

Attention Business/Financial Editors:

Evertz Technologies Reports Results for the Fourth Quarter and Fiscal Year Ended April 30, 2011.

Burlington, June 15, 2011, Evertz Technologies Limited (TSX:ET), a leading equipment provider to the television broadcast industry, today reported its results, for the fourth quarter ended April 30, 2011, of its fiscal 2011 year.

Annual Highlights

- Sales were \$307.9 million with the Canada/US region up approximately 12% year-over-year
- Net earnings were \$77.4 million for the year, an increase of 26% from the prior year
- Cash increased to \$175.8 million
- Gross investment in R&D was \$35.7 million
- Fully-diluted earnings per share were \$1.03 for the year as compared to \$0.83 a year ago

Selected Financial Information

Consolidated Statement of Earnings Data

(in thousands of dollars, except per share amounts)

	<u>Q4'11</u>	<u>YE'11</u>	<u>Q4'10</u>	<u>YE'10</u>
Sales	\$ 68,532	\$ 307,882	\$ 75,285	\$ 286,455
Gross Margin	38,925	177,380	43,425	166,973
Earnings from operations	16,067	103,851	22,828	89,933
Net Income	12,370	77,393	15,253	61,502
Fully-diluted earnings per share	\$ 0.16	\$ 1.03	\$ 0.21	\$ 0.83

Selected Financial Information

Consolidated Balance Sheet Data

(in thousands of dollars)

	<u>YE ' 11</u>	<u>YE ' 10</u>
Cash and instruments held for trading	\$ 192,025	\$ 145,029
Working capital	324,244	264,161
Total assets	409,862	345,787
Shareholders' equity	371,704	312,169

Sales

For the quarter ended April 30, 2011, sales were \$68.5 million, a decrease of \$6.8 million or 9% as compared to sales of \$75.3 million for the quarter ended April 30, 2010. For the quarter, sales in the United States/Canada region increased by \$5.6 million or 16% when compared to the same quarter last year. The International region declined by \$12.4 million or 31% for the quarter ended April 30, 2011 when compared to the same quarter last year.

For the year ended April 30, 2011, sales were \$307.9 million, an increase of \$21.4 million or 7% as compared to sales of \$286.5 million for the prior year. The United States/Canada region increased by \$18.1 million or 12% when compared to the prior year, and the International region grew by \$3.3 million or 2% when compared to the prior year.

#### Gross Margin

For the quarter ended April 30, 2011 gross margin was \$38.9 million compared to \$43.4 million in the same quarter last year. Gross margin percentage was approximately 57% compared to 58% for the quarter ended April 30, 2010.

For the year ended April 30, 2011, gross margin was \$177.4 million when compared to \$167.0 for the year ended April 30, 2010. Gross margin percentage was approximately 58% for the year ended April 30, 2011 as compared to 58% for the prior year.

#### Earnings

For the quarter ended April 30, 2011 net earnings were \$12.4 million as compared to \$15.3 million in the corresponding period last year.

For the year ended April 30, 2011, net earnings were \$77.4 million as compared to \$61.5 million in the corresponding period last year, an increase of 26%

For the quarter ended April 30, 2011, earnings per share on a fully-diluted basis were \$0.16 as compared to \$0.21 in the same period in 2010.

For the year ended April 30, 2011, earnings per share on a fully-diluted basis were \$1.03 as compared to \$0.83 in the same period in 2010.

#### Operating Expenses

For the quarter ended April 30, 2011 selling and administrative expenses were \$10.9 million compared to \$10.3 million for the quarter ended April 30, 2010. Selling and administrative expenses represented approximately 16% of sales in the quarter ended April 30, 2011.

For the year ended April 30, 2011, selling and administrative expenses increased by \$1.0 million as compared to the year ended April 30, 2010. Selling and administrative expenses represented approximately 13% of sales in fiscal 2011.

For the quarter ended April 30, 2011 gross research and development expenses increased by \$2.1 million or 28% as compared to the corresponding period in 2010. Gross research and development expenses represented approximately 14% of sales for the quarter compared to 10% for the same period last year.

For the year ended April 30, 2011, gross research and development expenses rose by 12% or \$3.7 million as compared to the prior year. Research and development expenses represented approximately 12% of sales.

### Liquidity and Capital Resources

The Company's working capital as at April 30, 2011 was \$324.2 million as compared to \$264.2 million on April 30, 2010.

Cash and instruments held for trading were \$192.0 million as at April 30, 2011 as compared to \$145.0 million on April 30, 2010.

Cash provided by operations was \$23.2 million for the quarter ended April 30, 2011 as compared to \$19.0 million for the quarter ended April 30, 2010. Before taking into account the changes in non-cash working capital, the Company generated \$15.0 million from operations for the quarter ended April 30, 2011 compared to \$20.0 million for the same period last year.

Cash provided by operations was \$73.8 million for the 2011 fiscal year as compared to cash provided by operations of \$59.7 million for the 2010 fiscal year. Before taking into account changes in non-cash working capital, the Company generated \$87.4 million from operations for fiscal 2011 as compared to \$81.9 million for fiscal 2010.

The Company spent \$1.9 million on the purchase of equipment for the quarter ended April 30, 2011 and \$4.1 million for the year ended April 30, 2011.

For the year ended April 30, 2011, the Company spent \$3.1 million on a business acquisition.

For the quarter ended April 30, 2011, the Company used cash from financing activities of \$7.3 million which was principally a result of the payment of dividends of \$7.4 million.

For the year ended April 30, 2011, the Company used cash from financing activities of \$23.2 million as a result of the payment of dividends of \$28.1 million, repayment of debt of \$0.3 million offset by the issuance of share capital of \$5.6 million.

### Shipments and Backlog

Purchase order backlog at the end of May 2011 was in excess of \$24 million and shipments during the month of May 2011 exceeded \$18 million.

### Dividend Declared

Evertz Board of Directors declared a dividend on June 15, 2011 of \$0.12 per share.

The dividend is payable to shareholders of record on June 24, 2011 and will be paid on or about July 4, 2011.

## Consolidated Balance Sheets

As at April 30  
(in thousands of dollars)

	April 30, 2011	April 30, 2010
<b>Assets</b>		
Current assets		
Cash	\$ 175,835	\$ 133,755
Instruments held for trading	16,190	11,274
Accounts receivable	52,732	48,988
Inventories (note 3)	106,269	91,745
Income tax receivable (note 7)	2,014	3,850
	<u>\$ 353,040</u>	<u>\$ 289,612</u>
Capital assets (note 4)	\$ 36,740	\$ 39,768
Goodwill (notes 2 and 5)	17,858	14,584
Intangible assets (notes 2 and 6)	2,224	1,823
	<u>\$ 409,862</u>	<u>\$ 345,787</u>
<b>Liabilities</b>		
Current liabilities		
Accounts payable and accrued liabilities	\$ 27,168	\$ 23,899
Current portion of long term debt (note 8)	451	388
Future income taxes (note 7)	1,177	1,164
	<u>\$ 28,796</u>	<u>\$ 25,451</u>
Long term debt (note 8)	\$ 2,493	\$ 2,732
Future income taxes (note 7)	5,319	4,027
	<u>\$ 36,608</u>	<u>\$ 32,210</u>
Non-controlling interest	1,550	1,408
<b>Shareholders' Equity</b>		
Capital stock (note 9)	\$ 58,882	\$ 51,035
Contributed surplus (note 9)	14,659	12,828
Accumulated other comprehensive loss (note 9)	(3,852)	(4,459)
Retained earnings	302,015	252,765
	<u>\$ 298,163</u>	<u>\$ 248,306</u>
	371,704	312,169
	<u>\$ 409,862</u>	<u>\$ 345,787</u>

## Consolidated Statements of Retained Earnings

Three month and twelve month periods ended April 30, 2011 and 2010  
(in thousands of dollars)

	Three-month periods ended		Twelve-month periods ended	
	April 30,		April 30,	
	2011	2010	2011	2010
Balance, beginning of period	\$ 297,092	\$ 242,900	\$ 252,765	\$ 214,749
Net earnings	12,370	15,253	77,393	61,502
Dividends paid	(7,447)	(5,388)	(28,143)	(23,486)
Balance, end of period	\$ 302,015	\$ 252,765	\$ 302,015	\$ 252,765

## Consolidated Statements of Comprehensive Income

Three month and twelve month periods ended April 30, 2011 and 2010  
(in thousands of dollars)

	Three-month periods ended		Twelve-month periods ended	
	April 30,		April 30,	
	2011	2010	2011	2010
Net earnings for the period	\$ 12,370	\$ 15,253	\$ 77,393	\$ 61,502
Translation of self-sustaining operations	77	(1,993)	607	(3,056)
Balance, end of period	\$ 12,447	\$ 13,260	\$ 78,000	\$ 58,446

## Consolidated Statements of Earnings

Three month and twelve month periods ended April 30, 2011 and 2010  
(in thousands of dollars, except earnings per share amounts)

	Three month periods ended		Twelve month periods ended	
	April 30,		April 30,	
	2011	2010	2011	2010
Sales	\$ 68,532	\$ 75,285	\$ 307,882	\$ 286,455
Cost of goods sold	29,607	31,860	130,502	119,482
Gross margin	38,925	43,425	177,380	166,973
Expenses				
Selling and administrative	10,879	10,305	38,615	37,550
Research and development	9,856	7,708	35,719	32,026
Investment tax credits	(2,271)	(2,182)	(8,410)	(8,270)
Foreign exchange loss	3,121	2,948	2,534	7,969
Amortization of intangibles	308	36	1,023	1,240
Stock-based compensation (note 12)	965	1,782	4,048	6,525
	22,858	20,597	73,529	77,040
Earnings before undernoted	16,067	22,828	103,851	89,933
Interest and other income	1,236	1,097	4,277	342
Non-controlling interest	(84)	344	(545)	21
Earnings before income taxes	17,219	24,269	107,583	90,296
Provision for income taxes				
Current	4,359	7,175	29,207	24,391
Future	490	1,841	983	4,403
	4,849	9,016	30,190	28,794
Net earnings for the period	\$ 12,370	\$ 15,253	\$ 77,393	\$ 61,502
Earnings per share (note 17)				
Basic	\$ 0.17	\$ 0.21	\$ 1.05	\$ 0.84
Diluted	\$ 0.16	\$ 0.21	\$ 1.03	\$ 0.83

## Consolidated Statements of Cash Flows

Three month and twelve month periods ended April 30, 2011 and 2010  
(in thousands of dollars)

	Three month periods ended		Twelve month periods ended	
	April 30,		April 30,	
	2011	2010	2011	2010
<b>Operating activities</b>				
Net earnings	\$ 12,370	\$ 15,253	\$ 77,393	\$ 61,502
Add: Items not involving cash				
Amortization of capital assets	1,718	2,062	6,533	7,508
Amortization of intangible assets	308	36	1,023	1,240
(Gain) loss on instruments held for trading	(863)	(633)	(3,668)	717
(Gain) loss on disposal of capital assets	(44)	6	497	6
Non-controlling interest	84	(314)	545	(21)
Stock-based compensation	965	1,782	4,048	6,525
Future income taxes	490	1,841	983	4,403
	15,028	20,033	87,354	81,880
Changes in non-cash working capital items	8,138	(1,061)	(13,581)	(22,145)
Cash provided by operating activities	23,166	18,972	73,773	59,735
<b>Investing activities</b>				
Acquisition of instruments held for trading	(12,003)	-	(12,003)	(11,347)
Acquisition of capital assets	(1,881)	(1,562)	(4,116)	(5,384)
Proceeds from sale of instruments held for trading	9,253	-	10,755	32,000
Proceeds from disposal of capital assets	148	45	795	45
Business acquisitions net of cash acquired	-	-	(3,089)	-
Cash (used in) provided by investing activities	(4,483)	(1,517)	(7,658)	15,314
<b>Financing activities</b>				
Repayment of long term debt	116	152	(301)	(1,306)
Dividends paid	(7,447)	(5,388)	(28,143)	(23,486)
Dividends paid by subsidiaries to non-controlling interests	-	(500)	(400)	(500)
Capital stock issued	-	203	5,630	2,308
Cash used in financing activities	(7,331)	(5,533)	(23,214)	(22,984)
Effect of exchange rates on cash	(826)	680	(821)	314
Increase in cash	10,526	12,602	42,080	52,379
Cash beginning of period	165,309	121,153	133,755	81,376
Cash end of period	\$ 175,835	\$ 133,755	\$ 175,835	\$ 133,755

## 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, 2011 at 10:00 a.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 1-416-849-6166 or toll-free (North America) 1-866-250-6267.

For those unable to listen to the live call, a rebroadcast will also be available until July 16, 2011. The rebroadcast can be accessed at 1-416-915-1035 or toll-free 1-866-245-6755. The pass code for the rebroadcast is 373179.

## 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.