Matrix Reports Record Third-Quarter Results: Net Profit Up 24.5%, Net Profit Attributable to Shareholders Up 48.6%

- **Quarterly revenue reached NIS 2.36 billion, representing growth of approximately 14% on a constant currency basis.**
- **Operating profit increased by approximately 14.4% to approximately NIS 216 million, with the operating margin rising to 9.2%.**
- **Operating profit and net profit increased by approximately 21.1% and 29.6%, respectively, on a constant currency basis.**
- **Matrix announced a record dividend of approximately NIS 104.6 million in respect of third-quarter earnings.**

Matrix, Israel's largest provider of IT solutions and technology services, announces its financial results for the third quarter and first nine months of 2026. The company reported record quarterly results across all key metrics: revenue, gross profit, operating profit and net profit. Earnings continued to grow and profit margins improved, with operating profit increasing across all business segments.

The company's results for the third quarter and first nine months are particularly notable given the impact of the shekel's appreciation. Accordingly, the company also presents its results on a constant currency basis, which excludes the impact of exchange rate changes between reporting periods and enables a consistent comparison of business performance.

Key Results

Revenue for the quarter totaled approximately NIS 2.36 billion, compared with approximately NIS 2.19 billion in the corresponding quarter last year, an increase of 7.9%. Revenue for the first nine months totaled approximately NIS 6.61 billion, compared with approximately NIS 6.26 billion in the corresponding period last year, an increase of 5.6%. **On a constant currency basis, revenue increased by approximately 14% in the quarter and 13% in the first nine months.**

Revenue growth during the period was primarily driven by expansion in the company's core business segments. Excluding the impact of the first-time consolidation of acquired companies, revenue increased by approximately 7.2% in the quarter and 5.1% in the first nine months. Excluding this consolidation impact and on a constant currency basis, revenue increased by approximately 13.2% and 12.5%, respectively.

The Cloud Solutions, IT Infrastructure and Systems segment in Israel and abroad recorded the highest growth rates in the quarter. On a constant currency basis, segment revenue increased by

approximately 45.8% in the quarter and 34.6% in the first nine months. Operating profit increased by approximately 32.2% and 21.8%, respectively. Growth was driven primarily by cloud activities and the sale and marketing of hardware and infrastructure. Laor Energy's results were consolidated for the first time beginning in September 2026.

In the IT Solutions, Software Products and Services, Consulting and Systems Engineering segment in Israel, quarterly revenue increased by approximately 6.5% on a constant currency basis, while operating profit increased by approximately 15.8%. In the first nine months, revenue increased by approximately 7.2% on a constant currency basis, and operating profit increased by approximately 18.1%. Growth was driven primarily by expanded activities in data, AI, cybersecurity and core systems, a change in the deal mix, and ongoing efficiency measures.

Revenue in the IT Solutions, Software Products and Services segment outside Israel increased on a constant currency basis by approximately 6.6% in the quarter and 11.1% in the first nine months. Operating profit increased by approximately 13.1% and 18.1%, respectively. Growth was driven by specialist services operations in the United States, GRC activities for financial institutions outside Israel, and data and AI activities.

Operating profit for the quarter totaled approximately NIS 216.3 million, an increase of 14.4%. Operating profit for the first nine months of 2026 totaled approximately NIS 621.5 million, an increase of 12.1%. The operating margin was 9.2% in the quarter and 9.4% in the first nine months, compared with approximately 8.7% and 8.9%, respectively, in the corresponding periods last year. **On a constant currency basis, operating profit increased by 21.1% in the quarter and 19.6% in the first nine months.**

The increase in operating profit in both the quarter and the first nine months was driven by growth across all business segments and operational improvements. Excluding the impact of the first-time consolidation of acquired companies, operating profit increased by approximately 12.1% in the quarter and 10.9% in the first nine months, or approximately 18.7% and 18.5%, respectively, on a constant currency basis.

Net profit for the quarter totaled approximately NIS 157.5 million, compared with approximately NIS 126.5 million in the corresponding quarter last year, an increase of 24.5%. Net profit for the first nine months totaled approximately NIS 429.8 million, compared with approximately NIS 371.2 million in the corresponding period last year, an increase of 15.8%. **On a constant currency basis, net profit increased by 29.6% in the quarter and 26.6% in the first nine months.**

Net profit attributable to the company's shareholders for the quarter totaled approximately NIS 139.5 million, compared with approximately NIS 93.9 million in the corresponding quarter last

year, an increase of 48.6%. Net profit attributable to shareholders for the first nine months totaled approximately NIS 382.9 million, compared with approximately NIS 276.5 million in the corresponding period last year, an increase of 38.4%.

Matrix continues to **distribute dividends** to its shareholders in accordance with its regular dividend policy and has announced a record dividend of approximately NIS 104.6 million in respect of third-quarter earnings.

Moti Gutman, CEO of Matrix: "We are closing the third quarter with record results, driven by continued growth across all business segments, improved profit margins and strong cash flow. These results demonstrate that Matrix's growth is supported by a broad and diverse range of business drivers, ensuring financial strength even in challenging times.

AI is rapidly moving from the stage of evaluating capabilities to actual deployment in organizations' core systems and business processes. Generating tangible value from AI requires connecting data, cloud, cybersecurity, applications and infrastructure, and leading complex projects from planning through implementation. This is precisely where Matrix's strength and advantage lie. Our breadth of capabilities, professional expertise, integration capabilities, strategic relationships with our business partners and customer base position us to lead these initiatives and turn growing demand into a significant growth driver for Matrix in the coming years.

The merger of Magic into Matrix, completed at the beginning of the year, has proven to be a strategic move that significantly expands the company's technological capabilities, customer base and international footprint. We are already benefiting from synergies and growth opportunities with existing and new customers. International operations are a key element of our growth strategy, and Magic has provided us with a broad base of capabilities and solutions from which we can deepen our activities in existing markets and expand into additional markets. The acquisition of Laor Energy strengthens our presence in infrastructure and the defense sector, adding capabilities in areas where significant demand is expected.

"We will continue to develop our existing growth drivers, expand our activities in Israel and internationally, and explore acquisition opportunities that support our continued business development. Our aim is to continue building a larger, more diversified and more profitable global technology company that guides its customers through the most complex transformations and creates long-term value for shareholders."