

SHVA which develops and manages the national payment ecosystems for credit cards and ATM's, reports its results for the first quarter of 2026:

In the first quarter of 2026, the Company's revenues amounted to approximately NIS 38.4 million.

In the first quarter of 2026, the Company's operating income amounted to approximately 8.4 million

The Company's board of directors resolved to distribute a dividend of NIS 30 million for 2025 profits.

Eitan Lev Tov, CEO of Shva:

"2025 ended with a positive growth trend, after which Operation "The Lion's Roar", which began on February 28, 2026 and was conducted on several fronts, directly affected the economic situation in the country and private consumption patterns. In the initial stages of the intense fighting, there was a drop in the volume of activity in the leisure and retail sectors, while on the other hand, purchases in food chains soared for the purpose of emergency supplies. With the declaration of a ceasefire in April, the temporary damage to consumption was replaced by a recovery and the public returned to regular purchases while adapting to the complex security reality. **Throughout the entire fighting period, the national payment ecosystems managed by SHVA continued to function without interruption and fully supported all usage volumes, a fact that was critical to the economy's ability to function and its ability to return to routine economic activity quickly.** In the reviewed quarter, we continued to strengthen the technological and information security system.

2025 marked the successful completion of Shva's strategic plan, during which the Company established its position at the forefront of innovation in the dynamic payments market. The Company accelerated the implementation of the key growth engines from expanding the value propositions in SHVA Insights to wholesale entities, government ministries and local authorities, while continuing to develop the SHVA Arena platform and expanding the "Ashrait" software services. During the period, additional clients completed full integration with the systems and began consuming the Company's growth-engine products and services on a regular and frequent basis. These achievements, along with the technological modernization of the core infrastructures, were accomplished despite a challenging security environment and a prolonged state of emergency. As the central junction of Israel's economy, SHVA faces increasing threats to critical national infrastructure. This fact obligates us to significantly increase our investments in cyber defense, system redundancy and business continuity. To ensure the highest SLA standards and immediate availability, while supporting the growing volume of transactions in the economy and the entry of new participants, the Company intends to update its pricing policy and adjust certain service fees as a necessary measure to balance its uncompromising commitment to national resilience with the need for ongoing operational excellence.

Looking ahead, Shva has formulated a new strategic business-technology plan for 2026-2028. This plan is designed to reinforce Shva's position as Israel's leading payment and information infrastructure provider, with a strong focus on AI-based digital solutions, cloud computing and diversified revenue streams. The synergy of deepening our core activities and updating the pricing will enable Shva to continue serving as a strategic anchor, an innovative, blue-and-white ecosystem that ensures stability and delivers growing and continuous value to our partners and the Israeli public, even in times of disruptive events.

Shva, which provides technological infrastructure and advanced solutions over the payment ecosystems it manages and operates, published today on the Tel Aviv Stock Exchange the financial results for the first quarter of 2026.

The Company's revenues in the quarter amounted to approximately NIS 38.4 million compared to NIS 38.2 million in the corresponding quarter last year. Revenues from providing services to acquirers and issuers amounted to approximately NIS 32.8 million and were affected by Operation "Lion's Roar", which temporarily affected private consumption. Revenues from providing services to others amounted to approximately NIS 5.6 million and included an increase in new revenue for existing products and growth engines alongside a decrease in ATM switch revenues in light of the effect of Operation "Lion's Roar".

EBITDA less equity compensation in the first quarter of 2026 was approximately NIS 12.7 million, compared to approximately NIS 15.9 million in the corresponding quarter last year.

The operating income in the first quarter of 2026 was approximately NIS 8.4 million, compared to approximately NIS 12.5 million in the corresponding quarter last year. The erosion in income was due to an increase in expenses as part of the continued strengthening of the technological and information security system and increase in depreciation and ongoing maintenance expenses.

Net income attributable to shareholders in the first quarter of 2026 amounted to approximately NIS 6.9 million compared to net income of NIS 10.3 million in the corresponding quarter last year.

Cash flow from operating activities in the first quarter of 2026 amounted to approximately NIS 15.8 million compared to cash flows of approximately NIS 16.6 million in the corresponding quarter last year.

The Company's Board of Directors approved a dividend distribution of NIS 30 million for 2025 profits. The dividend was distributed in April 2026.

The equity attributable to the Company's shareholders, as of March 31, 2026 amounted to approximately NIS 222.8 million compared to an equity of approximately NIS 245.7 million as of December 31, 2025. The change derives from earnings in the period net of dividend payments.