

Attention Business/Financial Editors:

Evertz Technologies reports Record Quarterly Revenue of \$139 million in the third quarter ended January 31, 2026.

Burlington, March 4, 2026, Evertz Technologies Limited (TSX:ET), the leader in Software Defined Video Network (“SDVN”) technology, today reported its results for the third quarter ended January 31, 2026.

Third Quarter 2026 Highlights

- Record quarterly revenue of \$139.3 million, an increase of \$2.4 million or 2% from the prior year quarter
- International quarterly revenue of \$43.7 million up \$5.9 million or 15% from the prior year quarter
- Earnings from operations, before foreign exchange, of \$28.1 million, an increase of \$3.9 million or of 16% from the prior year
- Net earnings of \$18.7 million for the quarter
- Fully diluted earnings per share of \$0.24 for the quarter

Selected Financial Information

Consolidated Statement of Earnings Data

(in thousands of dollars, except earnings per share and share data)

	<u>Q3 ' 26</u>	<u>Q3 ' 25</u>
Revenue	\$ 139,333	\$ 136,916
Gross margin	81,246	79,098
Earnings from operations	25,818	28,108
Earnings from operations (before foreign exchange)	28,133	24,213
Net earnings	18,662	21,076
Fully-diluted earnings per share	\$ 0.24	\$ 0.27
Fully-diluted shares	76,679,260	76,860,180

Selected Financial Information

Consolidated Balance Sheet Data

(in thousands of dollars)

	<u>Q3 ' 26</u>	<u>YE ' 25</u>
Cash and cash equivalents	\$ 24,790	\$ 111,665
Working capital	133,184	206,900
Total assets	417,037	469,485
Shareholders' equity	196,529	268,123

Revenue

For the quarter ended January 31, 2026, revenues were \$139.3 million, an increase of \$2.4 million compared to revenues of \$136.9 million for the quarter ended January 31, 2025. For the quarter, revenues in the United States/Canada region were \$95.6 million, a decrease compared to \$99.1 million in the same quarter last year. The International region had revenues of \$43.7 million, an increase of \$5.9 million or 15.5% compared to \$37.8 million in the same quarter last year.

Gross Margin

Gross margin for the third quarter ended January 31, 2026 was \$81.2 million, an increase of \$2.1 million or 2.7% compared to \$79.1 million for the third quarter ended January 31, 2025. As a percentage of revenue, the gross margin was 58.3% for the third quarter ended January 31, 2026 compared to 57.8% for the third quarter ended January 31, 2025.

Earnings

For the quarter ended January 31, 2026, net earnings, before the impact of foreign exchange was \$28.1 million, an increase compared to \$24.2 million in the corresponding period last year. For the quarter ended January 31, 2026, net earnings were \$18.7 million compared to \$21.1 million in the corresponding period last year.

For the quarter ended January 31, 2026, earnings per share on a fully-diluted basis were \$0.24 as compared to \$0.27 in the corresponding period last year.

Operating Expenses

For the quarter ended January 31, 2026, selling and administrative expenses were \$18.6 million as compared to \$19.2 million for the quarter ended January 31, 2025.

For the quarter ended January 31, 2026, gross research and development expenses were \$36.7 million as compared to \$36.6 million for the quarter ended January 31, 2025.

Liquidity and Capital Resources

The Company's working capital as at January 31, 2026 was \$133.2 million as compared to \$206.9 million on April 30, 2025.

Cash and cash equivalent was \$24.8 million as at January 31, 2026 as compared to \$111.7 million on April 30, 2025.

Cash generated from operations was \$29.3 million for the quarter ended January 31, 2026 as compared to \$53.0 million cash generated for the quarter ended January 31, 2025. Before taking into account taxes and the changes in non-cash working capital and current taxes, the Company generated \$24.9 million from operations for the quarter ended January 31, 2026 compared to \$26.8 million for the same period last year.

For the quarter, the Company used \$7.0 million from investing activities which includes the acquisition of an airplane for \$4.4 million.

For the quarter, the Company used cash in financing activities of \$92.4 million which was principally a result of the payment of dividends of \$91.0 million, including a special dividend of \$75.5 million.

Shipments and Backlog

At the end of February 2026, purchase order backlog was in excess of \$246 million and shipments during the month of February 2026 were \$32 million.

Dividend Declared

Evertz Board of Directors declared a regular quarterly dividend on March 4, 2026 of \$0.205 per share.

The dividend is payable to shareholders of record on March 13, 2026 and will be paid on or about March 20, 2026.

Selected Consolidated Financial Information
(in thousands of dollars, except earnings per share and percentages)

Selected Consolidated Financial Information

(in thousands of dollars except earnings per share and share data)

	Three month period ended		Nine month period ended	
	January 31,		January 31,	
	2026	2025	2026	2025
Revenue	\$ 139,333	\$ 136,916	\$ 384,213	\$ 373,818
Cost of goods sold	58,087	57,818	156,296	154,198
Gross margin	81,246	79,098	227,917	219,620
Expenses				
Selling and administrative	18,596	19,198	56,322	55,174
General	797	1,318	3,332	3,901
Research and development	36,739	36,584	110,357	110,237
Investment tax credits	(4,758)	(3,529)	(12,455)	(10,879)
Share based compensation	1,739	1,314	3,721	3,756
Foreign exchange loss (gain)	2,315	(3,895)	804	(4,677)
	55,428	50,990	162,081	157,512
Earnings before undernoted	25,818	28,108	65,836	62,108
Finance income	590	531	2,597	2,073
Finance costs	(281)	(421)	(1,139)	(1,104)
Other (expenses) income	(333)	(62)	(235)	249
Earnings before income taxes	25,794	28,156	67,059	63,326
Provision for (recovery of) income taxes				
Current	7,286	7,505	16,207	18,381
Deferred	(154)	(425)	1,678	(1,779)
	7,132	7,080	17,885	16,602
Net earnings for the period	\$ 18,662	\$ 21,076	\$ 49,174	\$ 46,724
Net earnings attributable to non-controlling interest	204	161	349	336
Net earnings attributable to shareholders	18,458	20,915	48,825	46,388
Net earnings for the period	\$ 18,662	\$ 21,076	\$ 49,174	\$ 46,724
Earnings per share				
Basic	\$ 0.24	\$ 0.28	\$ 0.65	\$ 0.61
Diluted	\$ 0.24	\$ 0.27	\$ 0.64	\$ 0.60

Consolidated Balance Sheet Data

	As at	
	January 31, 2026	April 30, 2025
Cash and cash equivalents	\$ 24,790	\$ 111,665
Inventory	\$ 195,418	\$ 181,011
Working capital	\$ 133,184	\$ 206,900
Total assets	\$ 417,037	\$ 469,485
Shareholders' equity	\$ 196,529	\$ 268,123

Number of common shares outstanding:

Basic	75,528,850	75,750,235
Fully-diluted	79,979,150	80,627,710

Weighted average number of shares outstanding:

Basic	75,498,904	76,010,401
Fully-diluted	76,706,039	76,975,472

Forward-Looking Statements

The report contains forward-looking statements reflecting Evertz's objectives, estimates and expectations. Such forward looking statements use words such as "may", "will", "expect", "believe", "anticipate", "plan", "intend", "project", "continue" and other similar terminology of a forward-looking nature or negatives of those terms.

Although management of the Company believes that the expectations reflected in such forward-looking statements are reasonable, all forward-looking statements address matters that involve known and unknown risks, uncertainties and other factors. Accordingly, there are or will be a number of significant factors which could cause the Company's actual results, performance or achievements, or industry results to be materially different from any future results performance or achievements expressed or implied by such forward-looking statements.

Conference Call

The Company will hold a conference call with financial analysts to discuss the results on March 4, 2026 at 5:00 p.m. (EDT). Media and other interested parties are invited to join the conference call in listen only mode. The conference call may be accessed by dialing 1-289-514-5100 or Toll Free (North America) 1-800-717-1738.

For those unable to listen to the live call, a rebroadcast will also be available until April 4, 2026. The rebroadcast can be accessed at 1-289-819-1325 or Toll Free 1-888-660-6264, passcode 66926#.

About Evertz

Evertz Technologies Limited (TSX: ET) designs, manufactures and markets video and audio infrastructure solutions for the production, post-production and transmission of video content. The Company's solutions are purchased by the television broadcast, telecommunications, professional audio-visual, content creator, advanced education, government, military, enterprise, and new media sectors to support increasingly complex multi-channel digital and high-definition, Ultra HD, and high dynamic range formats and next generation high bandwidth low latency IP network environments. The Company's products allow its customers to generate additional revenue while reducing costs through efficient, highly reliable and secure signal routing, distribution, monitoring and management of content as well as the automation and orchestration of more streamlined and agile workflow processes on premise and in the "Cloud".