

Interim condensed consolidated financial statements of

**EVERTZ TECHNOLOGIES LIMITED**

Three month and Six month periods ended October 31, 2014 and 2013  
(Unaudited)

## **MANAGEMENT REPORT**

The management of Evertz Technologies Limited (“Evertz” or the “Company”) is responsible for the preparation of the accompanying interim condensed consolidated financial statements. The interim condensed consolidated financial statements have been prepared in accordance with International Financial Reporting Standards and are considered by management to present fairly the consolidated financial position, operating results and cash flows of the Company.

These interim condensed consolidated financial statements have not been reviewed by the auditor. These interim condensed consolidated financial statements are unaudited and include all adjustments, consisting of normal and recurring items, that management considers necessary for the fair presentation of the consolidated financial position, results of operations and cash flows.

# EVERTZ TECHNOLOGIES LIMITED

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(Unaudited)

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Three month and Six month periods ended October 31, 2014 and 2013

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# EVERTZ TECHNOLOGIES LIMITED

Interim Condensed Consolidated Statements of Financial Position  
(Unaudited)

As at October 31, 2014 and April 30, 2014  
(In thousands of Canadian dollars)

	October 31, 2014	April 30, 2014
<b>Assets</b>		
Current assets		
Cash and cash equivalents	\$ 90,384	\$ 101,956
Trade and other receivables	85,362	87,981
Prepaid expenses	4,584	4,704
Inventories	150,105	134,561
Income tax receivable	-	1,735
	330,435	330,937
Property, plant and equipment (note 3)	50,287	51,831
Goodwill (note 4)	18,193	18,269
Intangible assets	34	243
	\$ 398,949	\$ 401,280
<b>Liabilities</b>		
Current liabilities		
Trade and other payables	\$ 31,302	\$ 44,888
Provisions (note 5)	1,618	1,624
Deferred revenue	9,425	10,096
Current portion of long term debt	400	415
Income tax payable	2,437	-
	45,182	57,023
Long term debt	1,096	1,372
Deferred taxes	4,184	6,468
	50,462	64,863
<b>Equity</b>		
Capital stock (note 6)	95,624	92,931
Share based payment reserve	10,995	10,217
Accumulated other comprehensive earnings	1,824	2,966
Retained earnings	237,132	227,364
	238,956	230,330
Total equity attributable to shareholders	345,575	333,478
Non-controlling interest	2,912	2,939
	348,487	336,417
	\$ 398,949	\$ 401,280

See accompanying notes to the interim condensed consolidated financial statements.

## EVERTZ TECHNOLOGIES LIMITED

Interim Condensed Consolidated Statements of Changes in Equity  
(Unaudited)

Six month periods ended October 31, 2014 and 2013  
(In thousands of Canadian dollars)

	Capital stock	Share based payment reserve	Accumulated other comprehensive earnings (loss)	Retained earnings	Total equity attributable to shareholders	Non- controlling interest	Total Equity
<b>Balance at April 30, 2013</b>	<b>\$ 81,453</b>	<b>\$ 10,727</b>	<b>\$ (1,063)</b>	<b>\$ 315,680</b>	<b>\$ 406,797</b>	<b>\$ 2,938</b>	<b>\$ 409,735</b>
Net earnings for the period	-	-	-	27,155	27,155	281	27,436
Foreign currency translation adjustment	-	-	1,748	-	1,748	84	1,832
<b>Total comprehensive earnings for the period</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,748</b>	<b>\$ 27,155</b>	<b>\$ 28,903</b>	<b>\$ 365</b>	<b>\$ 29,268</b>
Dividends declared	-	-	-	(23,670)	(23,670)	(600)	(24,270)
Share based compensation expense	-	1,385	-	-	1,385	-	1,385
Exercise of employee stock options	4,358	-	-	-	4,358	-	4,358
Transfer on stock option exercise	2,198	(2,198)	-	-	-	-	-
Repurchase of common shares	(4)	-	-	(40)	(44)	-	(44)
<b>Balance at October 31, 2013</b>	<b>\$ 88,005</b>	<b>\$ 9,914</b>	<b>\$ 685</b>	<b>\$ 319,125</b>	<b>\$ 417,729</b>	<b>\$ 2,703</b>	<b>\$ 420,432</b>
<b>Balance at April 30, 2014</b>	<b>\$ 92,931</b>	<b>\$ 10,217</b>	<b>\$ 2,966</b>	<b>\$ 227,364</b>	<b>\$ 333,478</b>	<b>\$ 2,939</b>	<b>\$ 336,417</b>
Net earnings for the period	-	-	-	33,560	33,560	489	34,049
Foreign currency translation adjustment	-	-	(1,142)	-	(1,142)	(16)	(1,158)
<b>Total comprehensive earnings for the period</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (1,142)</b>	<b>\$ 33,560</b>	<b>\$ 32,418</b>	<b>\$ 473</b>	<b>\$ 32,891</b>
Dividends declared	-	-	-	(23,792)	(23,792)	(500)	(24,292)
Share based compensation expense	-	1,366	-	-	1,366	-	1,366
Exercise of employee stock options	2,105	-	-	-	2,105	-	2,105
Transfer on stock option exercise	588	(588)	-	-	-	-	-
<b>Balance at October 31, 2014</b>	<b>\$ 95,624</b>	<b>\$ 10,995</b>	<b>\$ 1,824</b>	<b>\$ 237,132</b>	<b>\$ 345,575</b>	<b>\$ 2,912</b>	<b>\$ 348,487</b>

See accompanying notes to the interim condensed consolidated financial statements.

# EVERTZ TECHNOLOGIES LIMITED

Interim Condensed Consolidated Statements of Earnings  
(Unaudited)

Three month and six month periods ended October 31, 2014 and 2013  
(In thousands of Canadian dollars, except per share amounts)

	Three month period ended		Six month period ended	
	October 31,		October 31,	
	2014	2013	2014	2013
Revenue	\$ 82,889	\$ 81,244	\$ 180,903	\$ 145,102
Cost of goods sold	36,324	34,592	78,517	61,736
Gross margin	46,565	46,652	102,386	83,366
Expenses				
Selling, administrative and general (note 7)	16,426	15,136	31,635	28,210
Research and development	15,121	14,625	30,941	28,084
Investment tax credits	(2,387)	(3,008)	(4,853)	(5,865)
Foreign exchange gain	(2,123)	(956)	(1,380)	(3,465)
	27,037	25,797	56,343	46,964
	19,528	20,855	46,043	36,402
Finance income	201	603	394	1,224
Finance costs	(76)	(112)	(143)	(214)
Other income and expenses	(113)	(92)	27	(85)
Earnings before income taxes	19,540	21,254	46,321	37,327
Provision for (recovery of) income taxes				
Current	5,249	5,345	14,560	11,715
Deferred	(52)	289	(2,288)	(1,824)
	5,197	5,634	12,272	9,891
Net earnings for the period	\$ 14,343	\$ 15,620	\$ 34,049	\$ 27,436
Net earnings attributable to non-controlling interest	194	198	489	281
Net earnings attributable to shareholders	14,149	15,422	33,560	27,155
Net earnings for the period	\$ 14,343	\$ 15,620	\$ 34,049	\$ 27,436
Earnings per share (note 13)				
Basic	\$ 0.19	\$ 0.21	\$ 0.45	\$ 0.37
Diluted	\$ 0.19	\$ 0.21	\$ 0.45	\$ 0.37

See accompanying notes to the interim condensed consolidated financial statements.

## **EVERTZ TECHNOLOGIES LIMITED**

Interim Condensed Consolidated Statements of Comprehensive Income  
(Unaudited)

Three month and six month periods ended October 31, 2014 and 2013  
(In thousands of Canadian dollars)

	<b>Three month period ended</b>		<b>Six month period ended</b>	
	<b>October 31,</b>		<b>October 31,</b>	
	<b>2014</b>	<b>2013</b>	<b>2014</b>	<b>2013</b>
Net earnings for the period	\$ 14,343	\$ 15,620	\$ 34,049	\$ 27,436
Items that may be reclassified to net earnings:				
Foreign currency translation adjustment	(674)	1,894	(1,158)	1,832
<b>Comprehensive earnings</b>	<b>\$ 13,669</b>	<b>\$ 17,514</b>	<b>\$ 32,891</b>	<b>\$ 29,268</b>
Comprehensive earnings/attributable to non-controlling interest	\$ 218	\$ 233	\$ 473	\$ 365
Comprehensive earnings attributable to shareholders	\$ 13,451	\$ 17,281	\$ 32,418	\$ 28,903
Comprehensive earnings	\$ 13,669	\$ 17,514	\$ 32,891	\$ 29,268

See accompanying notes to the interim condensed consolidated financial statements.

# EVERTZ TECHNOLOGIES LIMITED

Interim Condensed Consolidated Statements of Cash Flows  
(Unaudited)

Three month and six month periods ended October 31, 2014 and 2013  
(In thousands of Canadian dollars)

	Three month period ended October 31,		Six month period ended October 31,	
	2014	2013	2014	2013
<b>Operating activities</b>				
Net earnings for the period	\$ 14,343	\$ 15,620	\$ 34,049	\$ 27,436
Add: Items not involving cash				
Depreciation of property, plant and equipment	2,573	2,465	5,284	4,795
Amortization of intangible assets	102	92	205	181
Gain on instruments held for trading	-	(41)	-	(81)
Loss on disposal of property, plant and equipment	7	298	33	298
Share based compensation	462	669	1,366	1,385
Interest expense	15	48	28	93
Deferred income tax expense (recovery)	(52)	289	(2,288)	(1,824)
	17,450	19,440	38,677	32,283
Current tax expenses, net of investment tax credits	2,978	2,337	9,707	5,850
Income taxes paid	(4,818)	(581)	(5,639)	(1,016)
Changes in non-cash working capital items (note 8)	(16,314)	(11,506)	(28,160)	(24,722)
Cash provided by operating activities	(704)	9,690	14,585	12,395
<b>Investing activities</b>				
Acquisition of property, plant and equipment	(1,997)	(1,636)	(4,490)	(5,155)
Proceeds from disposal of property, plant and equipment	29	187	49	187
Cash used in investing activities	(1,968)	(1,449)	(4,441)	(4,968)
<b>Financing activities</b>				
Repayment of long term debt	(96)	(97)	(169)	(212)
Interest paid	(15)	(48)	(28)	(93)
Dividends paid	(11,904)	(11,844)	(23,792)	(23,670)
Dividends paid by subsidiaries to non-controlling interests	(500)	-	(500)	(600)
Capital stock repurchased	-	-	-	(44)
Capital stock issued	2,061	194	2,105	4,358
Cash used in financing activities	(10,454)	(11,795)	(22,384)	(20,261)
Effect of exchange rates on cash and cash equivalents	142	707	668	275
Decrease in cash and cash equivalents	(12,984)	(2,847)	(11,572)	(12,559)
Cash and cash equivalents beginning of period	103,368	198,946	101,956	208,658
Cash and cash equivalents end of period	\$ 90,384	\$ 196,099	\$ 90,384	\$ 196,099

See accompanying notes to the interim condensed consolidated financial statements.



# EVERTZ TECHNOLOGIES LIMITED

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Three month and Six month periods ended October 31, 2014 and 2013  
(in thousands of Canadian dollars, except for “number of common shares”, “number of options” and “per share”  
information)

Evertz Technologies Limited (“Evertz” or the “Company”) is incorporated under the *Canada Business Corporations Act*. The Company is incorporated and domiciled in Canada and the registered head office is located at 5292 John Lucas Drive, Burlington, Ontario, Canada. The Company is a leading equipment provider to the television broadcast industry. The Company designs, manufactures and distributes video and audio infrastructure equipment for the production, post-production, broadcast and telecommunications markets.

### 1. STATEMENT OF COMPLIANCE

These interim condensed consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) and under the IAS 34 “Interim Financial Reporting” using the same accounting policies as described in the Company’s consolidated financial statements for the year ended April 30, 2014, except as disclosed in Note 2.

These interim condensed consolidated financial statements do not include all information and note disclosures required by IFRS for annual financial statements, and therefore; should be read in conjunction with the April 30, 2014 annual consolidated financial statements.

These interim condensed consolidated financial statements were authorized for issue by the Board of Directors on December 3, 2014.

### 2. SIGNIFICANT ACCOUNTING POLICIES

#### Changes in Accounting Policies

##### *Financial Instruments*

Effective May 1, 2014, the Company adopted amendments to IAS 32, *Financial Instruments: Presentations* (“IAS 32”), which clarified certain aspects of the requirements to offset. The amendments focus on the criterion that an entity currently has a legally enforceable right to set off the recognized amounts and the criterion that an entity intends either to settle on a net basis or to realize the asset and settle the liability simultaneously. The adoption of the amendments did not have a material impact on the Interim Condensed Consolidated Financial Statements.

##### *Levies*

Effective May 1, 2014, the Company adopted IFRIC 21, *Levies* (“IFRIC 21”) which provides guidance on accounting for levies in accordance with IAS 37, *Provisions, Contingent Liabilities and Contingent Assets*. IFRIC 21 defines a levy as an outflow from an entity imposed by a government in accordance with legislation and confirms that an entity recognizes a liability for a levy only when the triggering event specified in the legislation occurs. IFRIC 21 did not have a material impact on the Interim Condensed Consolidated Financial Statements.

Note #2 continued ...

### **New and Revised IFRSs Issued but Not Yet Effective**

Following is a listing of amendments, revisions and new International Financial Reporting Standards issued but not yet effective. Unless otherwise indicated, earlier application is permitted. The Company has not yet determined the impact of the adoption of the following standards.

#### ***Financial Instruments***

IFRS 9, Financial instruments (“IFRS 9”) was issued by the IASB on November 12, 2009 and October 2010, and will replace IAS 39, *Financial Instruments: Recognition and Measurement* (“IAS 39”). IFRS 9 introduces new requirements for the financial reporting of financial assets and financial liabilities. IFRS 9 is effective for annual periods beginning on or after January 1, 2018.

#### ***Revenue***

IFRS 15, Revenue from contracts with customers (“IFRS 15”) was issued by the IASB in May 2014 and will replace IAS 11, Construction Contracts and IAS 18 Revenue. IFRS 15 specifies how and when revenue will be recognized. IFRS 15 is effective for annual periods beginning on or after January 1, 2017.

### **3. PROPERTY, PLANT AND EQUIPMENT**

	October 31, 2014			April 30, 2014		
	Cost	Accumulated Depreciation	Carrying Amount	Cost	Accumulated Depreciation	Carrying Amount
Office furniture and equipment	\$ 2,717	\$ 1,544	\$ 1,173	\$ 2,507	\$ 1,413	\$ 1,094
Research and development equipment	28,054	14,503	13,551	25,839	12,410	13,429
Airplanes	19,727	8,794	10,933	19,727	7,966	11,761
Machinery and equipment	46,531	33,313	13,218	45,258	31,872	13,386
Leaseholds	5,340	3,689	1,651	5,165	3,423	1,742
Land	2,204	-	2,204	2,330	-	2,330
Buildings	9,397	1,840	7,557	9,973	1,884	8,089
	\$ 113,970	\$ 63,683	\$ 50,287	\$ 110,799	\$ 58,968	\$ 51,831

### **4. GOODWILL**

The changes in carrying amounts of goodwill are as follows:

	Cost
<b>Balance as at April 30, 2014</b>	\$ <b>18,269</b>
Foreign exchange differences	(76)
<b>Balance as at October 31, 2014</b>	\$ <b>18,193</b>

### **5. PROVISIONS**

	Warranty and Returns	Lease/Retirement Obligations	Total
<b>Balance as at April 30, 2014</b>	\$ <b>1,615</b>	\$ <b>9</b>	\$ <b>1,624</b>
Net additions	(60)	53	(7)
Foreign exchange differences	2	(1)	1
<b>Balance as at October 31, 2014</b>	\$ <b>1,557</b>	\$ <b>61</b>	\$ <b>1,618</b>

Note 5 continued ...

#### Warranty and Returns

The provision relates to estimate future costs associated with warranty repairs and returns on hardware solutions. The provision is based on historical data associated with similar products. The warranty and returns are expected to be incurred within the next twelve months.

#### Lease/Retirement Obligations

The provision relates to estimated restoration costs expected to be incurred upon the conclusion of Company leases.

## 6. CAPITAL STOCK

Authorized capital stock consists of:  
Unlimited number of preferred shares  
Unlimited number of common shares

	Number of Common Shares	Amount
<b>Balance as at April 30, 2014</b>	<b>74,310,146</b>	<b>\$ 92,931</b>
Issued on exercise of stock options	144,200	2,105
Transferred on stock option exercise	-	588
<b>Balance as at October 31, 2014</b>	<b>74,454,346</b>	<b>\$ 95,624</b>

#### Normal Course Issuer Bid

In August 2013, the Company filed a Normal Course Issuer Bid (NCIB) with the TSX to repurchase, at the Company's discretion, until September 2, 2014 up to 3,700,397 outstanding common shares on the open market or as otherwise permitted, subject to normal terms and limitations of such bids. The Company did not purchase and cancel any shares during the first six months of fiscal 2015.

#### Dividends Per Share

During the quarter, \$0.16 in dividends per share was declared.

## 7. SELLING, ADMINISTRATIVE AND GENERAL EXPENSES

	Three month period ended October 31,		Six month period ended October 31,	
	2014	2013	2014	2013
Selling and administrative	\$ 15,103	\$ 13,672	\$ 28,502	\$ 25,283
Share-based compensation (note 9)	462	669	1,366	1,385
Depreciation of property, plant and equipment (non-production)	759	703	1,562	1,361
Amortization of intangibles	102	92	205	181
	<b>\$ 16,426</b>	<b>\$ 15,136</b>	<b>\$ 31,635</b>	<b>\$ 28,210</b>

## 8. STATEMENT OF CASH FLOWS

### Changes in non-cash working capital items

	Three month period ended		Six month period ended	
	October 31,		October 31,	
	2014	2013	2014	2013
Trade and other receivables	\$ 646	\$ (9,282)	\$ 1,682	\$ (8,758)
Inventories	(5,218)	(6,084)	(16,560)	(6,882)
Prepaid expenses	548	926	59	851
Trade payable and accrued liabilities	(10,960)	(719)	(12,664)	(12,683)
Deferred revenue	(1,298)	3,123	(671)	2,200
Provisions	(32)	530	(6)	550
	\$ (16,314)	\$ (11,506)	\$ (28,160)	\$ (24,722)

## 9. SHARE BASED PAYMENTS

The Company established, in June 2006, a stock option plan to attract, retain, motivate and compensate employees, officers and eligible directors who are integral to the growth and success of the Company. A number of shares equal to 10% of the Company's outstanding common shares are to be reserved for issuance under the stock option plan.

The Board of Directors administers the stock option plan and will determine the terms of any options granted. The exercise price of an option is to be set by the Board of Directors at the time of grant but shall not be lower than the market price as defined in the option plan at the time of grant. The term of the option cannot exceed 10 years. Stock options currently granted normally fully vest and expire by the end of the fifth year. The terms for all options prior to June 2006 were set by the Board of Directors at the grant date.

The changes in the number of outstanding share options are as follows:

	Number of Options	Weighted Average Exercise Price
<b>Balance as at April 30, 2014</b>	<b>5,203,700</b>	<b>\$ 14.41</b>
Granted	64,500	17.61
Exercised	(144,200)	14.60
Forfeited	(242,000)	13.46
Expired	(36,500)	14.61
<b>Balance as at October 31, 2014</b>	<b>4,845,500</b>	<b>\$ 14.49</b>

Stock options outstanding as at October 31, 2014 are:

Exercise Price	Weighted Average Exercise Price	Number of Outstanding Options	Weighted Average Remaining Contractual Life	Number of Options Exercisable	Weighted Average Exercise Price of Exercisable Options
\$11.88	\$ 11.88	1,757,000	1.7	-	\$ -
\$12.23 - \$13.84	\$ 13.30	677,000	2.2	2,000	\$ 13.14
\$14.14 - \$16.29	\$ 15.60	622,500	3.0	-	\$ -
\$17.03 - \$19.34	\$ 17.13	1,789,000	4.3	-	\$ -
Totals	\$ 14.49	4,845,500	2.9	2,000	\$ 13.14

Note 9 continued ...

## Compensation expense

The share-based compensation expense that has been charged against earnings over the six month and three month period ended is \$1,366 (2013 - \$1,385) and \$462 (2013 - \$669). Compensation expense on grants during the period was calculated using the Black-Scholes option pricing model with the following weighted average assumptions:

	Six month period ended October 31, 2014	Six month period ended October 31, 2013
Risk-free interest rate	1.60%	1.68%
Dividend yield	3.63%	4.26%
Expected life	5 years	5 years
Expected volatility	24%	40%
Weighted average grant-date fair value: Where the exercise price equaled the market price	\$2.57	\$3.72

Expected volatility is based on historical share price volatility over the past 5 years of the Company. Share based compensation expense was calculated using a weighted average forfeiture rate of 20% (2013 - 18%).

## 10. SEGMENTED INFORMATION

The Company reviewed its operations and determined that it operates a single reportable segment, the television broadcast equipment market. The single reportable operating segment derives its revenues from the sale of hardware and software solutions including related services, training and commissioning.

	Three month period ended October 31,		Six month period ended October 31,	
Revenue	2014	2013	2014	2013
United States	\$ 39,705	\$ 33,596	\$ 89,008	\$ 62,645
International	37,522	43,102	80,030	71,033
Canada	5,662	4,546	11,865	11,424
	\$ 82,889	\$ 81,244	\$ 180,903	\$ 145,102

	October 31, 2014			April 30, 2014		
	Property, Plant and Equipment	Goodwill	Intangible Assets	Property, Plant and Equipment	Goodwill	Intangible Assets
United States	\$ 13,457	\$ 322	\$ -	\$ 13,415	\$ 313	\$ -
International	11,192	17,871	34	11,751	17,956	243
Canada	25,638	-	-	26,665	-	-
	\$ 50,287	\$ 18,193	\$ 34	\$ 51,831	\$ 18,269	\$ 243

## 11. RELATED PARTY TRANSACTIONS

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Company and other related parties are disclosed below.

### *Related Party Transactions*

Two shareholders each indirectly hold a 10% interest in the Company's leased premises in Ontario. This lease expires in 2019 with a total of \$3,735 committed over the remaining term. During the six and three month periods, rent paid for the leased principal premises amounted to \$421 (2013 - \$410) and \$210 (2013 - \$205) with no outstanding amounts due as at October 31, 2014.

The Company also leases property where two shareholders indirectly own 100% interest. This lease expires in 2016 with a total of \$492 committed over the remaining term. During the six and three month periods, rent paid was \$123 (2013 - \$123) and \$62 (2013 - \$62) with no outstanding amounts due as at October 31, 2014.

On December 1, 2008 the Company entered into an agreement with two shareholders who each indirectly hold a 20% interest in the Company's leased premises in Ontario. This lease expires in 2018 with a total of \$3,334 committed over the remaining term. During the six and three month periods, rent paid for the leased principal premises amounted to \$378 (2013 - \$378) and \$189 (2013 - \$189) with no outstanding amounts due as at October 31, 2014.

On December 15, 2013 the Company renewed a property lease agreement with a director who indirectly owns 100% interest. The lease expires in 2018 with a total of \$588 committed over the remaining term. During the six and three month periods, rent paid was \$71 (2013 - \$68) and \$35 (2013 - \$34) with no outstanding amounts due as at October 31, 2014.

On May 1, 2009 the Company entered into a property lease agreement with two shareholders who each indirectly hold a 35% interest. This lease expires in 2019 with a total of \$2,112 committed over the remaining term. During the six and three month periods, rent paid was \$220 (2013 - \$220) and \$110 (2013 - \$110) with no outstanding amounts due as at October 31, 2014.

These transactions were in the normal course of business and recorded at an exchange value established and agreed upon by related parties.

## 12. EARNINGS PER SHARE

	Three month period ended October 31,		Six month period ended October 31,	
	2014	2013	2014	2013
Weighted average common shares outstanding	74,370,999	74,016,866	74,341,160	73,900,859
Dilutive effect of stock options	481,351	351,188	554,409	330,830
Diluted weighted average common shares outstanding	74,852,350	74,368,054	74,895,569	74,231,689

The weighted average number of diluted common shares excludes 179,500 options because they were anti-dilutive during the period (2013 - 492,000).

## 13. SUBSEQUENT EVENT

On December 3, 2014 the Company declared a dividend of \$0.18 with a record date of December 12, 2014 and a payment date of December 19, 2014.