

SHVA reports the results for the second quarter and the first half of 2025

During the first half, revenues amounted to approximately NIS 76.5 million;

Net income to Shva's shareholders amounted to approximately NIS 23.7 million

Cash flow from operating activities before finance and taxes amounted to approximately NIS 29.5 million

The Company's board of directors decided to distribute a special dividend of NIS 30 million

Eitan Lev Tov, CEO of Shva: " During the second quarter, we continued to work to expand the penetration of our growth engines into the market, alongside the continued operations and investment in infrastructure and the continued growth of the Company's core activities.

On June 13, 2025 and for 12 days, the days of Operation "Rising Lion" against Iran, the economy's activity in charge card purchases focused mainly on food chains, while shopping centers and street stores did not operate regularly and were shut down for most days of the fighting. In the payment ecosystems, a decrease in charge card activity at businesses and in cash withdrawals at ATMs was observed. After the end of the operation and after the reporting period, a recovery was observed in all sectors of the economy and there was an increase in charge card activity at businesses and in cash withdrawals compared to the month preceding the start of the fighting.

"During the second quarter of 2025, revenues continued to grow from the sale of related services to core services. This growth stems from the Company's continued effort to expand its products and provide additional value-added services to various players in the commercial sectors of the Israeli economy.

We continue to increase the number of our customers as part of Shva Insights activities, including food manufacturers, government agencies and local authorities, while expanding the variety of data and the ways of accessing them, along with continuing to develop and implement the use of the infrastructure that also comes for CLP players (close loop payments) which we expect to be reflected also in future revenues."

Shva, which provides technological infrastructure and advanced solutions over the payment ecosystems it manages and operates, published today the financial results for the second quarter of 2025

Shva's revenues during the second quarter of 2025 amounted to approximately NIS 38.3 million, compared to revenues of approximately NIS 37.5 million in the corresponding period last year and NIS 38.2 million in the previous quarter. During the first half, the Company's revenues amounted to approximately NIS 76.5 million, compared to approximately NIS 74.3 million last year. The increase is mainly due to an increase in transaction-based revenues.

The operating income during the second quarter of 2025 was approximately NIS 12.3 million, compared to approximately NIS 14.7 million in the corresponding period last year and NIS 12.2 million in the previous quarter. The operating income was mainly impacted by an increase in expenses relating to strengthening the technological system and information security and increase in depreciation. During the first half, operating income was approximately NIS 24.5 million, compared to approximately NIS 28.3 million in the corresponding half last year.

Finance income, net during the second quarter of 2025 amounted to approximately NIS 5 million, compared to finance expense, net, of approximately NIS 0.4 million in the corresponding quarter last year and NIS 1.1 million in the previous quarter as a result of the impact of market volatility on the investment portfolio. During the first half, finance income, net, amounted to approximately NIS 6.1 million, compared to approximately NIS 1.6 million in the corresponding half last year.

Net income attributable to shareholders during the second quarter of 2025 amounted to approximately NIS 13.4 million compared to NIS 10.9 million in the corresponding period last year and NIS 10.3 million in the previous quarter. During the first half, net income amounted to approximately NIS 23.7 million, similar to net income in the corresponding half last year, which was approximately NIS 23 million.

Cash flow from operating activities before finance and taxes during the second quarter of 2025 amounted to approximately NIS 14.8 million. During the first half, cash flows amounted to approximately NIS 29.5 million.

The Company's board of directors approved the distribution of a special dividend of NIS 30 million. This dividend is added to a dividend of NIS 30 million that was declared in March and distributed in April.

Equity attributable to shareholders as of June 30, 2025, amounted to approximately NIS 253.5 million, compared to approximately NIS 259.2 million on December 31, 2024 in light of the income for the period, net of the dividend of NIS 30 million that was distributed in April 2025.