



Spetz Announces Results for the Three and Six Months Ended June 30, 2024

PRESS RELEASE – July 29, 2024

TORONTO/ACCESSWIRE – SPETZ INC. (the “Company” or “Spetz”) (CSE: SPTZ, OTC: DBKSF) today reported its financial results for the three and six months ended June 30, 2024. All figures are in US Dollars.

Highlights:

- For the six months ending June 30, 2024, revenue was US\$1,016K, a decrease of 7.47% from US\$1,098K in the same period the previous year. This revenue, generated from referral service fees, reflects a strategic shift towards focusing on the Israeli market while scaling back investments in other regions. This strategic realignment has contributed to a reduction in the company’s net loss as part of its ongoing efficiency initiatives.
- Total expenses decreased by 50.37% to US\$1,424K for the six months ended June 30, 2024, compared to US\$2,869K for the six months ended June 30, 2023
- Net Loss for the period decreased by 61.63% to US\$752K for the six months ended June 30, 2024, compared to US\$1,960K for the six months ended June 30, 2023.
- Adjusted EBITDA loss, as defined in the management discussion and analysis, decreased by 65.2% to US\$309K for the six months ended June 30, 2024, compared to US\$888K for the six months ended June 30, 2023.

“We are pleased to present our financial results for Q2 2024, which highlight our ongoing commitment to efficiency and improvement,” said Yossi Nevo, CEO of Spetz Inc. “Our strategic efficiency plan has led to a substantial reduction in expenses, with an impressive decrease of approximately 65% in adjusted EBITDA loss. This progress reflects our relentless efforts to enhance performance and drive positive outcomes. Our dedicated teams are focused on further cost reduction and revenue growth, with particular emphasis on achieving positive cash flow. We are also seeking additional investments in our Israeli subsidiary and offering opportunities for debt-to-equity conversions to mitigate past losses and support our profitability and success. We extend our gratitude to our investors and all those involved in our operations for their continued support.”

For full financial information, notes, and management commentary, please refer to the Company's Management's Discussion and Analysis (MD&A) and the Consolidated Financial Statements as of June 30, 2024, posted on the Company's website and available on SEDAR. All financial information is provided in U.S. dollars unless otherwise indicated. In addition, all financial information provided herein is unaudited unless otherwise stated.

(Expressed in thousands of United States dollars, except for per share amounts)

For the periods	Six months ended June 30, 2024	Six months ended June 30, 2023	December 31, 2023	Eleven months ended December 31, 2022
Revenue	\$ 1,016	\$ 1,098	\$ 2,031	\$ 997
Total Expenses	(1,424)	(2,869)	(8,799)	(5,704)
Net loss - continued operations	(752)	(1,985)	(7,509)	(4,814)
Gain/(Loss) - discontinued operations	-	25	(389)	(6,232)
Comprehensive loss for the period	(713)	(2,076)	(7,864)	(10,868)
Adjusted EBITDA ¹	(309)	(888)	(1,239)	(1,493)
Loss per share- continued operations	(0.14)	(0.39)	(1.46)	(1.31)
Loss per share - discontinued operations	-	0.00	(0.08)	(1.70)
Current assets	493	665	582	1,003
Total assets	2,798	8,274	3,158	9,188
Current liabilities	3,976	3,215	3,805	2,294
Total liabilities	3,991	3,257	3,837	2,351
Shareholders equity	\$ (1,193)	\$ 5,017	\$ (679)	\$ 6,837
Cash and cash equivalent	\$ 3	\$ 18	\$ 22	\$ 397
Working capital (deficiency)	\$ (3,483)	\$ (2,550)	\$ (3,223)	\$ (1,291)

1-Non IFRS

(Expressed in thousands of United States dollars)

	Three months ended		Six months ended	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
Net Loss from continuing operations	\$ (334)	\$ (916)	\$ (752)	\$ (1,985)
Addback:				
Depreciation and amortization expenses	90	288	181	574
Share based compensation	6	91	10	223
Bad debt	7	(10)	(4)	-
Research expenses	41	129	123	326
Other (income)/expenses	60	(70)	133	(26)
Adjusted EBITDA	\$ (130)	\$ (488)	\$ (309)	\$ (888)

About Spetz Inc.

Spetz Inc. is a multinational technology company that operates Spetz, a global online, AI-powered marketplace platform that dynamically connects consumers to nearby top-rated service providers in around 30 seconds. Spetz is available in the USA, United Kingdom, Australia, and Israel. The Spetz vision

is to reinvent how people around the world connect to services in their moment of need. Connecting them immediately with the top-matched service provider for any need, anytime, anywhere.

Spetz Website: www.spetz.app

Spetz Investor information: <https://investor.spetz.app/>

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Cautionary Note Regarding Forward-looking Statements

Certain information in this press release constitutes forward-looking statements under applicable securities laws. Any statements that are contained in this news release that are not statements of historical fact may be deemed to be forward-looking statements and are based on expectations, estimates and projections as at the date of this press release. Forward-looking statements are often identified by terms such as "may", "should", "anticipate", "plans", "expect", "potential", "believe", "intend" or negatives of these terms and similar expressions. In this press release, forward-looking statements relate, among other things, to: the ability of Spetz to achieve cash-flow positivity and growth on a go-forward basis.

Forward-looking statements are based on certain assumptions. While the Company considers these assumptions to be reasonable based on information currently available, they are inherently subject to significant business, economic and competitive uncertainties and contingencies and they may prove to be incorrect. In this press release, such assumptions include, but are not limited to: the ability of Spetz to maintain its current growth trajectory.

Forward-looking statements also necessarily involve known and unknown risks, including without limitation: risks associated with general economic conditions; the inability of Spetz to achieve growth; and increased competition in the mobile application and home-services market.

Readers are cautioned that the foregoing is not exhaustive. Readers are further cautioned not to place undue reliance on forward-looking statements as there can be no assurance that the plans, intentions or expectations upon which they are placed will occur. Such information, although considered reasonable by management at the time of preparation, may prove to be incorrect and actual results may differ from those anticipated. Forward-looking statements are not guarantees of future performance. The purpose of forward-looking information is to provide the reader with a description of management's expectations, and such forward-looking information may not be appropriate for any other purpose. Except as required by law, the Company disclaims any obligation to update or revise any forward-looking statements,

whether as a result of new information, events or otherwise. Forward-looking statements contained in this news release are made as to the date hereof and are expressly qualified by this cautionary statement. Except as required by law, the Company assumes no obligation to update the forward-looking statements of beliefs, opinions, projections, or other factors, should they change.