

Attention Business/Financial Editors:

Evertz Technologies Reports Results for the Fourth Quarter and Fiscal Year Ended April 30, 2010.

Burlington, June 16, 2010, Evertz Technologies Limited (TSX:ET), a leading equipment provider to the television broadcast industry, today reported its results, ended April 30, 2010, of its fiscal 2010 year.

Annual Highlights

- Sales were \$286.5 million with the International region up 24% year-over-year
- Gross margin was 58%
- Cash increased to \$145.0 million
- Gross investment in R&D was \$32.0 million
- Net earnings of \$61.5 million despite a foreign exchange loss of \$8.0 million for the year
- Fully-diluted earnings per share were \$0.83 for the year as compared to \$1.36 a year ago

Selected Financial Information

Consolidated Statement of Earnings Data

(in thousands of dollars, except per share amounts)

	<u>Q4'10</u>	<u>YE'10</u>	<u>Q4'09</u>	<u>YE'09</u>
Sales	\$ 75,285	\$ 286,455	\$ 77,296	\$ 315,905
Gross Margin	43,425	166,973	47,654	194,019
Earnings from operations	22,828	89,933	29,709	137,258
Net Income	15,253	61,502	20,763	100,717
Fully-diluted earnings per share	\$ 0.21	\$ 0.83	\$ 0.28	\$ 1.36

Selected Financial Information

Consolidated Balance Sheet Data

(in thousands of dollars)

	<u>YE'10</u>	<u>YE'09</u>
Cash and Instruments Held for Trading	\$ 145,029	\$ 114,020
Working Capital	264,161	216,539
Total Assets	345,787	316,446
Shareholders' Equity	312,169	268,376

Sales

For the quarter ended April 30, 2010, sales were \$75.3 million, a decrease of \$2.0 million or 2.6% as compared to sales of \$77.3 million for the quarter ended April 30, 2009. For the quarter, sales in the United States/Canada region decreased by \$13.5 million or 28% when compared to the same quarter last year. The International region grew by \$11.5 million or 41% for the quarter ended April 30, 2010 when compared to the same quarter last year.

For the year ended April 30, 2010, sales were \$286.5 million, a decrease of \$29.4 million or 9% as compared to sales of \$315.9 million for the prior year. The United States/Canada region decreased by \$55.2 million or 26% when compared to the prior year, and the International region grew by \$25.8 million or 24% when compared to the prior year.

#### Gross Margin

For the quarter ended April 30, 2010 gross margin was \$43.4 million compared to \$47.7 million in the same quarter last year. Gross margin percentage was approximately 58% as compared to 62% for the quarter ended April 30, 2009.

For the year ended April 30, 2010 gross margin was \$167.0 million compared to \$194.0 million when compared to the year ended April 30, 2009. Gross margin percentage was approximately 58% for the year ended April 30, 2010 as compared to 61% for the prior year.

#### Earnings

For the quarter ended April 30, 2010 net earnings were \$15.3 million as compared to \$20.8 million in the corresponding period last year.

For the year ended April 30, 2010 net earnings were \$61.5 million as compared to \$100.7 in the corresponding period last year, a decrease of 39%.

For the quarter ended April 30, 2010, earnings per share on a fully-diluted basis were \$0.21 as compared to \$0.28 in the same period in 2009.

For the year ended April 30, 2010 earnings per share on a fully-diluted basis were \$0.83 as compared to \$1.36 in the same period in 2009.

#### Operating Expenses

For the quarter ended April 30, 2010 selling and administrative expenses decreased by \$1.6 million as compared to the prior year. Selling and administrative expenses represented approximately 14% of sales in the quarter ended April 30, 2010.

For the year ended April 30, 2010 selling and administrative expenses increased by \$1.6 million as compared to the year ended April 30, 2009. Selling and administrative expenses represented approximately 13% of sales in fiscal 2010.

For the quarter ended April 30, 2010 gross research and development expenses increased by \$0.7 million or 10% as compared to the corresponding period in 2009. Gross research and development expenses represented approximately 10% of sales for the quarter as compared to the approximately 9% for the same period last year.

For the year ended April 30, 2010 gross research and development expenses rose by 12% or \$3.3 million as compared to the prior year. Research and development expenses represented approximately 11% of sales.

### Liquidity and Capital Resources

The Company's working capital as at April 30, 2010 was \$264.2 million as compared to \$216.5 million on April 30, 2009.

Cash and instruments held for trading were \$145.0 million as at April 30, 2010 as compared to \$114.0 million on April 30, 2009.

Cash provided by operations was \$19.0 million for the quarter ended April 30, 2010 as compared to \$29.6 million for the quarter ended April 30, 2009. Before taking into account the changes in non-cash working capital, the Company generated \$20.0 million from operations for the quarter ended April 30, 2010 compared to \$26.9 million for the same period last year.

Cash provided by operations was \$59.7 million for the 2010 fiscal year as compared to cash provided by operations of \$90.1 million for the 2009 fiscal year. Before taking into account changes in non-cash working capital, the Company generated \$81.9 million from operations for fiscal 2010 as compared to \$113.9 million for fiscal 2009.

The Company spent \$1.6 million on the purchase of equipment for the quarter ended April 30, 2010 and \$5.4 million for the year ended April 30, 2010.

For the quarter ended April 30, 2010, the Company used cash from financing activities of \$5.5 million as a result of the payout of dividends of \$5.4 million.

For the year ended April 30, 2010, the Company used cash from financing activities of \$23.0 million as a result of payment of dividends of \$23.5 million, repayment of debt of \$1.3 million offset by issuance of share capital of \$2.3 million.

### Shipments and Backlog

Purchase order backlog at the end of May 2010 was in excess of \$30 million and shipments during the month of May 2010 exceeded \$25 million.

### Dividend Declared

Evertz Board of Directors declared a dividend on June 16, 2010 of \$0.08 per share. The dividend is payable to shareholders of record on July 14, 2010 and will be paid on or about July 23, 2010.

**Consolidated Statements of Balance Sheets**  
(Unaudited)

As at April 30  
(in thousands of dollars)

	April 30, 2010	April 30, 2009
<b>Assets</b>		
Current assets		
Cash	\$ 133,755	\$ 81,376
Instruments held for trading	11,274	32,644
Accounts receivable	48,988	53,144
Inventories	91,745	86,518
Income tax receivable	3,850	-
Future income taxes	-	2,197
	\$ 289,612	\$ 255,879
Capital assets		
Goodwill	\$ 39,768	\$ 43,145
Intangible assets	14,584	14,359
	1,823	3,063
	\$ 345,787	\$ 316,446
<b>Liabilities</b>		
Current liabilities		
Accounts payable and accrued liabilities	\$ 23,899	\$ 32,529
Income taxes payable	-	5,303
Current portion of long term debt	388	1,508
Future income taxes	1,164	-
	\$ 25,451	\$ 39,340
Long term debt	\$ 2,732	\$ 3,519
Future income taxes	4,027	3,282
	\$ 32,210	\$ 46,141
Non-controlling interest	1,408	1,929
<b>Shareholders' Equity</b>		
Capital stock	\$ 51,035	\$ 48,261
Contributed surplus	12,828	6,769
Accumulated other comprehensive loss	(4,459)	(1,403)
Retained earnings	252,765	214,749
	\$ 248,306	\$ 213,346
	312,169	268,376
	\$ 345,787	\$ 316,446

**Consolidated Statements of Retained Earnings**  
(Unaudited)

Three month and Twelve month periods ended April 30, 2010 and 2009  
(in thousands of dollars)

	Three month periods ended		Twelve month periods ended	
	April 30,		April 30,	
	2010	2009	2010	2009
Balance, beginning of period	\$ 242,900	\$ 199,833	\$ 214,749	\$ 139,530
Net earnings	15,253	20,763	61,502	100,717
Shares repurchased pursuant to NCIB	-	-	-	(1,789)
Dividends paid	(5,388)	(5,847)	(23,486)	(23,709)
Balance, end of period	\$ 252,765	\$ 214,749	\$ 252,765	\$ 214,749

**Consolidated Statements of Comprehensive Income**  
(Unaudited)

Three month and Twelve month periods ended April 30, 2010 and 2009  
(in thousands of dollars)

	Three month periods ended		Twelve month periods ended	
	April 30,		April 30,	
	2010	2009	2010	2009
Net earnings for the period	\$ 15,253	\$ 20,763	\$ 61,502	\$ 100,717
Translation of self-sustaining operations	(1,993)	(39)	(3,056)	(1,022)
Balance, end of period	\$ 13,260	\$ 20,724	\$ 58,446	\$ 99,695

**Consolidated Statements of Earnings**  
(Unaudited)

Three month and Twelve month periods ended April 30, 2010 and 2009  
(in thousands of dollars, except earnings per share amounts)

	Three month periods ended		Twelve month periods ended	
	April 30,		April 30,	
	2010	2009	2010	2009
Sales	\$ 75,285	\$ 77,296	\$ 286,455	\$ 315,905
Cost of goods sold	31,860	29,642	119,482	121,886
Gross margin	43,425	47,654	166,973	194,019
Expenses				
Selling and administrative	10,305	11,858	37,550	35,907
Research and development	7,708	6,999	32,026	28,719
Investment tax credits	(2,182)	(3,738)	(8,270)	(8,377)
Foreign exchange loss (gain)	2,948	1,286	7,969	(4,802)
Amortization of intangibles	36	402	1,240	1,533
Stock-based compensation	1,782	1,138	6,525	3,781
	20,597	17,945	77,040	56,761
Earnings before undernoted	22,828	29,709	89,933	137,258
Interest and other income	1,097	324	342	2,889
Non-controlling interest	344	(118)	21	(523)
Earnings before income taxes	24,269	29,915	90,296	139,624
Provision for income taxes				
Current	7,175	6,936	24,391	35,613
Future	1,841	2,216	4,403	3,294
	9,016	9,152	28,794	38,907
Net earnings for the year	15,253	20,763	61,502	100,717
Earnings per share				
Basic	\$ 0.21	\$ 0.28	\$ 0.84	\$ 1.39
Diluted	\$ 0.21	\$ 0.28	\$ 0.83	\$ 1.36

**Consolidated Statements of Cash Flows**  
(Unaudited)

Three month and Twelve month periods ended April 30, 2010 and 2009  
(in thousands of dollars)

	Three month periods ended		Twelve month periods ended	
	April 30,		April 30,	
	2010	2009	2010	2009
<b>Operating activities</b>				
Net earnings	\$ 15,253	\$ 20,763	\$ 61,502	\$ 100,717
Add: Items not involving cash				
Amortization of capital assets	2,062	2,305	7,508	6,316
Amortization of intangible assets	36	402	1,240	1,533
Amortization of deferred credit	-	-	-	(2,281)
Unrealized (gain) loss on instruments held for trading	(633)	-	717	-
Loss on disposal of capital assets	6	3	6	3
Non-controlling interest	(314)	118	(21)	523
Stock-based compensation	1,782	1,138	6,525	3,781
Future income taxes	1,841	2,216	4,403	3,294
	20,033	26,945	81,880	113,886
Changes in non-cash working capital items	(1,061)	2,692	(22,145)	(23,821)
Cash provided by operating activities	18,972	29,637	59,735	90,065
<b>Investing activities</b>				
Acquisition of instruments held for trading	-	59	(11,347)	(30,796)
Proceeds from sale of instruments held for trading	-	9,000	32,000	83,500
Acquisition of capital assets	(1,562)	(4,068)	(5,384)	(14,862)
Proceeds from disposal of capital assets	45	23	45	23
Business acquisitions net of cash acquired	-	(14,149)	-	(25,274)
Cash provided by investing activities	(1,517)	(9,135)	15,314	12,591
<b>Financing activities</b>				
Repayment of long term debt	152	(7,359)	(1,306)	(7,359)
Dividends paid	(5,388)	(5,847)	(23,486)	(23,709)
Dividends paid by subsidiaries to non-controlling interests	(500)	-	(500)	-
Capital stock issued	203	38	2,308	2,264
Shares repurchased pursuant to NCIB	-	-	-	(1,875)
Cash used in financing activities	(5,533)	(13,168)	(22,984)	(30,679)
Effect of exchange rates on cash	680	(97)	314	(796)
Increase in cash	12,602	7,237	52,379	71,181
Cash beginning of year	121,153	74,139	81,376	10,195
Cash end of year	\$ 133,755	\$ 81,376	\$ 133,755	\$ 81,376

## 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 16, 2010 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 1-416-915-1035 or toll-free (North America) 1-800-829-9048.

For those unable to listen to the live call, a rebroadcast will also be available until July 16, 2010. The rebroadcast can be accessed at 1-416-915-1035 or toll-free 1-866-245-6755. The pass code for the rebroadcast is 130455.

## About Evertz

Evertz Technologies Limited (TSX: ET) designs, manufactures and markets video and audio infrastructure equipment for the production, post production, broadcast and internet protocol television ("IPTV") industry. The Company's solutions are purchased by content creators, broadcasters, specialty channels and television service providers to support their increasingly complex multi-channel digital and high definition television ("HDTV") broadcast environments and by telecommunications companies to roll-out IPTV. The Company's products allow its customers to generate additional revenue while reducing costs through the more efficient signal routing, distribution, monitoring and management of content as well as the automation of previously manual processes.