



SOC 2 Type II Report

For the period of December 1, 2019 To November 30, 2020

REPORT ON CONTROLS PLACED IN OPERATION AT AQUA SECURITY RELEVANT TO
SECURITY, AVAILABILITY AND CONFIDENTIALITY
WITH THE INDEPENDENT SERVICE AUDITOR'S REPORT
INCLUDING TEST PERFORMED AND RESULTS THEREOF.



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SECTION II - INDEPENDENT SERVICE AUDITOR'S REPORT

The Board of Directors
Aqua Security Software Ltd.

Scope

We have examined Aqua Security Software Ltd.'s accompanying Aqua Security platform system throughout the period December 1, 2019 to November 30, 2020 (Description) in accordance with the criteria for a description of a service organization's system set forth in the Description Criteria DC section 200 *2018 Description Criteria for a Description of a Service Organization's System in a SOC 2 Report* (Description Criteria) and the suitability of the design and operating effectiveness of controls included in the Description throughout the period December 1, 2019 to November 30, 2020 to provide reasonable assurance that the service commitments and system requirements were achieved based on the trust services criteria for *Security, Availability and Confidentiality* set forth in TSP section 100, *2017 Trust Services Criteria for Security, Availability, Processing Integrity, Confidentiality, and Privacy* (applicable trust services criteria).

Aqua Security Software Ltd. uses Amazon Web Services (subservice organization) to provide Infrastructure Management Services. The Description indicates that complementary subservice organization controls that are suitably designed and operating effectively are necessary, along with controls at Aqua Security Software Ltd., to achieve Aqua Security Software Ltd.'s service commitments and system requirements based on the applicable trust services criteria. The description presents Aqua Security Software Ltd.'s system; its controls relevant to the applicable trust services criteria; and the types of complementary subservice organization controls that the service organization assumes have been implemented, suitably designed, and operating effectively at Amazon Web Services. Our examination did not extend to the services provided by Amazon Web Services and we have not evaluated whether the controls management assumes have been implemented at Amazon Web Services have been implemented or whether such controls were suitably designed and operating effectively throughout the period December 1, 2019 to November 30, 2020.

Aqua Security Software Ltd.'s responsibilities

Aqua Security Software Ltd. is responsible for its service commitments and system requirements and for designing, implementing, and operating effective controls within the system to provide reasonable assurance that the service commitments and system requirements were achieved. Aqua Security Software Ltd. has provided the accompanying assertion titled, SECTION I - AQUA SECURITY'S MANAGEMENT ASSERTION (Assertion) about the presentation of the Description based on the Description Criteria and suitability of the design and operating effectiveness of the controls described therein to provide reasonable assurance that the service commitments and system requirements would be achieved based on the applicable trust services criteria. Aqua Security Software Ltd. is responsible for (1) preparing the Description and Assertion; (2) the completeness, accuracy, and method of presentation of the Description and Assertion; (3) providing the services covered by the Description; (4) identifying the risks that would threaten the achievement of the service organization's service commitments and system requirements; and (5) designing, implementing, and documenting controls that are suitably designed and operating effectively to meet the applicable trust services criteria stated in the Description.

Service auditor's responsibilities

Our responsibility is to express an opinion on the presentation of the Description and on the suitability of the design and operating effectiveness of the controls described therein to meet the applicable trust services criteria, based on our examination.

Our examination was conducted in accordance with attestation standards established by the AICPA. Those standards require that we plan and perform our examination to obtain reasonable assurance about whether, in all material respects, (1) the Description is presented in accordance with the Description Criteria, and (2) the controls described therein are suitably designed and operating effectively to provide reasonable assurance that the service organization's service commitments and system requirements would be achieved based on the applicable trust services criteria. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risk of material misstatement, whether due to fraud or error. We believe that the evidence we have obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

An examination of a description of a service organization's system and the suitability of the design and operating effectiveness of controls involves:

- obtaining an understanding of the system and the service organization's service commitments and system requirements
- performing procedures to obtain evidence about whether the controls stated in the Description are presented in accordance with the Description Criteria
- performing procedures to obtain evidence about whether controls stated in the Description were suitably designed to provide reasonable assurance that the service organization achieved its service commitments and system requirements based on the applicable trust services criteria.
- assessing the risks that the Description is not presented in accordance with the Description Criteria and that the controls were not suitably designed or operating effectively to meet the applicable trust services criteria.
- testing the operating effectiveness of those controls based on the applicable trust services criteria.
- evaluating the overall presentation of the Description.

Our examination also included performing such other procedures as we considered necessary in the circumstances.

Inherent limitations

Because of their nature, controls at a service organization may not always operate effectively to provide reasonable assurance that the service organization's service commitments and system requirements are achieved based on the applicable trust services criteria. Also, the projection to the future of any evaluation of the fairness of the presentation of the Description, or conclusions about the suitability of the design or operating effectiveness of the controls to meet the applicable trust services criteria is subject to the risk that the system may change or that controls at a service organization may become ineffective.

Description of tests of controls

The specific controls we tested and the nature, timing, and results of those tests are listed in the accompanying SECTION IV - DESCRIPTION OF CRITERIA, CONTROLS, TESTS AND RESULTS OF TESTS (Description of Tests and Results).

Opinion

In our opinion, in all material respects:

- a. the Description presents the Aqua Security platform system that was designed and implemented throughout the period December 1, 2019 to November 30, 2020 in accordance with the Description Criteria.
- b. the controls stated in the Description were suitably designed to provide reasonable assurance that the service commitments and system requirements would be achieved based on the applicable trust services criteria if the

controls operated effectively [and if the subservice organization[s] and user entities applied the controls assumed in the design of Aqua Security Software Ltd.'s controls throughout the period December 1, 2019 to November 30, 2020.

- c. the controls stated in the Description operated effectively to provide reasonable assurance that the service commitments and system requirements were achieved based on the applicable trust services criteria throughout the period December 1, 2019 to November 30, 2020.

Restricted use

This report, including the description of tests of controls and results thereof in the Description of Tests and Results, is intended solely for the information and use of Aqua Security Software Ltd., user entities of Aqua Security Software Ltd.'s Aqua Security platform system during some or all of the period December 1, 2019 to November 30, 2020 who have sufficient knowledge and understanding of the following:

- The nature of the service provided by the service organization
- How the service organization's system interacts with user entities, subservice organizations, or other parties.
- Internal control and its limitations
- User entity responsibilities and how they interact with related controls at the service organization
- The applicable trust services criteria
- The risks that may threaten the achievement of the service organization's service commitments and system requirements and how controls address those risks

This report is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Kost Foner Gabbay and Kusierer

January 1, 2021

Tel-Aviv, Israel