

PRESS RELEASE · FOR IMMEDIATE RELEASE · NOVEMBER 6, 2026

Tesma Reports Third Quarter 2026 Results

Q3 sales of \$10.6B; adjusted EBIT margin of 9.0%; reaffirms full-year outlook

CONCORD, ONTARIO — November 6, 2026 — Tesma International Inc. (TSX: TSM.A; NASDAQ: TSMA) today announced third quarter 2026 financial results.

Q3 2026 Highlights

(\$ millions, except per share)	Q3 2026	Q3 2025	Change
Sales	10,584	10,012	+5.7%
Adjusted EBIT	954	832	+14.7%
Adjusted EBIT margin	9.0%	8.3%	+70 bps
Net income attributable to Tesma	612	498	+22.9%
Adjusted diluted EPS	\$1.94	\$1.58	+22.8%
Free cash flow	528	464	+13.8%

CEO Commentary

"Q3 marked another quarter of consistent execution," said Seetarama Kotagiri, President & CEO. "We expanded margins 70 basis points year over year, launched 11 new programs, and continued to win incremental electrified content. Our backlog now stands at \$91 billion, with electrified programs representing 36% of total commitments."

Year-to-Date Performance

(\$ millions)	9M 2026	9M 2025	Change
Sales	31,617	30,756	+2.8%
Adjusted EBIT	2,871	2,692	+6.7%
Adjusted EBIT margin	9.1%	8.8%	+30 bps
Free cash flow	1,468	1,380	+6.4%

Segment Performance — Q3 2026

Segment (\$M)	Sales	Adj. EBIT	Margin
Engine Systems	3,184	342	10.7%
Transmission Systems	3,672	382	10.4%
Driveline & Electrification	2,492	168	6.7%
Fueling & Thermal Management	1,236	92	7.4%

Full-Year 2026 Outlook (Reaffirmed)

- Sales of \$42.0 – \$44.0 billion
- Adjusted EBIT margin of 8.9% – 9.3%
- Free cash flow of \$1.95 – \$2.20 billion
- Capital expenditures of approximately \$1.55 billion

Quarterly Dividend

The Board declared a quarterly cash dividend of \$0.455 per Class A subordinate voting share, payable December 12, 2026 to shareholders of record November 21, 2026.

Conference Call

A webcast to discuss these results will be held November 6, 2026 at 8:00 AM EST. Materials are available at investors.tesma.ca.

Forward-Looking Information & Disclaimer

This document contains forward-looking statements within the meaning of applicable securities legislation. Such statements involve risks and uncertainties that could cause actual results to differ materially. See Tesma's most recent Annual Information Form for a discussion of such risks. Financial measures referenced include non-IFRS measures; reconciliations are available in the related MD&A.; © 2026 Tesma International Inc. All rights reserved. TSX: TSM.A · NASDAQ: TSMA.