

## **SHVA reports its results for the second quarter of 2023**

**The Company's revenues from activity grew by 16% compared to the corresponding quarter last year and amounted to the highest revenues of NIS 33.7 million**

**The net income in the second quarter amounted to NIS 12.2 million**

**Eitan Lev Tov, CEO of Shva:** During the second quarter, we began to see the first fruits from implementing the strategic plan, which is intended, among other things, to increase and diversify our revenues. In addition, during this quarter we adjusted the price list so it correctly reflects the updated cost structure.

Shva continues to invest in developing growth engines and we expect the revenues from which will continue to grow later this year and in the future. At the same time, the Company continues to make technological investments that include replacement and upgrading veteran core systems, in order to provide a safe, stable and advanced infrastructure for the growing economic activity of credit cards in Israel and the ATMs operated by the banks.

The advanced world of payments led during the first six months of 2023 to accelerated growth through penetrating and use by the Israeli public of digital wallets, which became a substitute for cash in physical purchases in businesses".

**Shva**, which provides technological infrastructure and advanced solutions over the payment system, published the financial results for the second quarter of 2023.

**Revenues** in the second quarter of 2023 amounted to NIS 33.7 million and in the six months amounted to NIS 64.5 million compared to revenues of NIS 29.2 million in the corresponding quarter last year and revenues of NIS 57.2 million in the corresponding six months last year. The increase in revenues is mainly due to increase in the activity, prices' adjustment and revenues from new services.

**The operating profit** in the second quarter of 2023 amounted to NIS 12.3 million, a moderate growth compared to operating profit of NIS 12.1 million in the corresponding quarter last year in view of an increase in payroll expenses from the continued implementation of the Company's strategic plan and implementation of the separation from Masav.

**Net finance income** in the second quarter of 2023 amounted to NIS 2.6 million, compared to net finance expenses of NIS 4.8 million in the corresponding quarter last year.

**The net income attributable to shareholders** in the second quarter of 2023 was approximately NIS 12.2 million, compared to net income of NIS 4.3 million in the corresponding quarter last year.

**Dividend:** In the second quarter, the Company distributed to shareholders a dividend of NIS 22 million in respect of 2022 profits

**The equity attributable to the Company's shareholders,** as of June 30, 2023 amounted to approximately NIS 212 million after dividend distribution to shareholders similar to the equity as of December 31, 2022.