

# EML Payments

Growth cap lifted in the UK

Regulatory approval

Software and comp services

EML Payments announced that on 23 April the Financial Conduct Authority (FCA) in the UK lifted the new customer restriction for Prepaid Financial Services Limited (PFSL), which had been in place since October 2022. With the appropriate structure and risk management controls now in place, PFSL can focus on growing the business. This marks another positive step forward for the group, after exiting PFS Card Services Ireland Limited (PFS), agreeing to sell Sentenial and finalising the settlement liabilities for the PFS acquisition.

Year end	Revenue (A\$m)	EBITDA* (A\$m)	PBT** (A\$m)	Diluted EPS** (c)	DPS (c)	P/E (x)	EV/EBITDA* (x)
06/22	232.4	51.2	16.0	3.4	0.0	31.0	8.1
06/23	254.2	37.1	(22.8)	(4.9)	0.0	N/A	11.2
06/24e	262.1	55.7	27.5	5.7	0.0	18.4	7.5
06/25e	238.0	62.5	41.4	8.6	0.0	12.3	6.7

Note: \*Underlying. \*\*PBT and EPS are normalised, excluding amortisation of acquired intangibles, exceptional items and share-based payments.

On 31 October 2022, PFSL (the UK general purpose reloadable business) agreed with the FCA, via a Voluntary Application for Imposition of Requirements (VREQ), to temporarily stop onboarding new customers, agents and distributors. PFSL has since executed a regulatory risk and compliance improvement programme, which was subject to third party assurance review. PFSL successfully applied to the FCA for removal of the VREQ restriction.

With this restriction lifted and the other measures taken by the group noted above, EML is now in a position to focus on profitable growth, with a substantially reduced level of distraction for management.

18 March 2024

**Price** **A\$1.055**  
**Market cap** **A\$396m**

Net debt (A\$m) at end H124	13.7
Shares in issue	374.9m
Free float	93%
Code	EML
Primary exchange	ASX
Secondary exchange	N/A

## Share price performance



## Business description

EML Payments is a payment solutions company managing thousands of programmes across 32 countries in Europe, North America and Australia. It provides payment solutions for banking, credit and disbursement services, earned wage access, gifts, incentives and rewards, and open banking and FX.

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