

Interim condensed consolidated financial statements of

EVERTZ TECHNOLOGIES LIMITED

Three month and Nine month periods ended January 31, 2026 and 2025
(Unaudited)

EVERTZ TECHNOLOGIES LIMITED

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(Unaudited)

Interim condensed consolidated financial statements
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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 IAS 34, Interim Financial Reporting, using accounting policies consistent with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) 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

Interim Condensed Consolidated Statements of Financial Position
(Unaudited)

As at January 31, 2026 and April 30, 2025

(In thousands of Canadian dollars)

	January 31, 2026	April 30, 2025
Assets		
Current assets		
Cash and cash equivalents	\$ 24,790	\$ 111,665
Trade and other receivables (note 3)	75,672	71,743
Contract assets	15,831	15,568
Prepaid expenses	14,028	9,677
Inventories (note 4)	195,418	181,011
Income tax receivable	11,084	1,649
	336,823	391,313
Property, plant and equipment (note 5)	39,819	32,211
Right-of-use assets	12,203	15,816
Goodwill	20,003	20,001
Intangibles	-	346
Deferred income taxes	8,189	9,798
	\$ 417,037	\$ 469,485
Liabilities		
Current liabilities		
Trade and other payables	\$ 77,972	\$ 67,982
Provisions (note 6)	6,308	5,269
Deferred revenue	110,150	101,035
Current portion of lease obligations	5,182	5,091
Current portion of redemption liability	4,027	3,798
	203,639	183,175
Long-term deferred revenue	3,972	1,238
Long-term lease obligations	9,876	13,781
	217,487	198,194
Equity		
Capital stock (note 7)	145,959	144,978
Share based payment reserve	26,474	24,195
Accumulated other comprehensive income	7,516	6,568
Retained earnings	16,580	92,382
	24,096	98,950
Total equity attributable to shareholders	196,529	268,123
Non-controlling interest	3,021	3,168
	199,550	271,291
	\$ 417,037	\$ 469,485

See accompanying notes to the interim condensed consolidated financial statements.

EVERTZ TECHNOLOGIES LIMITED

Interim Condensed Consolidated Statements of Changes in Equity
(Unaudited)

Nine month periods ended January 31, 2026 and 2025
(In thousands of Canadian dollars)

	Capital stock	Share-based payment reserve	Accumulated other comprehensive earnings	Retained earnings	Total equity attributable to shareholders	Non- controlling interest	Total Equity
Balance at April 30, 2024	\$ 145,721	\$ 19,246	\$ 1,197	\$ 97,103	\$ 263,267	\$ 3,410	\$ 266,677
Net earnings for the period	-	-	-	46,388	46,388	336	46,724
Foreign currency translation adjustment	-	-	3,858	-	3,858	45	3,903
Total comprehensive earnings for the year	\$ -	\$ -	\$ 3,858	\$ 46,388	\$ 50,246	\$ 381	\$ 50,627
Dividends declared	-	-	-	(44,868)	(44,868)	(749)	(45,617)
Repurchase of common shares	(431)	-	-	(2,407)	(2,838)	-	(2,838)
Issued on exercise of employee stock options	49	-	-	-	49	-	49
Transfer of stock options	4	(4)	-	-	-	-	-
Share based compensation expense	-	3,750	-	-	3,750	-	3,750
Balance at January 31, 2025	\$ 145,343	\$ 22,992	\$ 5,055	\$ 96,216	\$ 269,606	\$ 3,042	\$ 272,648
Balance at April 30, 2025	\$ 144,978	\$ 24,195	\$ 6,568	\$ 92,382	\$ 268,123	\$ 3,168	\$ 271,291
Net earnings for the period	-	-	-	48,825	48,825	349	49,174
Foreign currency translation adjustment	-	-	948	-	948	55	1,003
Total comprehensive earnings for the year	\$ -	\$ -	\$ 948	\$ 48,825	\$ 49,773	\$ 404	\$ 50,177
Dividends declared	-	-	-	(121,191)	(121,191)	(551)	(121,742)
Repurchase of common shares (note 7)	(655)	-	-	(3,436)	(4,091)	-	(4,091)
Issue on exercise of employee stock options	193	-	-	-	193	-	193
Transfer of stock options (note 7)	1,443	(1,443)	-	-	-	-	-
Share based compensation expense (note 12)	-	3,722	-	-	3,722	-	3,722
Balance at January 31, 2026	\$ 145,959	\$ 26,474	\$ 7,516	\$ 16,580	\$ 196,529	\$ 3,021	\$ 199,550

See accompanying notes to the interim condensed consolidated financial statements.

EVERTZ TECHNOLOGIES LIMITED

Interim Condensed Consolidated Statements of Earnings
(Unaudited)

Three month and nine month periods ended January 31, 2026 and 2025
(In thousands of Canadian dollars, except per share amounts)

	Three month period ended		Nine month period ended	
	January 31,		January 31,	
	2026	2025	2026	2025
Revenue (notes 13 and 14)	\$ 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, administrative and general (note 9)	19,567	20,647	60,026	59,451
Research and development (note 10)	38,304	37,767	113,706	113,617
Investment tax credits	(4,758)	(3,529)	(12,455)	(10,879)
Foreign exchange loss (gain)	2,315	(3,895)	804	(4,677)
	55,428	50,990	162,081	157,512
Earnings before undemoted	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 income (expenses)	(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 (note 16)				
Basic	\$ 0.24	\$ 0.28	\$ 0.65	\$ 0.61
Diluted	\$ 0.24	\$ 0.27	\$ 0.64	\$ 0.60

See accompanying notes to the interim condensed consolidated financial statements.

EVERTZ TECHNOLOGIES LIMITED

Interim Condensed Consolidated Statements of Comprehensive Earnings
(Unaudited)

Three month and nine month periods ended January 31, 2026 and 2025
(In thousands of Canadian dollars)

	Three month period ended		Nine month period ended	
	January 31,		January 31,	
	2026	2025	2026	2025
Net earnings for the period	\$ 18,662	\$ 21,076	\$ 49,174	\$ 46,724
Other comprehensive earnings :				
Foreign currency translation adjustment	(851)	406	1,003	3,903
Comprehensive earnings	\$ 17,811	\$ 21,482	\$ 50,177	\$ 50,627
Comprehensive earnings attributable to non-controlling interest	\$ 204	\$ 146	\$ 404	\$ 381
Comprehensive earnings attributable to shareholders	\$ 17,607	\$ 21,336	\$ 49,773	\$ 50,246
Comprehensive earnings	\$ 17,811	\$ 21,482	\$ 50,177	\$ 50,627

See accompanying notes to the interim condensed consolidated financial statements.

EVERTZ TECHNOLOGIES LIMITED

Interim Condensed Consolidated Statements of Cash Flows
(Unaudited)

Three month and nine month periods ended January 31, 2026 and 2025
(In thousands of Canadian dollars)

	Three month period ended		Nine month period ended	
	January 31,		January 31,	
	2026	2025	2026	2025
Operating activities				
Net earnings for the period	\$ 18,662	\$ 21,076	\$ 49,174	\$ 46,724
Add: Items not involving cash				
Depreciation of property, plant and equipment	2,204	2,508	7,172	7,759
Amortization of right-of-use assets	1,324	1,285	3,830	3,770
Amortization of intangibles	-	207	346	612
Loss (gain) on disposal of property, plant and equipment	13	(15)	(412)	(60)
Share based compensation (note 12)	1,739	1,315	3,722	3,750
Interest expense	442	398	1,308	927
Deferred income tax recovery (expense)	503	-	2,173	(1,530)
	24,887	26,774	67,313	61,952
Current tax expenses, net of investment tax credits	3,740	3,583	4,964	7,299
Income taxes paid	(2,996)	(2,176)	(9,345)	(6,793)
Changes in non-cash working capital items (note 11)	3,660	24,794	(5,126)	3,147
Cash provided by operating activities	29,291	52,975	57,806	65,605
Investing activities				
Acquisition of property, plant and equipment	(7,011)	(1,177)	(14,760)	(4,685)
Proceeds from disposal of property, plant and equipment	-	24	873	89
Cash used in investing activities	(7,011)	(1,153)	(13,887)	(4,596)
Financing activities				
Principle payments of lease liabilities	(1,116)	(1,229)	(3,322)	(3,540)
Interest paid	(222)	(242)	(1,079)	(759)
Dividends paid	(91,013)	(15,188)	(121,191)	(44,868)
Dividends paid by subsidiaries to non-controlling interests	(226)	(174)	(551)	(749)
Capital stock issued	193	49	193	49
Capital stock repurchased (note 11)	-	(386)	(4,091)	(2,838)
Cash used in financing activities	(92,384)	(17,170)	(130,041)	(52,705)
Effect of exchange rates on cash and cash equivalents	(1,801)	(104)	(753)	1,651
(Decrease) increase in cash and cash equivalent	(71,905)	34,551	(86,875)	9,955
Cash and cash equivalents beginning of period	96,695	61,729	111,665	86,325
Cash and cash equivalents	\$ 24,790	\$ 96,280	\$ 24,790	\$ 96,280

See accompanying notes to the interim condensed consolidated financial statements.

EVERTZ TECHNOLOGIES LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

Three month and Nine month periods ended January 31, 2026
(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 supplier of software, equipment and technology solutions to the television broadcast, telecommunications, professional audio-visual, government, military, enterprise, and new media sectors. The Company designs, manufactures and distributes video and audio infrastructure solutions 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 Accounting Standard (“IAS”) 34 “Interim Financial Reporting” as issued by the International Accounting Standards Board (“IASB”) and using the same accounting policies as described in the Company’s consolidated financial statements for the year ended April 30, 2025.

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, 2025 annual consolidated financial statements.

These interim condensed consolidated financial statements were authorized for issue by the Board of Directors on March 4, 2026.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Measurement

These financial statements have been prepared on the historical cost basis except for certain financial assets and liabilities which are stated at fair value. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

Functional and Presentation Currency

These financial statements are presented in Canadian dollars, which is the Company’s group functional currency. Each subsidiary of the Company determines its own functional currency based on the primary economic environment in which the subsidiary operates. All financial information presented in Canadian dollars has been rounded to the nearest thousand, except per share amounts.

Basis of Consolidation

These financial statements incorporate the financial statements of the Company and entities controlled by the Company (its subsidiaries). Control is achieved where the Company has power over an entity, has exposure or rights to variable returns from its involvement with the entity and has the ability to use its power over the entity to affect the amount of the investor’s returns.

The results of subsidiaries acquired or disposed of are included in the consolidated statements of earnings and comprehensive earnings from the effective date of acquisition of control and up to the effective date of disposal of

Note 2 continued...

control, as appropriate. Total comprehensive earnings of subsidiaries are attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

All intra-Company transactions, balances, income and expenses are eliminated in full on consolidation.

Critical Accounting Estimates and Judgements

The preparation of the Company's interim condensed financial statements requires management to make estimates, assumptions and judgements that affect the application of accounting policies and the reported amounts of assets, liabilities, revenues, and expenses. Significant estimates and judgements used in preparation of the interim condensed consolidated financial statements are described in the Company's consolidated financial statements for the year ended April 30, 2025.

Changes in Accounting Policies

Amendments to IAS 21, The Effects of Changes in Foreign Exchange Rates

Effective May, 1, 2025, the Company adopted amendments to *IAS 21, The Effects of Changes in Foreign Exchange Rates*. Amendments made to *IAS21, The Effects of Changes in Foreign Exchange Rates* was issued by the IASB in August 2023 and provide guidance to specify when a currency is exchangeable and how to determine the exchange rate when it is not. The adoption of the amendments did not have a material impact on the interim consolidated financial statements of the Company.

New and Revised IFRSs Issued but Not Yet Effective

The following is a list of amendments, revisions and new International Financial Reporting Standards issued but not yet effective. Unless otherwise indicated, earlier application is permitted.

Presentation and Disclosure in Financial Statements

IFRS 18, Presentation and Disclosure in Financial Statements issues was issued by the IASB in April 2024 and replaces IAS 1, *Presentation of Financial Statements*. The standard is effective for reporting periods beginning on or after January 1, 2027. The Company has not yet determined the impact of the standard.

Disclosure in Subsidiaries without Public Accountability

IFRS 19, Subsidiaries without Public Accountability: Disclosures was issued by the IASB in May 2024 and reduces disclosure requirements within the consolidated financial statements relating to eligible subsidiaries of the Company. The standard is effective for reporting periods beginning on or after January 1, 2027. The Company does not expect a material impact on the consolidated financial statements of the Company as a result of the amendment but has not yet finalized the analysis.

Amendments to the Classification and Measurement of Financial Instruments

IFRS 9, Financial Instruments was amended by the IASB in May 2024. This amendment focuses on clarifying classification and measurement of financial instruments. This standard is effective for reporting periods beginning on or after January 1, 2026. The Company has not yet determined the impact of the standard.

3. TRADE AND OTHER RECEIVABLES

	January 31, 2026	April 30, 2025
Trade receivables, net of allowances	\$ 73,003	\$ 69,153
Other receivables	2,669	2,590
	\$ 75,672	\$ 71,743

4. INVENTORIES

	January 31, 2026	April 30, 2025
Finished goods	\$ 52,996	\$ 51,295
Raw material and supplies	103,312	95,084
Work in progress	39,110	34,632
	\$ 195,418	\$ 181,011

Cost of sales for the quarter ended January 31, 2026, included \$51,005 of inventory (2025 - \$49,855) and \$3,650 of inventory write-offs (2025 - 3,335).

Cost of sales for the nine-month period ended January 31, 2026, included \$135,743 of inventory (2025 - \$128,359) and \$3,729 of inventory write-offs (2025 - 6,051)

5. PROPERTY, PLANT AND EQUIPMENT

	January 31, 2026			April 30, 2025		
	Cost	Accumulated Depreciation	Carrying Amount	Cost	Accumulated Depreciation	Carrying Amount
Office furniture and equipment	\$ 5,344	\$ 4,251	\$ 1,093	\$ 5,614	\$ 4,090	\$ 1,524
Research and development equipment	40,907	33,650	7,257	38,037	31,595	6,442
Airplanes	6,276	1,707	4,569	10,490	9,831	659
Machinery and equipment	79,656	69,343	10,313	77,620	66,164	11,456
Leaseholds	12,270	8,939	3,331	10,723	8,318	2,405
Land	2,845	-	2,845	2,262	-	2,262
Buildings	14,480	4,069	10,411	11,555	4,092	7,463
	\$ 161,778	\$ 121,959	\$ 39,819	\$ 156,301	\$ 124,090	\$ 32,211

6. PROVISIONS

	Warranty and Returns	Lease/Retirement Obligations	Total
Balance as at April 30, 2025	\$ 4,780	\$ 489	\$ 5,269
Net (reductions) additions	1,004	-	1,004
Foreign exchange differences	30	5	35
Balance as at January 31, 2026	\$ 5,814	\$ 494	\$ 6,308

Warranty and Returns

The provision relates to estimated future costs associated with standard warranty repairs and returns on hardware solutions. The provision is based on historical data associated with similar products. The majority of warranties 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.

7. CAPITAL STOCK

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

	Number of Common Shares	Amount
Balance as at April 30, 2025	75,750,235	\$ 144,978
Cancelled pursuant to NCIB	(343,335)	(655)
Issued on Exercise of Stock Options	15,000	193
Issued on Exercise of RSU	106,950	-
Transfer on Exercise of Stock Options	-	23
Transfer on Exercise of RSU	-	1,420
Balance as at January 31, 2026	75,528,850	\$ 145,959

Dividends Per Share

During the quarter, \$1.205 in dividends per share were declared, including a special dividend of \$1.00 (2025 – quarterly dividend of \$0.20 and no special dividend).

Normal Course Issuer Bid

In November 2023, the Company entered into a new NCIB with the TSX to repurchase, at the Company's discretion, until November 2024 up to 3,802,024 outstanding common shares on the open market or as otherwise permitted, subject to normal terms and limitations of such bids. In November 2024, the Company renewed their NCIB with the TSX to repurchase, at the Company's discretion, up to 3,797,308 outstanding common shares on the open market, or as otherwise permitted until November 26, 2025. During the nine month period, the Company purchased and cancelled 343,335 common shares, at a weighted average price of \$11.92 (2025- \$227,315 with a weighted average price of \$12.50) and during the three month period, no common shares were purchased and canceled (2025 – 31,919 at a weighted average price of \$12.08).

In December 2025, the Company renewed their NCIB with the TSX to repurchase, at the Company's discretion, up to 3,774,227 outstanding common shares on the open market, or as otherwise permitted until December 10, 2026. During the three and nine month period the Company didn't purchase or cancel shares under the renewed NCIB.

8. CREDIT FACILITIES

The Company has a credit facility of \$75 million and a treasury risk management facility up to \$10 million available, bearing interest at prime, subject to certain covenants and secured by all Canadian based assets. As at January 31, 2026, and April 30, 2025, the Company was in compliance with covenants. There were no borrowings against the facilities as at January 31, 2026, or April 30, 2025.

9. SELLING, ADMINISTRATIVE AND GENERAL EXPENSES

	Three month period ended		Nine month period ended	
	January 31,		January 31,	
	2026	2025	2026	2025
Salaries and benefits	\$ 9,614	\$ 10,678	\$ 28,580	\$ 31,080
Other selling and administrative	8,982	8,520	27,742	24,094
Share based compensation (note 12)	174	131	372	376
Depreciation	797	1,112	2,986	3,289
Amortization of intangibles	-	206	346	612
	\$ 19,567	\$ 20,647	\$ 60,026	\$ 59,451

10. RESEARCH AND DEVELOPMENT

	Three month period ended		Nine month period ended	
	January 31,		January 31,	
	2026	2025	2026	2025
Salaries and benefits	\$ 25,841	\$ 26,350	\$ 79,625	\$ 80,119
Other research and development	10,141	9,417	28,458	27,515
Share based compensation (note 12)	1,565	1,183	3,349	3,380
Depreciation	757	817	2,274	2,603
	\$ 38,304	\$ 37,767	\$ 113,706	\$ 113,617

11. STATEMENT OF CASH FLOWS

Changes in non-cash working capital items

	Three month period ended		Nine month period ended	
	January 31,		January 31,	
	2026	2025	2026	2025
Trade and other receivables	\$ (4,769)	\$ (3,698)	\$ (3,929)	\$ 7,738
Contract assets	3,696	1,839	(263)	(1,855)
Inventories	(12,722)	11,037	(14,407)	11,037
Prepaid expenses	(2,739)	2,412	(4,351)	3,134
Trade and other payables	10,205	7,362	4,936	837
Deferred revenue	9,403	5,801	11,849	(17,957)
Provisions	586	41	1,039	213
Net cash provided by (used in)	\$ 3,660	\$ 24,794	\$ (5,126)	\$ 3,147

12. SHARE BASED PAYMENTS

Stock Option Plan

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 are currently granted normally fully vest and expire by the end of the fifth to sixth year.

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

	Number of Options	Weighted Average Exercise Price
Balance as at April 30, 2025	3,245,225	\$ 12.40
Granted	1,030,000	13.32
Forfeited	(1,000)	12.28
Expired	(3,129,225)	12.35
Exercised	(15,000)	12.86
Balance as at January 31, 2026	1,130,000	\$ 13.39

Note 12 continued...

Stock options outstanding as at January 31, 2026 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
\$13.32	\$ 13.32	1,030,000	5.3	-	\$ -
\$14.07	\$ 14.07	100,000	0.2	80,000	\$ 14.07
Totals	\$ 13.39	1,130,000	4.9	80,000	\$ 14.07

Restricted Share Unit Plan (2022 Plan)

The Company established, in June 2022, a new restricted share unit plan (RSU-2022). The purpose of the plan is to provide an incentive to participants; including key executives of the Company, by rewarding such participants with equity-based compensation. Under the terms of the plan, the Company will redeem RSUs granted to a participant under the 2022 Plan through the issuance of one Common Share of the Company for each fully vested RSU. The Board of Directors administers the equity based restricted share unit plan and will determine the terms of any restricted share units granted. Restricted share units currently granted normally fully vest and expire by the end of the fifth year.

A number of restricted share units equal to 10% of the Company's outstanding common shares are to be reserved for issuance under the equity based restricted share unit plan, less the aggregate number of stock options granted under the Stock Option Plan described above.

The changes in the number of outstanding RSUs under the 2022 Plan are as follows:

	Number of RSUs (2022 Plan)
Balance as at April 30, 2025	1,632,250
Exercised	(106,950)
Granted	1,795,000
Balance as at January 31, 2026	3,320,300

As at January 31, 2026 the average remaining contractual life for outstanding RSUs under the 2022 Plan is 2.8 years (2025 – 2.0 years).

Compensation expense

Stock Option Plan

The share based compensation expense that has been charged against earnings over the nine month and three month period is \$65 (2025 - \$164) and \$31 (2025 – \$43). Compensation expense on grants are calculated using the Black-Scholes option pricing model.

Grants in the current period were calculated with the following assumptions:

	Nine month period ended January 31, 2026
Risk-free interest rate	3.01%
Dividend yield	6.16%
Expected life	5.42 years
Expected volatility	25%
Weighed average grant-date fair value	\$13.32

Note 12 continued...

Expected volatility is based on historical share price volatility over the past five years of the Company. Share based compensation expense was calculated using a weighted average forfeiture rate of 16% (2025 – 24%).

Restricted Share Unit Plan (2022 Plan)

The share base compensation expense that has been charged against earnings over the nine month and three month period is \$3,657 and \$1,709 respectively (2025 - \$3,586 and \$1,272 respectively). Compensation expense on grants during the year was calculated using the fair value of the Company's share price at the grant date. Share based compensation expense was calculated using a weighted average forfeiture rate of 11% (2025 – 11%).

13. 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.

Revenue	Three month period ended		Nine month period ended	
	January 31,		January 31,	
	2026	2025	2026	2025
United States	\$ 88,839	\$ 94,724	\$ 259,913	\$ 254,835
International	43,695	37,845	110,615	105,933
Canada	6,799	4,347	13,685	13,050
	\$ 139,333	\$ 136,916	\$ 384,213	\$ 373,818

	January 31, 2026		
	Property, Plant and Equipment	Goodwill	Right-of-Use Assets
United States	\$ 12,771	\$ 1,378	\$ 1,917
International	9,733	18,625	2,625
Canada	17,315	-	7,661
	\$ 39,819	\$ 20,003	\$ 12,203

	April 30, 2025			
	Property, Plant and Equipment	Goodwill	Intangible Assets	Right-of-Use Assets
United States	\$ 3,274	\$ 1,408	\$ -	\$ 2,454
International	10,022	18,593	346	2,900
Canada	18,915	-	-	10,462
	\$ 32,211	\$ 20,001	\$ 346	\$ 15,816

14. REVENUE

	Three month period ended		Nine month period ended	
	January 31,		January 31,	
	2026	2025	2026	2025
Hardware	\$ 76,787	\$ 81,199	\$ 209,303	\$ 207,387
Reoccurring software, services and other software	62,546	55,717	174,910	166,431
	139,333	\$ 136,916	384,213	\$ 373,818

During the nine and three month periods, the Company recognized \$63,211 and \$20,569 respectively in revenue over time (2025 - \$59,396 and \$19,790), and \$321,002 and \$118,764 respectively in revenue at a point in time (2025 - \$314,922 and \$117,126).

15. 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 16% interest in the Company's leased premises in Ontario. This lease expires in 2029 with a total of \$3,489 committed over the remaining term. During the nine month and three month period, rent paid for the leased principal premises amounted to \$833 (2025 - \$810) and \$277 (2025 - \$270) with no outstanding amounts due as at January 31, 2026.

On December 1, 2008 the Company entered into a property lease agreement where two shareholders each indirectly hold a 20% interest in the Company's leased premises in Ontario. This lease expires in 2028 with a total of \$2,654 committed over the remaining term. During the nine month and three month periods, rent paid for the leased principal premises amounted to \$689 (2025 - \$613) and \$230 (2025 - \$230) with no outstanding amounts due as at January 31, 2026.

On May 1, 2019 the Company entered into a property lease agreement where two shareholders each indirectly hold a 35% interest. This lease expires in 2029 with a total of \$1,861 committed over the remaining term. During the nine month and three month periods, rent paid for the leased principal premises amounted to \$421 (2025 - \$408) and \$140 (2025 - \$136) with no outstanding amounts due as at January 31, 2026.

On May 1, 2016 the Company entered into a property lease agreement where two shareholders each hold a 46.6% interest. This lease expires in 2026 with a total of \$341 committed over the remaining term. During the nine month and three month periods, rent paid for the leased principal premises amounted to \$769 (2025 - \$769) and \$256 (2025 - \$256) with no outstanding amounts due as at January 31, 2026.

The Company also leases properties where two shareholders indirectly own 100% interest. There were no amounts owing on the leases as at January 31, 2026. The term of these leases are as follows:

Lease Commencement Date	Lease Expiry Date	Amount committed over remaining term	For Nine Months ending Jan. 31, 2026	For Nine Months ending Jan. 31, 2025
October 2021	September 2026	\$ 215	\$ 238	\$ 231
December 2023	November 2028	\$ 990	\$ 222	\$ 205
August 2016	July 2026	\$ 142	\$ 213	\$ 210

These transactions were in the normal course of business and entered into at their respective fair values.

16. EARNINGS PER SHARE

	Three month period ended		Nine month period ended	
	January 31, 2026		January 31, 2026	
	2026	2025	2026	2025
Weighted average common shares outstanding	75,506,700	75,940,906	75,498,904	76,045,953
Dilutive effect of stock options	1,172,560	919,274	1,207,135	973,945
Diluted weighted average common shares outstanding	76,679,260	76,860,180	76,706,039	77,019,898

The weighted average number of diluted common shares excludes 1,130,000 options because they were anti-dilutive during the period (2025 – 647,000).

17. SUBSEQUENT EVENT

On March 4, 2026, the Company declared a quarterly dividend of \$0.205 with a record date of March 13, 2026 and a payment date of March 20, 2026.