRWD's acquisition of Flow Security, closing in Q1FY24, boosts its momentum in cloud security. With a solid balance sheet and Net Working Capital projected to increase from \$1.5B to \$4.8B by 2027, CRWD is well-positioned to meet short-term obligations and fund further growth.



### **VALUATION**

Our \$400 price target for the stock is based on a 22.3x EV/Sales multiple, significantly higher than the 10.9x average of its high-growth peers. This premium valuation is justified by the company's superior profitability, industry-leading growth rates, substantial growth opportunities, and operational leverage. Informed by a 4.3% risk-free rate and a 6% market risk premium, supporting our outlook on the stock's value. The company's advantageous position is attributed to its comprehensive partner network, top-tier product performance, strong brand reputation, and pioneering presence in specialized cloud computing segments, underscoring its potential for sustained high performance.

### **Balance Sheet**

	January 31,			
	2024			2023
Assets	8			
Current assets:				
Cash and cash equivalents	\$	3,375,069	\$	2,455,369
Short-term investments		99,591		250,000
Accounts receivable, net of allowance for credit losses of \$2.2 million and \$2.6 million as of January 31, 2024 and January 31, 2023, respectively		853,105		626,181
Deferred contract acquisition costs, current		246,370		186,855
Prepaid expenses and other current assets		183,172		121,862
Total current assets		4,757,307		3,640,267
Strategic investments		56,244		47,270
Property and equipment, net		620,172		492,335
Operating lease right-of-use assets		48,211		39,936
Deferred contract acquisition costs, noncurrent		335,933		260,233
Goodwill		638,041		430,645
Intangible assets, net		114,518		86,889
Other long-term assets		76,094		28,965
Total assets	\$	6,646,520	\$	5,026,540
Liabilities and Stockholders' Equity	·			
Current liabilities:				
Accounts payable	\$	28,180	\$	45,372
Accrued expenses		125,896		137,884
Accrued payroll and benefits		234,624		168,767
Operating lease liabilities, current		14,150		13,046
Deferred revenue		2,270,757		1,727,484
Other current liabilities		23,672		16,519
Total current liabilities		2,697,279		2,109,072
Long-term debt		742,494		741,005
Deferred revenue, noncurrent		783,342		627,629
Operating lease liabilities, noncurrent		36,230		29,567
Other liabilities, noncurrent		50,086		31,833
Total liabilities		4,309,431		3,539,106
Commitments and contingencies (Note 9)	•		-	
Stockholders' Equity				
Preferred stock, \$0.0005 par value; 100,000 shares authorized as of January 31, 2024 and January 31, 2023; no shares issued and outstanding as of January 31, 2024 and January 31, 2025.		_		
Class A common stock, \$0.0005 par value; 2,000,000 shares authorized as of January 31, 2024 and January 31, 2023; 229,380 shares, and 222,759 shares issued and outstanding as of January 31, 2024 and January 31, 2024 and January 31, 2024 and January 31, 2023; respectively; Class B common stock, \$0.0005 par value; 300,000 shares authorized as of January 31, 2024 and January 31, 2023; 12,485 shares, and 13,018 shares issued and outstanding as of January 31, 2024 and January 31, 2023, respectively.		121		118
Additional paid-in capital		3,364,328		2,612,705
Accumulated deficit		(1,058,836)		(1,148,163
Accumulated other comprehensive loss		(1,663)		(1,019
Total CrowdStrike Holdings, Inc. stockholders' equity		2,303,950		1,463,641
Non-controlling interest		33,139		23,793
		2,337,089	-	1,487,434
Total stockholders' equity	6	, ,	6	
Total liabilities and stockholders' equity	\$	6,646,520	\$	5,026,540



### **Statement of Cash Flows**

Ageinstance for content promote prom			Year Ended January 31,				
Net sound (not)   \$ 0,000   \$ 0,00		202	4	2023			2022
Name   1908	Operating activities						
Depending and amortization and amortiz		\$	90,585	\$ (182,	285)	\$	(232,378
Amontziation of integrigible existed         12,45         12,50         11,00         11,00         11,00         10,10         10,00	Adjustments to reconcile net income (loss) to net cash provided by operating activities:						
Amentations of deferred contrate aspaishon costs         15,38         9,40         9,00           Nox-Casal opergenation reporce         61,35         52,64         9,00           Nox-Casal opergenation reports         61,35         52,64         9,00           Obterfied floorer since consensity         1,35         1,35         1,35           Accessing in State of the state of interactive interaction of soft-continuous transcription of soft-continuous	Depreciation and amortization		126,838	77,	245		55,908
Some-short operating lance control (15.15)   50.50	Amortization of intangible assets		18,416	16,	565		12,902
	Amortization of deferred contract acquisition costs		238,901	170,	808		113,884
	Non-cash operating lease cost		13,398	9,	440		9,103
Defend comment tooks   1,306	, ,		631,519	526,	504		309,952
Realized gain on strategis inventments							(13,956)
Accordance of shart-same inventemper packed at allowed   1,70%   2,10%   2,0	Realized gains on strategic investments			,	_		_
Non-entirect speame         1,17         2,181         2,406           Clauges in investing souts and labilities, not of impact of acquisitions         1,189         1,240         1,250	· ·				_		_
Change in fair value of strategie inventments   1,489   1,48	•			2.	813		2,469
Comparison programme savet multibilities, not of impact of acquisitions   1,215,000   1,							
Accounts recivable, and constructed squants on the Section 1971 (1978) (2878)			-,	(-)	,,		(1,020)
Defender contract acquaintion cost         (57,46)         (58,76)         (24,10)           Pregued acquessed older laisbilities         (18,88)         (15,64)         (3,28)           Account pupable         (18,88)         (15,64)         (3,28)           Account payable         (15,102)         (25,28)         (3,84)           Accound payable and benefits         (15,102)         (25,28)         (3,84)           Operating least ballisties         (16,102)         (25,29)         (3,60)           Operating least ballisties         (10,102)         (25,102)         (3,60)           North and payable dynepting acquirities         (10,102)         (25,102)         (3,102)           Brought and principle stage (10,102)         (10,102)			(217 699)	(258	109)		(125 354)
Proposition personal orders assets         (10,20)         (46,50)         (3,53)           Accountal popular         (13,50)         (3,52)	•		, , , ,	, ,	,		, , , ,
Accreate paymelle         (1,88)         (3,92)         3,848           Accreate paymel and benefits         (6,10)         (6,20)         2,828           Operating leash leathiles         (6,10)         (1,00)         (1,00)           Operating leash leathiles         (6,00)         (1,00)         (3,00)           Net can provided by operating activities         (6,00)         (1,00)         (3,00)           Breath general field         (1,00)         (1,00)         (1,00)           Capulated internal-according and website development cons         (1,00)         (2,00)         (1,00)           Processed from sales of strategic investments         (1,00)         (1,00)         (1,00)           Processed from sales of strategic investments         (1,00)         (1,00)         (1,00)           Processed from sales of strategic investments         (1,00)         (1,00)         (1,00)           Processed from sales of strategic investments         (1,00)         (1,00)         (1,00)           Processed from sales of strategic investments         (1,00)         (1,00)         (1,00)           Processed from sales of strategic investments         (1,00)         (1,00)         (1,00)           Processed from sales of strategic investments         (2,00)         (2,00)         (1,00)							
Accreate persons and other liabilities         65,02         32,88           Accreate plantile lase liabilities         65,02         62,02         22,88           Operating lease liabilities         (66,00)         30,50         60,00           Deferred receives         (76,00)         30,50         61,00           Net cash provided by operating activities         (76,50)         30,50         73,78           Purcissing activities         (76,50)         (20,50)         70,00           Qualitated internative sordware and website development costs         (76,50)         (20,50)         70,00           Purchase of interagic investments         (70,00)         70         70           Business acquisitions, net of cash acquired         (70,00)         70         70           Business acquisitions, net of cash acquired         (70,00)         70         70           Purchase of infanciple acets         (70,00)         70         70           Purchase of solver-term investments         (70,00)         70         70           Purchase of infanciple acets         (70,00)         70         70           Purchase of infanciple acets         (70,00)         70         70           Purchase of infanciple acets of short-term investments         70         70	·			, ,			, , ,
Accept portal and benefits         6,10,00         10,205         10,206           Operating teal belifiers         6,10,00         10,200         10,500							
中の日本 日本 日			-				
Defered revenue         60,609         \$25,75         61,600           Net cat provided by operating activities         1,16,207         52,738         52,718							
Net cash provided by operating scivities   1,166.20	, ,						
Inclusion of property and equipmen							
brunkses of property and equipment         (176,52)         (215,915)         (121,104)           Capitalized internals as other and website development costs         (171,77)         (20,005)         (20,006)           Purchess of strategic investments         (20,000)         (171,77)         (20,000)         (18,40)           Proceeds from asles of strategic investments         (20,000)         (18,40)         (41,45)           Purchess of strategic investments         (20,000)         (20,000)         (20,000)           Purchases of stories quick investments         (30,000)         (30,000)         (30,000)           Proceeds from naturities and sale of short-term investments         (30,000)         (30,000)         (30,000)           Process from instruties and sale of short-term investments         (30,000)         (30,000)         (30,000)           The class used on instruties and sale of short-term investments         (30,000)         (30,000)         (30,000)         (30,000)           The Charles developed to the susuance of strategic investments and sale of short-term investments         (30,000)         (30,000)         (30,000)         (30,000)         (30,000)         (30,000)         (30,000)         (30,000)         (30,000)         (30,000)         (30,000)         (30,000)         (30,000)         (30,000)         (30,000)         (30,000) </td <td></td> <td></td> <td>1,166,207</td> <td>941,</td> <td>007</td> <td></td> <td>574,784</td>			1,166,207	941,	007		574,784
Lagulated internal-ass othware and website development costs         (49,45)         (20,806)	Investing activities						
Purchase of strategic investments	Purchases of property and equipment		(176,529)	(235,	019)		(112,143)
Proceeds from sales of strategic investments	Capitalized internal-use software and website development costs		(49,457)	(29,	095)		(20,866)
Business acquisitions, net of each acquired   1,20	Purchases of strategic investments		(17,177)	(21,	808)		(16,309)
Purchases of intangible asset	Proceeds from sales of strategic investments		2,000		_		_
Purchases of short-term investments	Business acquisitions, net of cash acquired		(239,030)	(18,	349)		(414,518)
Process from maturities and sales of short-term investments         348,281         —         —           Purchases of deferred compensation investments         (2,00)         (64)         —           Purchases of deferred compensation investments         (30,00)         (55,658)         (56,658)           Formstrom Servities         Service of the sustance costs related to revolving line of credit         —         —         —         (2,00)           Payments of debt issuance cost related to Serior Notes         —         —         —         (1,50)         —         (2,80)           Repayment of loan payable         —         —         —         —         (1,50)         —         —         —         1,50         <	Purchases of intangible assets		(11,126)	(2,	323)		(680)
Process from maturities and sales of short-term investments         348,281         —         —           Purchases of deferred compensation investments         (2,00)         (64)         —           Purchases of deferred compensation investments         (30,00)         (55,658)         (56,658)           Formstrom Servities         Service of the sustance costs related to revolving line of credit         —         —         —         (2,00)           Payments of debt issuance cost related to Serior Notes         —         —         —         (1,50)         —         (2,80)           Repayment of loan payable         —         —         —         —         (1,50)         —         —         —         1,50         <	Purchases of short-term investments		(195,581)	(250,	000)		_
Net cash used in investing activities         (340,650)         (556,658)         (64,616)           Financia partivities         7         C	Proceeds from maturities and sales of short-term investments		348,281		_		_
Financing activities         ————————————————————————————————————	Purchases of deferred compensation investments		(2,031)		(64)		_
Financing activities         ————————————————————————————————————	Net cash used in investing activities		(340,650)	(556,	658)		(564,516
Payments of debt issuance costs related to revolving line of credit   Payments of debt issuance costs related to Senior Notes	Financing activities		( , , , ,	( )			
Payments of debt issuance costs related to Senior Notes	· ·		_		_		(219)
Repayment of loan payable         — (1,591)         — (1,591)           Proceeds from issuance of common stock under the employee stock purchase plan         8,655         8,655         15,895           Proceeds from issuance of common stock under the employee stock purchase plan         76,375         59,491         50,275           Capital contributions from non-controlling interest holders         8,088         10,954         8,155           Re cash provided by financing activities         1,598         77,437         72,531           Effect of foreign exchange rates on cash, cash equivalents and restricted cash         1,958         1,966         4,747           Net increase in cash, cash equivalents and restricted cash at the end of period         2,269         1,996,633         1,986,633           Cash, cash equivalents and restricted cash at the end of period         3,375,90         2,455,309         1,996,633           Restricted cash equivalents and restricted cash shown in the consolidated statements of cash flow         3,375,90         2,455,309         1,996,633           Restricted cash equivalents and restricted cash shown in the consolidated statements of cash flow         3,375,90         2,455,309         1,996,633           Restricted cash equivalents and restricted cash shown in the consolidated statements of cash flow         3,375,90         2,455,309         1,996,633           Total cash, cash equival	·		_		_		
Proceeds from issuance of common stock upon exercise of stock options         8,695         15,895           Proceeds from issuance of common stock under the employee stock purchase plan         76,375         59,419         8,20,277           Capital contributions from non-controlling interest holders         8,888         10,954         8,155           Net cash provided by financing activities         93,158         77,437         72,531           Effect of foreign exchange rates on eash, cash equivalents and restricted cash         19,958         1,1968         1,974,37           Ket increase in cash, cash equivalents and restricted cash at beginning of period         2,456,924         1,996,33         1,996,33           Cash, cash equivalents and restricted cash at the end of period         3,375,909         2,455,929         1,996,33           Cash and cash equivalents and restricted cash shown in the consolidated statements of cash flows         3,375,909         2,455,929         1,996,33           Restricted cash included in prepaid expenses and other assets         2,258         1,555         -2,553           Total cash, cash equivalents and restricted cash shown in the consolidated statements of cash flows         3,375,909         2,455,924         1,996,33           Supplemental disclosure of cash flow information.         2,258         2,259         1,996,33           Supplemental disclosure of refunds received<	·		_	(1.:	591)		(-,
Proceeds from issuance of common stock under the employee stock purchase plan         76,375         59,419         50,277           Capital contributions from non-controlling interest holders         8,088         10,954         8,185           Net cap provided by financing activities         38,185         77,437         72,531           Effect of foreign exchange rates on eash, cash equivalents and restricted cash         1,958         1,1959         4,774           Net increase in eash, cash equivalents and restricted cash         92,067         460,291         78,023           Cash, cash equivalents and restricted cash at beginning of period         2,456,294         1,996,633         1,918,603           Cash, cash equivalents and restricted cash at the end of period         3,375,097         2,455,969         1,996,633           Restricted cash shart the end of period         3,375,097         2,455,969         1,996,633           Restricted cash included in prepaid expenses and other assets         2,528         1,555,59         2,966,633           Total cash, cash equivalents and restricted cash shown in the consolidated statements of cash flows         3,377,697         2,456,92         1,996,633           Supplemental disclosure of cash flowing members         2,258         1,555,592         2,556,633         1,996,633           Supplemental disclosure of non-cash investing and financing activitie			8 695				15 899
Capital contributions from non-controlling interest holders         8,085         10,954         8,155           Net cash provided by financing activities         93,158         77,437         72,53           Effect of foreign exchange rates on cash, cash equivalents and restricted cash         1,958         1,049         97,802           Cash, cash equivalents and restricted cash at the cash at beginning of period         2,456,924         1,996,633         1,918,608           Cash, cash equivalents and restricted cash at the of period         3,377,90         2,455,90         1,996,633           Cash, cash equivalents and restricted cash at the end of period         3,375,90         2,455,90         1,996,633           Restricted cash included in prepaid expenses and other assets         3,375,90         2,455,90         1,996,633           Restricted cash included in prepaid expenses and other assets         3,375,90         2,455,90         1,996,633           Restricted cash included in prepaid expenses and other assets         3,375,90         2,455,90         1,996,633           Restricted cash included in prepaid expenses and other assets         2,255         1,555         -2,556           Total cash, cash equivalents and restricted cash shown in the consolidated statements of cash flow         2,255         1,556         3,586           Total cash, cash equivalents and restricted cash shown in the consolida			,				,
Net cash provided by financing activities         93,158         77,437         72,531           Effect of foreign exchange rates on eash, cash equivalents and restricted cash         1,958         (1,495)         4,774           Net increase in cash, cash equivalents and restricted cash         920,673         460,21         78,025           Cash, cash equivalents and restricted cash at beginning of period         2,456,924         1,996,633         1,918,603           Cash, cash equivalents and restricted cash at the end of period         3,375,09         2,455,309         1,996,633           Restricted cash included in prepaid expenses and other assets         2,528         1,555         —           Total cash, cash equivalents and restricted cash shown in the consolidated statements of cash flows         3,375,09         2,455,309         1,996,633           Restricted cash included in prepaid expenses and other assets         2,528         1,555         —           Total cash, cash equivalents and restricted cash shown in the consolidated statements of cash flows         3,375,097         2,455,209         1,996,633           Supplemental disclosure of cash flow information:           Increase paid, not of refunds received         \$ 22,500         \$ 11,906,633         1,906,633           Net (decrease) pincrease in property and equipment included in accounts payable and accrued expenses         \$ (3,081)							
Effect of foreign exchange rates on eash, cash equivalents and restricted cash         1,958         (1,495)         (4,747)           Net increase in eash, cash equivalents and restricted cash at beginning of period         2,245,024         1,96,633         1,918,688           Cash, cash equivalents and restricted cash at the end of period         5,337,507         2,245,024         1,996,633           Cash, cash equivalents and restricted cash at the end of period         3,375,069         2,455,369         1,996,633           Restricted cash included in prepaid expenses and other assets         2,528         1,555         —           Total cash, cash equivalents and restricted cash shown in the consolidated statements of cash flows         3,375,069         2,455,369         1,996,633           Restricted cash included in prepaid expenses and other assets         2,528         1,555         —           Total cash, cawing later stricted cash shown in the consolidated statements of cash flows         3,375,09         2,455,369         1,996,633           Supplemental disclosure of cash flow information:         3,375,09         2,455,309         1,996,633           Total cash, cash equivalents and restricted cash shown in the consolidated statements of cash flows:         3,375,09         2,255,309         3,108,683           Interest paid         \$ 22,500         \$ 22,501         \$ 13,088         3,088         3,088			-,				
Net increase in cash, cash equivalents and restricted cash at beginning of period         920,673         460,291         78,025           Cash, cash equivalents and restricted cash at beginning of period         2,456,924         1,996,633         1,918,608           Cash, cash equivalents and restricted cash at end of period         \$3,377,597         2,456,924         1,996,633           Cash, cash equivalents and restricted cash at the end of period:         3,375,069         2,455,309         1,996,633           Restricted cash included in prepaid expenses and other assets         2,528         1,555         —           Total cash, cash equivalents and restricted cash shown in the consolidated statements of cash flows         3,377,597         2,456,924         1,996,633           Supplemental disclosure of cash flow information:         3,377,597         2,456,924         1,996,633           Interest paid         \$2,250         \$22,505         \$2,551         \$13,088           Income taxes paid, net of refunds received         \$2,608         \$11,943         \$74,677           Supplemental disclosure of non-cash investing and financing activities:         \$2,608         \$10,405         \$6,522           Vesting of early exercised stock options         \$6,522         \$5,50         \$4,675           Vesting of early exercised stock options         \$6,522         \$5,50         \$4,867			,				,
Cash, cash equivalents and restricted cash at beginning of period         2,456,924         1,996,633         1,918,608           Cash, cash equivalents and restricted cash at end of period         \$ 3,377,597         \$ 2,456,924         \$ 1,996,633           Cash, cash equivalents and restricted cash at the end of period         3,375,009         2,455,369         1,996,633           Restricted cash included in prepaid expenses and other assets         2,528         1,555         —           Total cash, equivalents and restricted cash shown in the consolidated statements of cash flows         3,377,597         2,456,924         1,996,633           Restricted cash included in prepaid expenses and other assets         3,377,597         2,456,924         1,996,633           Supplemental disclosure of cash flow information:         3,377,597         2,456,924         1,996,633           Supplemental disclosure of refunds received         \$ 22,500         \$ 22,551         \$ 13,088           Income taxes paid, net of refunds received         \$ 22,600         \$ 11,943         \$ 74,677           Supplemental disclosure of non-cash investing and financing activities:         \$ 22,600         \$ 11,943         \$ 74,677           Supplemental disclosure of non-cash investing and financing activities:         \$ 3,081         \$ 22,421         \$ 6,522           Vesting of early exercised stock options							
Cash, cash equivalents and restricted cash at the end of period         \$ 3,377,597         \$ 2,456,924         \$ 1,996,633           Cash, cash equivalents and restricted cash at the end of period:         Supplemental disability of the consolidated statements of cash flows         3,375,069         2,455,369         1,996,633           Restricted cash included in prepaid expenses and other assets         2,528         1,555         —           Total cash, cash equivalents and restricted cash shown in the consolidated statements of cash flows         3,375,069         2,455,369         1,996,633           Supplemental disclosure of cash flow information:         8         22,528         1,555         —           Income taxes paid, net of refunds received         \$ 22,500         \$ 22,551         \$ 13,088           Income taxes paid, net of refunds received         \$ 22,608         \$ 11,943         \$ 74,677           Supplemental disclosure of non-cash investing and financing activities:         \$ (3,081)         \$ 22,421         \$ 6,522           Vesting of early exercised stock options         \$ (3,081)         \$ 22,421         \$ 6,522           Vesting of early exercised stock options         \$ (3,081)         \$ 22,421         \$ 6,522           Vesting of early exercised stock options         \$ 652         \$ 50         \$ 4,011           Operating lease liabilities arising			,				
Cash, cash equivalents and restricted cash at the end of period:         3,375,069         2,455,369         1,996,633           Restricted cash included in prepaid expenses and other assets         2,528         1,555         —           Total cash, cash equivalents and restricted cash shown in the consolidated statements of cash flows         3,377,597         2,456,924         1,996,633           Supplemental disclosure of cash flow information:           Interest paid         \$ 22,500         \$ 22,551         \$ 13,088           Income taxes paid, net of refunds received         \$ 22,608         \$ 11,943         \$ 74,677           Supplemental disclosure of non-cash investing and financing activities:         S         1,986,931         \$ 6,522           Net (decrease) increase in property and equipment included in accounts payable and accrued expenses         \$ (3,081)         \$ 22,251         \$ 6,522           Vesting of early exercised stock options         \$ (3,081)         \$ 22,242         \$ 6,522           Equity consideration for acquisitions         \$ 6,522         \$ 5,00         \$ 4,011           Operating lease liabilities arising from obtaining operating right of-use assets         \$ 4,867           Proceeds from sales of strategic investments not yet received         \$ 8,774         \$ - 8							
Cash and cash equivalents         3,375,069         2,455,369         1,996,633           Restricted cash included in prepaid expenses and other assets         2,528         1,555         —           Total cash, cash equivalents and restricted cash shown in the consolidated statements of cash flows         3,377,597         2,456,924         1,996,633           Supplemental disclosure of cash flow information:           Interest paid         \$ 22,500         \$ 22,551         \$ 13,088           Income taxes paid, net of refunds received         \$ 22,608         \$ 11,943         \$ 74,677           Supplemental disclosure of non-cash investing and financing activities:         \$ (3,081)         \$ 22,421         \$ 6,522           Vesting of early exercised stock options         \$ (3,081)         \$ 22,421         \$ 6,522           Vesting of early exercised stock options         \$ (3,081)         \$ 2,241         \$ 6,522           Equity consideration for acquisitions         \$ 6,522         \$ 3,165           Equity consideration for acquisitions         \$ 6,522         \$ 5,0         \$ 4,011           Operating lease liabilities arising from obtaining operating right of-use assets         \$ 16,445         \$ 18,464         \$ 4,867           Proceeds from sales of strategic investments not yet received         \$ 8,774         \$ - 8         8         8 </td <td>Cash, cash equivalents and restricted cash at end of period</td> <td>\$</td> <td>3,377,597</td> <td>\$ 2,456,</td> <td>924</td> <td>š</td> <td>1,996,633</td>	Cash, cash equivalents and restricted cash at end of period	\$	3,377,597	\$ 2,456,	924	š	1,996,633
Restricted cash included in prepaid expenses and other assets Total cash, cash equivalents and restricted cash shown in the consolidated statements of cash flows  Supplemental disclosure of cash flow information:  Interest paid Income taxes paid, net of refunds received  Supplemental disclosure of non-cash investing and financing activities:  Net (decrease) increase in property and equipment included in accounts payable and accrued expenses  Net (decrease) increase in property and equipment included in accounts payable and accrued expenses  Vesting of early exercised stock options  Equity consideration for acquisitions  Operating lease liabilities arising from obtaining operating right of-use assets  Proceeds from sales of strategic investments not yet received  1,555  1,966,323  2,456,924  1,996,633  2,457  1,996,633  1,998  1,99	Cash, cash equivalents and restricted cash at the end of period:						
Total cash, cash equivalents and restricted cash shown in the consolidated statements of cash flows         3,377,597         2,456,924         1,996,633           Supplemental disclosure of cash flow information:           Interest paid         \$ 22,500         \$ 22,551         \$ 13,088           Income taxes paid, net of refunds received         \$ 22,608         \$ 11,943         \$ 74,677           Supplemental disclosure of non-cash investing and financing activities:         S         2,008         \$ 11,943         \$ 74,677           Vesting of early exercised increase in property and equipment included in accounts payable and accrued expenses         \$ (3,081)         \$ 22,421         \$ 6,522           Vesting of early exercised stock options         \$ 652         \$ 50         \$ 4,011           Operating lease liabilities arising from obtaining operating right of-use assets         \$ 16,445         \$ 18,464         \$ 4,867           Proceeds from sales of strategic investments not yet received         \$ 8,774         \$ -         \$ -         -	Cash and cash equivalents		3,375,069	2,455,	369		1,996,633
Supplemental disclosure of cash flow information:   Interest paid	Restricted cash included in prepaid expenses and other assets		2,528	1,	555		_
Interest paid   \$ 22,500 \$ 22,551 \$ 13,088	Total cash, cash equivalents and restricted cash shown in the consolidated statements of cash flows		3,377,597	2,456,	924		1,996,633
Income taxes paid, net of refunds received  Supplemental disclosure of non-cash investing and financing activities:  Net (decrease) increase in property and equipment included in accounts payable and accrued expenses  Vesting of early exercised stock options  Equity consideration for acquisitions  Operating lease liabilities arising from obtaining operating right of-use assets  Proceeds from sales of strategic investments not yet received  \$ 22,608 \$ 11,943 \$ 74,677  \$ 5,272  \$ 6,522  \$ 3,165  \$ 4,011  Operating lease liabilities arising from obtaining operating right of-use assets  \$ 16,445 \$ 18,464 \$ 4,867  - Proceeds from sales of strategic investments not yet received	Supplemental disclosure of cash flow information:						
Supplemental disclosure of non-cash investing and financing activities:  Net (decrease) increase in property and equipment included in accounts payable and accrued expenses  Vesting of early exercised stock options  Equity consideration for acquisitions  Operating lease liabilities arising from obtaining operating right of-use assets  Proceeds from sales of strategic investments not yet received  Supplemental disclosure of non-cash investing and financing activities  \$ (3,081) \$ 22,421 \$ 6,522 \$ 3,165 \$ 3,165 \$ 4,011 \$ 0,000 \$ 1	Interest paid	\$	22,500	\$ 22,	551	š	13,088
Supplemental disclosure of non-cash investing and financing activities:  Net (decrease) increase in property and equipment included in accounts payable and accrued expenses  Vesting of early exercised stock options  Equity consideration for acquisitions  Operating lease liabilities arising from obtaining operating right of-use assets  Proceeds from sales of strategic investments not yet received  Supplemental disclosure of non-cash investing and financing activities  \$ (3,081) \$ 22,421 \$ 6,522 \$ 3,165 \$ 3,165 \$ 4,011 \$ 0,000 \$ 1	Income taxes paid, net of refunds received	\$	22,608	\$ 11,	943	5	74,677
Net (decrease) increase in property and equipment included in accounts payable and accrued expenses  Vesting of early exercised stock options  Equity consideration for acquisitions  Operating lease liabilities arising from obtaining operating right of-use assets  Proceeds from sales of strategic investments not yet received  \$ (3,081) \$ (22,421) \$ (6,522) \$ (3,165) \$ (3,081				,			
Vesting of early exercised stock options\$-\$2,204\$\$3,165Equity consideration for acquisitions\$652\$50\$4,011Operating lease liabilities arising from obtaining operating right of-use assets\$16,445\$18,464\$4,867Proceeds from sales of strategic investments not yet received\$8,774\$-\$-		\$	(3,081)	\$ 22.	421	S	6,522
Equity consideration for acquisitions \$ 652 \$ 50 \$ 4,011 Operating lease liabilities arising from obtaining operating right of-use assets \$ 16,445 \$ 18,464 \$ 4,867 Operating lease of strategic investments not yet received \$ 8,774 \$ - \$ -			_				
Operating lease liabilities arising from obtaining operating right of-use assets  Proceeds from sales of strategic investments not yet received  \$ 16,445 \$ 18,464 \$ 4,867 \$ - \$			652				
Proceeds from sales of strategic investments not yet received \$ 8,774 \$ - \$ -							-
	Stock-based compensation included in capitalized software development costs and fixed assets	\$					10,879

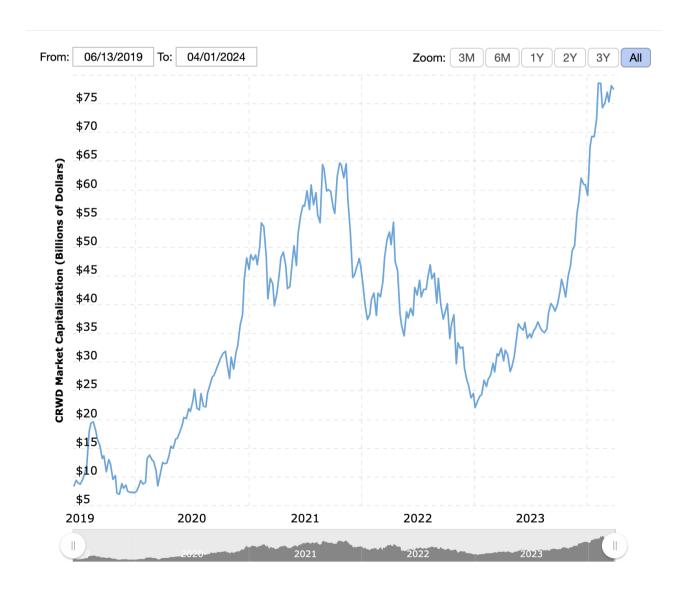


### **INVESTMENT RATIONAL**

CrowdStrike Holdings (NASDAQ: CRWD) carries an 'Overweight' rating due to its robust organic growth through internal business development and market penetration in endpoint security and cloud services. Its technology leadership is complemented by inorganic growth strategies, including the strategic acquisition of Flow Security to enhance its Data Security Posture Management (DSPM) offerings.

Although not currently recommended for sale, should such a situation arise, potential buyers would likely be major technology firms or private equity investors seeking to bolster their cybersecurity portfolio. Risks to this investment thesis include potential IT budget cuts affecting sales cycles, reduced demand for log solutions, intensifying competition impacting pricing, and a slowdown in the expansion deal pipeline.

Nonetheless, CRWD presents an intriguing opportunity to invest in artificial intelligence and cyber security which are the two industries which stand to gain tremendous value from the next stage of the ongoing information age and technological revolution.





#### **DISCLAIMER**

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