

SHVA reports its results for the third quarter of 2023

The Company's revenues grew by 20% compared to the corresponding quarter last year and amounted to a record revenue of NIS 35.9 million

The net income in the third quarter amounted to NIS 8.7 million; from the beginning of the year, the net income attributable to Shva's shareholders amounted to approximately NIS 28.9 million

Eitan Lev Tov, CEO of Shva: "The results of the third quarter reflect the implementation of the Company's strategic plan, in which there was an increase in revenues deriving from new and ongoing activities and adjustment of the Company's price list in accordance with the increase in costs, alongside with the continued investment in the Company's various growth engines in the coming years, which is expected to continue in 2024.

The 'Iron Swords' war that broke out in October led to a significant slowdown in business activity in the Israeli economy and is expected to have an impact on the Company's results in the fourth quarter as well but will not affect the Company's financial stability.

As part of the mobilization for the war and civilian effort, together with the Jewish Agency for Israel, KlirMark Capital and IVN association, we initiated a fund for the immediate assistance to businesses whose activities were harmed due to the 'Iron Swords' war, called 'Otef Laesek'. The fund provides businesses located in the Gaza Envelope settlements that were forced to close and discontinue their activities, with a quick lifeline that will allow them to get through the war period. The fund has already given grants to thousands of businesses amounting to millions of NIS. We wish to take this opportunity and share the grief of the bereaved families, strengthen our soldiers who are fighting bravely and hope that all the abductees will soon return to their homes."

Shva, which provides technological infrastructure and advanced solutions for the Israeli payment ecosystem, published today the financial results for the third quarter of 2023.

Revenues in the third quarter of 2023 amounted to NIS 35.9 million, a growth of 20% compared to revenues of NIS 30 million in the corresponding quarter last year. The increase in revenues derives from updating the price list in the course of the second quarter this year, an increase in the scale of the economy's activity and increase in the number of pinpads connected to terminals as well as revenues from new activities.

The operating profit in the third quarter of 2023 amounted to NIS 11.6 million, a growth of 6% compared to operating profit in the corresponding quarter which amounted to NIS 10.9 million.

Net finance income in the third quarter of 2023 amounted to NIS 0.1 million, compared to net finance expenses of NIS 2.4 million in the corresponding quarter last year.

The net income attributable to shareholders in the third quarter of 2023 was approximately NIS 8.7 million, compared to net income of NIS 5.4 million in the corresponding quarter last year. From the beginning of 2023, the net income attributable to Shva's shareholders amounted to about NIS 28.9 million, compared to a net income of NIS 16.2 million in the corresponding period last year.

The equity attributable to the Company's shareholders, as of September 30, 2023 amounted to approximately NIS 222 million compared to equity of NIS 212 million at the end of 2022. The increase in equity derives from accumulated income in the period net of dividend distribution to shareholders in the second quarter.