

Tungsten Corp PLC

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Tungsten Corp sees better momentum despite big loss

Tungsten Corp PLC (LON:TUNG) ran up another big loss in the year just ended but said recovery momentum is building.

The online invoice group expects to conclude the sale of its bank in October, which it estimates will free up £30m of cash for the ongoing business.

Revenues in the year to April rose 16% to £26.1m, while underlying losses (EBITDA) improved to £18.7m (£25.2m).

Total pre-tax losses were £28.6m (£27.9m).

Going forward, Tungsten expects revenues will rise to £30m in the current year while underlying losses will reduce to between £12-14m, which includes £1.3m from the bank.

By the end of the 2017 financial year, cash will be £20m in surplus.

Richard Hurwitz, chief executive, said: "We are building momentum in our business through our strategy of focusing on profitable growth.

"Evidence of our progress is displayed in the talent we have attracted, our improved contract pricing, the value-added new buyers who have joined our network, the resizing of costs to match our tangible opportunities, and our strengthened balance sheet.

"Tungsten Network processes invoices for 70% of the FTSE 100 and 72% of the Fortune 500 and we are committed to helping these and other businesses do business better."

Nick Parker, chairman, added: The results demonstrate the impetus this executive team has brought, with revenue growth, expense control and cash preservation performing broadly in line with prior guidance."

Price: 49p

Market Cap: £61.78M

1 Year Share Price Graph



Share Information

Code: TUNG

Listing: AIM

52 week High Low
62.00p 19.95p

Sector: Software & Computer Services

Website:
www.tungstencorporationplc.com

Company Synopsis:

Tungsten Network accelerates global trade by enabling touchless invoice processing, strengthened cash flow and better buying decisions. Tungsten Network also includes invoice and workflow automation featuring standards-based, validated integration for Oracle E-Business Suite and JD Edwards, and SAP certified integration.

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