

Attention Business/Financial Editors:

Burlington, June 24, 2026, Evertz Technologies Limited (TSX:ET), the leader in Software Defined Video Network (“SDVN”) technology, today reported its results for the fourth quarter and year ended April 30, 2026.

Fiscal 2026 Highlights

- Record Annual Revenues in excess of a half billion dollars, totaling \$515.8 million for the year
- Reoccurring software, services and other software of \$240.7 million, an increase of 8% from the prior year and representing 47% of total revenue in fiscal 2026
- International revenue of \$148.0 million, an increase of 16% or \$20.8 million from the prior year
- Earnings from operations of \$87.3 million, an increase of \$5.8 million from the prior year
- Net earnings of \$64.4 million for the year, an increase of \$4.7 million from the prior year
- Fully diluted earnings per share of \$0.83 for the year

Fourth Quarter 2026 Highlights

- Quarterly revenue of \$131.6 million an increase of 3% from the prior year
- Reoccurring software, services and other software of \$65.8 million, an increase of 17% from the prior year
- Net earnings of \$15.2 million for the quarter, an increase of \$2.2 million from the prior year
- Fully diluted earnings per share of \$0.20 for the quarter, an increase of 18% from the prior year

Selected Financial Information

Consolidated Statement of Earnings Data

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

	<u>Q4'26</u>	<u>Q4'25</u>	<u>YE'26</u>	<u>YE'25</u>
Revenue	\$ 131,568	\$ 127,805	\$ 515,781	\$ 501,623
Gross margin	78,070	78,885	305,987	298,505
Earnings from operations	21,486	19,404	87,322	81,512
Net earnings	15,247	13,043	64,421	59,767
Fully-diluted earnings per share	\$ 0.20	\$ 0.17	\$ 0.83	\$ 0.77
Fully-diluted shares	77,347,001	76,805,024	76,814,543	76,975,472

Selected Financial Information
Consolidated Balance Sheet Data
(in thousands of dollars)

	<u>YE ' 26</u>	<u>YE ' 25</u>
Cash and cash equivalents	\$ 19,117	\$ 111,665
Working capital	131,749	206,900
Total assets	424,989	469,485
Shareholders' equity	198,167	268,123

Revenue

For the quarter ended April 30, 2026, revenues were \$131.6 million compared to revenues of \$127.8 million for the quarter ended April 30, 2025. For the quarter, revenues in the United States/Canada region were \$94.2 million, compared to \$106.5 million in the same quarter last year. The International region had revenues of \$37.4 million, an increase of \$16.1 million compared to \$21.3 million in the same quarter last year.

For the year ended, April 30, 2026, sales were \$515.8 million compared to sales of \$501.6 million for the year ended April 30, 2025. For the year, revenues in the United States/Canada region were \$367.8 million compared to \$374.4 million in the prior year. The International region had revenues of \$148.0 million compared to \$127.2 million, an increase of \$20.8 million from the prior year.

Gross Margin

For the quarter ended April 30, 2026, gross margin was \$78.1 million as compared to \$78.9 million in the same quarter last year. Gross margin percentage was approximately 59.3% as compared to 61.7% in the quarter ended April 30, 2025.

For the year ended April 30, 2026, gross margin was \$306.0 million as compared to \$298.5 million for the year ended April 30, 2025. Gross margin percentage was approximately 59.3% as compared to 59.5% for the prior year.

Earnings

For the quarter ended April 30, 2026, net earnings were \$15.2 million as compared to \$13.0 million in the corresponding period last year.

For the year ended April 30, 2026, net earnings were \$64.4 million as compared to \$59.7 million in the corresponding period last year.

For the quarter ended April 30, 2026, earnings per share on a fully-diluted basis were \$0.20 as compared to \$0.17 in the corresponding period last year.

For the year ended April 30, 2026, earnings per share on a fully-diluted basis were \$0.83 as compared to \$0.77 in the same period in 2025.

Operating Expenses

For the quarter ended April 30, 2026, selling and administrative expenses were \$20.7 million as compared to \$20.7 million for the quarter ended April 30, 2025.

For the year ended April 30, 2026, selling and administrative expenses were \$77.0 million as compared to \$75.9 million for the year ended April 30, 2025.

For the quarter ended April 30, 2026, gross research and development expenses were \$37.7 million as compared to \$36.5 million for the quarter ended April 30, 2025.

For the year ended April 30, 2026, gross research and development expenses were \$148.1 million as compared to \$146.8 million for the year ended April 30, 2025.

Liquidity and Capital Resources

The Company's working capital as at April 30, 2026 was \$131.7 million as compared to \$206.9 million on April 30, 2025.

Cash was \$19.1 million as at April 30, 2026 as compared to \$111.7 million on April 30, 2025.

Cash generated from operations was \$18.4 million for the quarter ended April 30, 2026 as compared to \$33.3 million cash generated for the quarter ended April 30, 2025. Before taking into account taxes and the changes in non-cash working capital and current taxes, the Company generated \$19.1 million from operations for the quarter ended April 30, 2026 compared to \$17.7 million for the same period last year.

Cash generated by operations was \$76.2 million for the 2026 fiscal year as compared to cash provided by operations of \$99.6 million for the 2025 fiscal year. Before taking into account taxes and the changes in non-cash working capital and current taxes, the Company generated \$86.4 million from operations for fiscal 2026 as compared to \$79.6 million for fiscal 2025.

For the quarter, the Company used \$3.9 million for investing activities.

For the year, the Company used \$17.8 million in investing activities which was principally driven by the acquisition of property, plant and equipment for \$18.7 million and partly offset by the disposal of property, plant and equipment for \$0.9 million.

For the quarter ended, the Company used cash in financing activities of \$17.1 million which was principally a result of the payment of dividends of \$15.4 million.

For the year ended April 30, 2026, the Company used cash in financing activities of \$147.1 million which was principally a result of the payment of dividends of \$136.7 million, including a special dividend of \$75.5 million, capital stock repurchase of \$4.1 million and \$4.5 million of lease payments.

Shipments and Backlog

At the end of May 2026, purchase order backlog was in excess of \$237 million and shipments during the month of May 2026 were \$33 million.

Dividend Declared

Evertz Board of Directors declared a regular quarterly dividend on June 24, 2026 of \$0.205 per share.

The dividend is payable to shareholders of record on July 6, 2026 and will be paid on or about July 13, 2026.

Selected Consolidated Financial Information

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

	Three month period ended		Twelve month period ended	
	April 30,		April 30,	
	2026	2025	2026	2025
Revenue	\$ 131,568	\$ 127,805	\$ 515,781	\$ 501,623
Cost of goods sold	53,498	48,920	209,794	203,118
Gross margin	78,070	78,885	305,987	298,505
Expenses				
Selling and administrative	20,721	20,684	77,043	75,858
General	848	1,348	4,180	5,249
Research and development	37,695	36,534	148,052	146,771
Investment tax credits	(4,565)	(4,747)	(17,020)	(15,626)
Share based compensation	2,268	1,203	5,989	4,959
Foreign exchange (gain) loss	(383)	4,459	421	(218)
	56,584	59,481	218,665	216,993
Earnings before undernoted	21,486	19,404	87,322	81,512
Finance income	167	706	2,764	2,779
Finance costs	(367)	(463)	(1,506)	(1,567)
Net loss on investments through profit and loss	-	(1,283)	-	(1,283)
Other income and expenses	(109)	214	(344)	463
Earnings before income taxes	21,177	18,578	88,236	81,904
Provision for (recovery of) income taxes				
Current	8,114	6,537	24,321	24,918
Deferred	(2,184)	(1,002)	(506)	(2,781)
	5,930	5,535	23,815	22,137
Net earnings for the period	\$ 15,247	\$ 13,043	\$ 64,421	\$ 59,767
Net earnings attributable to non-controlling interest	105	38	454	374
Net earnings attributable to shareholders	15,142	13,005	63,967	59,393
Net earnings for the period	\$ 15,247	\$ 13,043	\$ 64,421	\$ 59,767
Earnings per share				
Basic	\$ 0.20	\$ 0.17	\$ 0.85	\$ 0.78
Diluted	\$ 0.20	\$ 0.17	\$ 0.83	\$ 0.77

	April 30, 2026		April 30, 2025		April 30, 2024
Assets					
Current assets					
Cash and cash equivalents	\$ 19,117	\$	111,665	\$	86,325
Trade and other receivables	81,131		71,743		84,350
Contract assets	15,987		15,568		12,554
Prepaid expenses	14,974		9,677		11,179
Inventories	200,213		181,011		206,154
Income tax receivable	10,980		1,649		-
	<u>342,402</u>		<u>391,313</u>		<u>400,562</u>
Property, plant and equipment	41,459		32,211		34,384
Right-of-use assets	10,980		15,816		20,432
Goodwill	19,987		20,001		21,352
Intangible assets	-		346		1,098
Deferred income taxes	10,161		9,798		6,894
	<u>\$ 424,989</u>	\$	<u>469,485</u>	\$	<u>484,722</u>
Liabilities					
Current liabilities					
Trade and other payables	\$ 95,325	\$	67,982	\$	63,249
Provisions	5,953		5,269		4,946
Deferred revenue	99,672		101,035		117,913
Current portion of lease obligations	5,289		5,091		4,296
Current portion of redemption liability	4,414		3,798		3,811
Income tax payable	-		-		3,226
	<u>210,653</u>		<u>183,175</u>		<u>197,441</u>
Long term deferred revenue	4,609		1,238		1,684
Long term lease obligations	8,448		13,781		18,920
	<u>223,710</u>		<u>198,194</u>		<u>218,045</u>
Equity					
Capital stock	146,589		144,978		145,721
Share based payment reserve	28,112		24,195		19,246
Accumulated other comprehensive income	7,229		6,568		1,197
Retained earnings	16,237		92,382		97,103
	<u>23,466</u>		<u>98,950</u>		<u>98,300</u>
Total equity attributable to shareholders	198,167		268,123		263,267
Non-controlling interest	3,112		3,168		3,410
	<u>201,279</u>		<u>271,291</u>		<u>266,677</u>
	<u>\$ 424,989</u>	\$	<u>469,485</u>	\$	<u>484,722</u>

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 June 24, 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 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 July 24, 2026. The rebroadcast can be accessed at 289-819-1325 or toll-free 1-888-660-6264. The passcode for the rebroadcast is 92814#.

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".