



EVmo Reports First Quarter 2022 Financial Results

- *Management reaffirms revenue guidance of between \$18.0M and \$19.4M for 2022*
- *Shareholders' equity turned positive in Q1, ending the quarter at \$8.0M*
- *Strengthened balance sheet expected to improve leasing terms*
- *Company to host conference call to discuss results on May 19 at 4:30 p.m. ET*

LOS ANGELES, May 18, 2022 (GLOBE NEWSWIRE) -- **EVmo, Inc.** (OTC: YAYO), a leading provider of vehicles to the rideshare and delivery gig economy industry, today announced financial results for its first quarter ended March 31, 2022.

Key Highlights:

- Q1 2022 revenue of \$2.5 million, up 6.7% compared to Q1 2021 revenue of \$2.3 million with no new cars deployed during the quarter
- Rapid expansion now underway, fueled by a \$15 million debt facility in July 2021 and non-dilutive financing announced in Q1 2022, with expected addition of 400 vehicles quarterly to the Company's fleet in 2022
- Reported positive shareholders' equity of \$8.0 million, up from negative equity of \$4.4 million at year-end 2021; first time Company has reported positive shareholders' equity; strengthened balance sheet expected to improve leasing terms
- Record driver retention with average rental days per driver up 8% over Q1 2021
- EVs and hybrids are now 34% of the Company's approximately 635 total vehicle fleet; EVmo remains on track to expand fleet to more than 2,000 vehicles by year-end 2022

"We are at an exciting inflection point in the ongoing evolution of EVmo," commented Stephen Sanchez, CEO of EVmo. "With non-dilutive financing partnerships and commitments secured, we are now beginning to rapidly scale our fleet. We began this process subsequent to the end of Q1 after securing financial commitments in March. We are confident we now have the resources to reach our goal of adding approximately 400 cars to our fleet each quarter through the remainder of the year, which will enable us to achieve our target of more than 2,000 vehicles by year-end 2022. Looking further ahead, we anticipate fleet growth will accelerate in 2023 and are targeting a minimum 25% growth in the number of new vehicles we add to our fleet quarterly, with longer term targets well in excess of that growth."

“As we have previously said, our model calls for 45% gross margins and 25% EBITDA margin at scale of approximately 2,000 cars, excluding vehicle depreciation. Based on this model, achieving our 2023 quarterly targets for fleet expansion would generate revenue of \$50 million for the year with \$12.5 million EBITDA,” continued Sanchez. We believe our model and margins, combined with our management capability, can establish us as the clear industry leader in 2022. And importantly, we expect to be able to fund exponential growth from operating cash flow at scale, which we are on track to reach by year-end 2022, opening new access to non-dilutive debt capital to further accelerate our model.”

First Quarter 2022 Financial Results:

- Revenue for the three months ended March 31, 2022 was \$2.5 million, up 6.7% from revenue of \$2.3 million in the first quarter of 2021. Revenue growth in Q1 was primarily driven by an increase in the Company’s rental fleet and increase in daily rental rate.
- Cost of revenues in the three months ended March 31, 2022 was \$2.0 million, up from \$1.8 million in the first quarter of 2021. The increase was due to higher depreciation expense, insurance expense and vehicle repairs due to an increase in fleet size.
- Selling and marketing expenses were \$0.1 million for the three months ended March 31, 2022, a 61.2% decrease compared to the first quarter of 2021. The decrease is due to an effective focused advertising campaign and high vehicle demand that reduces the cost of client acquisition.
- Net loss totaled \$1.5 million for the three months ended March 31, 2022, an improvement of \$2.9 million from the net loss of \$4.4 million in the first quarter of 2021. The improvement is primarily due to lower interest expense and financing costs.
- At March 31, 2022, the Company’s current assets totaled \$12.0 million, current liabilities totaled \$4.6 million, and working capital was \$7.5 million. At December 31, 2021, the Company’s current assets totaled \$4.0 million, current liabilities totaled \$7.1 million, and working capital was a deficit of \$3.0 million.
- Cash and cash equivalents totaled \$11.0 million as of March 31, 2022, up from \$1.9 million as of December 31, 2021.

Guidance

The Company expects full-year 2022 revenue to be between \$18.2 million and \$19.4 million with full-year gross margins of between 36% and 40% before vehicle depreciation.

Webcast and Conference Call

The Company will host a conference call and audio-only webcast to discuss its first quarter 2022 results on Thursday, May 19, at 4:30 p.m. ET. Shareholders and other interested parties may participate in the conference call by dialing 1-877-407-0784 (U.S. Toll-Free) or 1-201-689-8560 (International) a few minutes before the 4:30 p.m. ET start time. An audio-only webcast is also available by visiting:

https://viaid.webcasts.com/starthere.jsp?ei=1550257&tp_key=d26681fb80

For interested individuals unable to join the conference call, a dial-in replay of the call will be available until June 2, 2022 and can be accessed by dialing +1-844-512-2921 (U.S. Toll Free) or +1-412-317-6671 (International) and entering replay pin number: 13730133.

About EVmo, Inc.

EVmo, Inc. bridges the gap between rideshare and "last mile" delivery drivers in need of suitable vehicles and the companies in the rideshare, delivery and logistics businesses that depend on attracting and keeping drivers. EVmo, Inc. is a leading provider of rental vehicles to drivers and delivery companies in this ever-expanding gig economy. The Company uniquely supports drivers in both the higher and lower economic categories with innovative policies and programs.

The Company provides an online rideshare vehicle booking platform to service the ridesharing and delivery gig economy which includes both our owned and maintained passenger and cargo delivery fleet and third-party fleets. We also provide fleet management services with our industry leading technology platform to fleet providers. EVmo provides cargo storage vans to the last-mile delivery and logistics industry.

The company provides SEC filings, investor events, press and earnings releases about our financial performance on the investor relations section of our website (www.evmo.com).

Forward-Looking Statement Disclaimer

This press release contains forward-looking statements within the meaning of the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. All statements other than statements of historical fact in this press release are forward-looking statements. These forward-looking statements involve known and unknown risks and uncertainties and are based on current expectations and projections about future events and financial trends that the company believes may affect its financial condition, results of operations, business strategy and financial needs. Investors can identify these forward-looking statements by words or phrases such as "may," "will," "expect," "anticipate," "aim," "estimate," "intend," "plan," "believe," "potential," "continue," "is/are likely to" or other similar expressions. The company undertakes no obligation to update forward-looking statements to reflect subsequent occurring events or circumstances, or changes in its expectations, except as may be required by law. Although the company believes that the expectations expressed in these forward-looking statements are reasonable, it cannot assure you that such expectations will turn out to be correct, and the company cautions investors that actual results may differ materially from the anticipated results.

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For more investor information go to

www.Evmo.com