

Stock Data

Share Price: 0.015p
Market Cap.: £0.48m
Shares in issue: 3,223.6m

Company Profile

Sector: Media
Ticker: CTEAL
Exchange: AIM

Activities

Catena Innovation ('the Company') provides specialised Distributed Ledger Technology ('DLT') otherwise known as blockchain' solutions to the digital media technology sector with the intention of solving commercial challenges and providing opportunities for clients.

Share price performance



Source: LSE

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TPI acts as joint broker to Catena Innovation Plc

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Catena Innovation Plc

All resolutions were duly passed at today's General Meeting. Further to its announcement of 20th December, however, the Board again reminded shareholders that the Company's working capital position remains very weak. Having now been provided with increased authorisation to issue shares on a non-pre-emptive basis, it went on to state that it is in advance negotiations with a number of parties and was hopeful that it would secure up to £100,000 of immediate short-term debt funding, which would enable it to continue trading. The terms and amount of any subsequent placing are yet to be determined and a further announcement will be made in due course.

Admission of New Ordinary Shares

The proposed Capital Reorganisation, which comprised a consolidation of each Existing Ordinary Share of 0.1 pence each into a Consolidated Share of 10 pence each, immediately followed by a subdivision of each Consolidated Share into one New Ordinary Share of 0.2 pence and one Deferred Share of 9.8 pence as a result of today's vote, will become effective. Following the Capital Reorganisation, the Company's issued share capital will comprise 32,236,017 ordinary shares of 0.2p nominal value and 32,236,017 Deferred Shares. The New Ordinary Shares are expected to be Admitted to trading on AIM on or around 27th December 2019.

Directorate Changes

Non-executive Director Mr. Anthony Michael Flynn has resigned as a director of the Company with immediate effect, in order to pursue personal interests. Mr John Farthing, a highly experienced corporate executive and the Company's current Chief Financial Officer and Company Secretary, has indicated his willingness to be appointed to the Board, subject to the outcome of normal regulatory due diligence.

Recent 'OnSide' Agreements

On 19th December, Catena confirmed it had signed a new 'OnSide' agreement with Bradford City FC Community Foundation, alongside the renewal of its existing contract with Southend United Community and Educational Trust. Together, these are seen as a significant vote of confidence in the Company's innovative, centralised management tool, which has been specifically developed for sports organisations.

The General Meeting's positive outcome positions the Company to take advantage of potential growth opportunities in 2020. Investors have already taken on board Catena's September warning of lower second half sales and higher than expected fully year losses; subsequent announcements had also been clear about the Company's urgent need to re-strengthen its balance sheet. The fact that its targeted operational sectors had remained depressed during the period, with a reluctance to commit against a context of economic slow-down and Brexit uncertainty therefore held little surprise. From this starting point, however, and against a background of improved confidence following the recent General Election, the Board is now seeking opportunities and initiatives to expand into new sectors and to diversify its revenue streams. This, of course, remains dependent on the management's ability to successfully plug the short-term debt funding gap within the next 2 -3 weeks.

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