The following is a company announcement issued by ANCHOVY STUDIOS p.l.c. (the Company) pursuant to Rule 4.11.13 of the Prospects Rules.

Quote

The directors of the Company noted that a material variance resulted between the 2019 projections that were published in Section 8 as well as Annex 1 to the Company Admission Document issued on 10 May 2017 (Original Projections), and actual results registered for the financial year ending 31 December 2019. The Original Projections had a profit before tax of €5,873 for the year ending 31 December 2019, however, the Company generated profit before tax of €107,606 during these twelve months. This positive variance in the Company’s income statement is mainly driven by higher margins, given that the actual profit margin for 2019 stood at 16.6%, which is 11.6 percentage points higher than that projected in the Original Projections.

During 2019 Management continued focusing on consolidating its position in the local market prior to embarking on a full-scale internalisation of its service offering. This had led to an organic increase in revenues over the previous 24 months, whilst also lowering direct costs as a percentage of revenue. This was achieved through a cost cutting exercise which resulted in a substantial decrease in total costs, from €2.7 million as per the Original Projections to 978k.

Unquote

By order of the Board of Directors of Anchovy Studios p.l.c.

S. Caruana
Ms Sara Caruana
Company Secretary
28th March 2020

For more information on ANCHOVY STUDIOS p.l.c. please visit https://anchovyinc.com/investors/