SHVA, which develops and manages the national payment ecosystems for credit cards and ATMs, reports its results for the second quarter and the first half of 2026

The Company's revenues in the second quarter of 2026, amounted to NIS 40.5 million, an increase of 5.7% compared to the corresponding quarter last year and an increase of 5.5% compared to the first quarter of this year;

Revenues in the first half of 2026 amounted to NIS 78.9 million, an increase of 3.1% compared to the corresponding period last year;

The Company's operating income in the second quarter of 2026, amounted to NIS 8.6 million and NIS 17.0 million in the first half of 2026;

The Company has updated its pricing policy and rates for some services as an essential step to support the large-scale expenses and investments required in the worlds of technology, information security and cyber - infrastructures that constitute a central pillar of the Company's operations.

Eitan Lev Tov, CEO of Shva:

"In the first half of 2026, the impact of the security situation on the business activity of the Israeli economy continued. Operation "Lion's Roar", which was conducted across several fronts, starting on February 28, 2026 and continued until the ceasefire was announced on April 13, 2026, directly affected the economic situation in the country and the private consumption patterns. Throughout the entire fighting period, the national payment ecosystems managed and developed by the Company operated in full continuity and provided a full response to the volume of use, the functioning of the economy and a rapid return to normal economic activity. During the financial report period, in the second quarter of 2026, the Company continued to make investments designed to strengthen the technological and information security system.

The Company continues to accelerate 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 customers fully integrated into the systems and began to consume the products and services of the growth engines on an ongoing and frequent basis. These achievements, combined with the technological modernization of the core systems, occurred alongside a challenging security reality and a protracted period of emergency.

As a central infrastructure hub of Israel's payment ecosystem, Shva is committed to preparing and improving its technological readiness, in order to deal with the growing threats to the country's critical infrastructure. This fact requires us to significantly increase the Company's investments in cyber defense, system redundancy and business continuity. To ensure the high level of SLA and immediate availability, while at the same time supporting the growth in transaction volumes in the economy and the entry of new participants, the Company's pricing policy and rates have been updated. The updated rated will be introduced gradually, with discounts applying until January 1, 2027, when the full rate is expected to take effect.

Looking ahead, a new strategic business-technology plan has been formulated for 2026-2028. This plan is designed to reinforce our position as Israel's leading payment and information infrastructure provider, with a strong focus on digital solutions, cloud computing, product-driven company and diversified revenue streams. The synergy of deepening our core activities and updating the policy and price list, 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 financial results for the second quarter and the first half of 2026.

Revenues in the second quarter of 2026 amounted to NIS 40.5 million compared to NIS 38.3 million in the corresponding quarter last year, an increase of 5.7%. Revenues from providing services to acquirers and issuers amounted to NIS 34.6 million compared to NIS 32.7 million in the corresponding period last year, an increase of 5.8%. Revenues from providing services to others amounted to NIS 5.8 million compared to NIS 5.7 million in the corresponding period last year, an increase of 1.8%.

Revenues in the first half of 2026 amounted to NIS 78.9 million, compared to NIS 76.5 million in the corresponding period last year, an increase of 3.1%. Revenues from providing services to acquirers and issuers amounted to NIS 67.5 million, compared to NIS 65.5 million in the corresponding period last year, an increase of 3.1%, which was mainly due to an increase in transaction-based revenues. Revenues from providing services to others amounted to NIS 11.4 million, compared to NIS 11.0 million in the corresponding period last year, an increase of 3.6%. These revenues included an increase in new revenues from existing products and growth engines, alongside a decrease in ATM switch revenues following Operation "The Lion's Roar."

The operating income in the second quarter of 2026 amounted to NIS 8.6 million, compared to NIS 12.3 million in the corresponding quarter last year.

The operating income in the first half of 2026 amounted to NIS 17.0 million, compared to NIS 24.5 million in the corresponding period last year. The erosion in operating income, despite the increase in revenues, 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.

EBITDA less equity compensation in the second quarter of 2026 amounted to NIS 12.9 million, compared to NIS 16.3 million in the corresponding quarter last year.

EBITDA less equity compensation in the first half of 2026 amounted to NIS 25.7 million, compared to NIS 32.2 million in the corresponding period last year.

Net income attributable to shareholders in the second quarter of 2026 amounted to NIS 9.7 million compared to net income of NIS 13.4 million in the corresponding quarter last year.

Net income attributable to shareholders in the first half of 2026 amounted to NIS 16.5 million compared to net income of NIS 23.7 million in the corresponding period last year.

Cash flow from operating activities in the first half of 2026 amounted to NIS 8.7 million compared to cash flows of NIS 27.7 million in the corresponding period last year.

The equity attributable to the Company's shareholders, as of June 30, 2026 amounted to NIS 232.5 million compared to an equity of NIS 245.7 million as of December 31, 2025. The change derives from earnings in the period net of dividend payments. The Company's board of directors approved a dividend distribution of NIS 30 million for 2025 profits, that was distributed in April 2026.