

Kontrol Technologies Announces First Quarter 2026 Financial Results

TORONTO--(BUSINESS WIRE)--May 15, 2026--**Kontrol Technologies Corp. (CBOE.CA:KNR) (OTCQB:KNRLF) (FSE:1K8)** ("Kontrol Technologies" or "Kontrol" or "Company") announces its results for the three months ended March 31, 2026. A complete set of the Financial Statements and Management's Discussion & Analysis have been filed on SEDAR (www.sedarplus.ca).

First Quarter 2026 Highlights

- Revenues for the three months ended March 31, 2026 were \$1.3 million, compared to \$1.5 million for the same quarter in the prior year.
- Gross margin for the three months ended March 31, 2026 was 58%, compared to 54% for the same quarter in the prior year.
- Adjusted EBITDA for the three months ended March 31, 2026 was negative \$(133,363) compared to \$(228,521) for the same quarter in the prior year.
- Net loss for the three months ended March 31, 2026 was \$432,617 compared to net loss of \$1.1 million for the same quarter in the prior year. Q1 2026 net loss includes unrealized loss on revaluation of marketable securities.
- As at March 31, 2026 the Company's aggregate cash and marketable securities balance was \$7.6 million.
- As at March 31, 2026 the Company had no outstanding interest-bearing bank debt.

Q1 2026 Financial Summary

Financial Results	Three months ended	
	March 31, 2026	March 31, 2025
<i>(Unaudited)</i>		
Revenue	\$1,296,862	\$1,493,383
Gross profit	\$749,956	\$807,804
Net loss	\$(432,617)	\$(1,145,833)
Basic and diluted EPS	\$(0.01)	\$(0.02)
Add/Deduct for Adjusted EBITDA:		
Amortization and depreciation	\$190,558	\$156,052
Net finance income	\$(23,776)	\$(30,208)
Revaluation of marketable securities	\$132,472	\$742,995
Share based compensation	-	\$48,473
Adjusted EBITDA	\$(133,363)	\$(228,521)

Adjusted EBITDA is a non-International Financial Reporting Standards ("IFRS") measure used by management that is not defined by IFRS. Adjusted EBITDA does not have a standardized meaning prescribed by IFRS and therefore may not be comparable to similar measures presented by other issuers. Management believes that Adjusted EBITDA provides meaningful and useful financial information as these measures demonstrate the operating performance of the business excluding non-cash charges.

"Adjusted EBITDA" is calculated as net income or loss before interest, income taxes, amortization, and depreciation, share based compensation, acquisition related expenses, listing expense, gain or loss on sale of assets, revaluation and impairment of assets.

Readers are cautioned that Adjusted EBITDA should not be construed as an alternative to net income as determined under IFRS; nor as an indicator of financial performance as determined by IFRS; nor a calculation of cash flow from operating activities as determined under IFRS; nor as a measure of liquidity and cash flow under IFRS. The Company's method of calculating Adjusted EBITDA may differ from methods used by other companies and, accordingly, the Company's Adjusted EBITDA may not be comparable to similar measures used by any other company.

Kontrol Technologies Corp.

Kontrol Technologies Corp. is a leader in smart buildings and energy efficiency solutions. Through a combination of technology-driven services and strategic acquisitions, Kontrol delivers integrated solutions that reduce energy consumption, lower carbon emissions, and enhance building performance for commercial and residential properties across Canada. Additional information about Kontrol Technologies Corp. can be found on its website at www.kontrolcorp.com and by reviewing its profile on SEDAR+ at www.sedarplus.ca.

Neither CIRO nor any stock exchange or other securities regulatory authority accepts responsibility for the adequacy or accuracy of this release.

Forward-Looking Statements

This news release contains "forward-looking information" within the meaning of applicable securities laws. All statements contained herein that are not clearly historical in nature may constitute forward-looking information. In some cases, forward-looking information can be identified by words or phrases such as "may", "will", "expect", "likely", "should", "would", "plan", "anticipate", "intend", "potential", "proposed", "estimate", "believe" or the negative of these terms, or other similar words, expressions, and grammatical variations thereof, or statements that certain events or conditions "may" or "will" happen, or by discussions of strategy.

Where Kontrol expresses or implies an expectation or belief as to future events or results, such expectation or belief is based on assumptions made in good faith and believed to have a reasonable basis. Such assumptions include, without limitation, that sufficient capital will be available to the Company and that technology will be as effective as anticipated.

However, forward-looking statements are subject to risks, uncertainties, and other factors, which could cause actual results to differ materially from future results expressed, projected, or implied by such forward-looking statements. Such risks include, but are not limited to, that sufficient capital and financing cannot be obtained on reasonable terms, or at all; that those technologies will not prove as effective as expected; those customers and potential customers will not be as accepting of the Company's product and service offering as expected; and government and regulatory factors impacting the energy conservation industry.

Accordingly, undue reliance should not be placed on forward-looking statements and the forward-looking statements contained in this press release are expressly qualified in their entirety by this cautionary statement. The forward-looking statements contained herein are made as at the date hereof and are based on the beliefs, estimates, expectations, and opinions of management on such date. Kontrol does not undertake any obligation to update publicly or revise any such forward-looking statements or any forward-looking statements contained in any other documents whether as a result of new information, future events or otherwise or to explain any material difference between subsequent actual events and such forward-looking information, except as required under applicable securities law. Readers are cautioned to consider these and other factors, uncertainties, and potential events carefully and not to put undue reliance on forward-looking information.

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