



PRESS RELEASE

FOR IMMEDIATE RELEASE

NOVEMBER 11, 2025

MARTINREA INTERNATIONAL INC. REPORTS THIRD QUARTER RESULTS AND DECLARES DIVIDEND

Toronto, Ontario – Martinrea International Inc. (TSX : MRE), a diversified and global automotive supplier engaged in the design, development and manufacturing of highly engineered, value-added Lightweight Structures and Propulsion Systems, today announced the release of its financial results for the third quarter ended September 30, 2025, and declared a quarterly cash dividend of \$0.05 per share.

THIRD-QUARTER HIGHLIGHTS

- Total sales of \$1,190.8 million, production sales of \$1,159.2 million.
- Diluted net earnings per share of \$0.49 and Adjusted Net Earnings per Share⁽¹⁾ of \$0.52.
- Adjusted EBITDA⁽¹⁾ of \$140.4 million, 11.8% of total sales.
- Adjusted Operating Income Margin⁽¹⁾ of 5.5%, up 20 basis points year over year.
- Free Cash Flow⁽¹⁾ (excluding principal payments of IFRS 16 lease liabilities) of \$44.5 million was impacted by the delayed collection of certain receivables, which have since been collected, due to a cybersecurity incident at a key customer.
- Net Debt-to-Adjusted EBITDA⁽¹⁾ ratio, excluding the impact of IFRS 16, ended the third quarter at 1.50x, at our target of 1.50x or better.
- New business awards of approximately \$30 million in annualized sales at mature volumes.
- Quarterly cash dividend of \$0.05 per share declared.

OVERVIEW

Pat D'Eramo, Chief Executive Officer, stated: "We are very pleased with our performance in the third quarter. Adjusted Operating Income Margin⁽¹⁾ was higher year over year, as we continued to drive operating improvements and negotiated commercial recoveries from our customers, largely for volume shortfalls on electric vehicle programs. We generated positive results, notwithstanding the current environment as it relates to tariffs, and a production disruption at Jaguar Land Rover (JLR), one of our key customers. Production has resumed at JLR and should return to normal by the first quarter of 2026. We expect to conclude agreements on tariff relief with our customers covering the vast majority of our exposure before year end. As our results demonstrate, we are having a good year, as we continue to drive operating improvements on the shop floor and cost savings through our SG&A reduction program. As such, we are maintaining our 2025 outlook, which calls for total sales of \$4.8 to \$5.1 billion, Adjusted Operating Income Margin⁽¹⁾ of 5.3% to 5.8%, and Free Cash Flow⁽¹⁾ of \$125 to \$175 million. We expect further improvement in our Adjusted Operating Income Margin⁽¹⁾ in 2026, on a full-year basis."

¹ The Company prepares its financial statements in accordance with IFRS Accounting Standards ("IFRS"). However, the Company considers certain non-IFRS financial measures as useful additional information in measuring the financial performance and condition of the Company. These measures, which the Company believes are widely used by investors, securities analysts and other interested parties in evaluating the Company's performance, do not have a standardized meaning prescribed by IFRS and therefore may not be comparable to similarly titled measures presented by other publicly traded companies, nor should they be construed as an alternative to financial measures determined in accordance with IFRS. Non-IFRS measures, included anywhere in this press release, include "Adjusted Net Income", "Adjusted Net Earnings per Share (on a basic and diluted basis)", "Adjusted Operating Income", "Adjusted EBITDA", "Free Cash Flow", "Free Cash-Flow (after IFRS 16 lease payments)" and "Net Debt". The relevant IFRS financial measure, as applicable, and a reconciliation of certain non-IFRS financial measures to measures determined in accordance with IFRS are contained in the Company's Management Discussion and Analysis for the three and nine months ended September 30, 2025 and in this press release.

He continued: "I am pleased to announce that we have been awarded new business representing approximately \$30 million in annualized sales at mature volumes, consisting of \$15 million in Lightweight Structures with General Motors and Toyota, \$12 million in Propulsion Systems with Stellantis and Ford, and \$3 million in our Flexible Manufacturing Group with Volvo Truck and Central Power. New business awards over the last four quarters total \$170 million in annualized sales at mature volumes. In addition, we have recently won business on a number of program extensions with various customers totalling approximately \$1 billion in annualized sales."

Peter Cirulis, Chief Financial Officer, stated: "We continue to execute well, both operationally and financially, effectively managing what is in our control. Sales for the third quarter, excluding tooling sales of \$31.6 million, were \$1,159.2 million. Adjusted Operating Income⁽¹⁾ was \$65.0 million, and Adjusted Operating Income Margin⁽¹⁾ of 5.5% was up 20 basis points year over year. Free Cash Flow⁽¹⁾ (excluding principal payments of IFRS 16 lease liabilities) of \$44.5 million was impacted by the delayed collection of certain receivables which have since been collected, due to the cybersecurity incident at JLR. We are confident in our ability to meet our 2025 outlook for Free Cash Flow⁽¹⁾, which is likely to approach the high end of the outlook range, aided by effective working capital management and reduced capital expenditures."

Rob Wildeboer, Executive Chairman, stated: "We are pleased with our results year to date, which demonstrate that we are exceptional operators. We invested in the business in the third quarter and paid down debt, maintaining our Net Debt-to-Adjusted EBITDA⁽¹⁾ at our target of 1.50x or better. Subsequent to the quarter, we acquired Lyseon North America, a single-plant operation in Tulsa, Oklahoma, engaged primarily in manufacturing parts and assemblies for school buses with International Motors (formerly Navistar). International is a great customer that we see opportunity to grow with, and we expect the deal to be accretive within a reasonable period of time. In addition, we invested \$5.6 million in NanoXplore shares, to maintain our pro-rata interest in NanoXplore, as part of NanoXplore's \$25.7 million private placement financing. We believe the future is bright for NanoXplore, particularly considering the recent supply agreement signed with Chevron Phillips to supply graphene for use in drilling fluids. On behalf of the executive management team, we would like to thank our people for their hard work and flexibility in these dynamic times, as well as our shareholders and other stakeholders for their ongoing support."

RESULTS OF OPERATIONS

All amounts in this press release are in Canadian dollars, unless otherwise stated; and all tabular amounts are in thousands of Canadian dollars, except earnings per share and number of shares.

Additional information about the Company, including the Company's Management Discussion and Analysis of Operating Results and Financial Position for the three and nine months ended September 30, 2025 ("MD&A"), the Company's interim condensed consolidated financial statements for the three and nine months ended September 30, 2025 (the "interim financial statements") and the Company's Annual Information Form for the year ended December 31, 2024 can be found on the Company's profile at www.sedarplus.ca.

OVERALL RESULTS

Results of operations may include certain items which have been separately disclosed, where appropriate, in order to provide a clear assessment of the underlying Company results. In addition to IFRS Accounting Standards ("IFRS") measures, management uses non-IFRS measures in the Company's disclosures that it believes provide the most appropriate basis on which to evaluate the Company's results.

The following tables set out certain highlights of the Company's performance for the three and nine months ended September 30, 2025 and 2024. Refer to the Company's interim financial statements for the three and nine months ended September 30, 2025 for a detailed account of the Company's performance for the periods presented in the tables below.

	Three months ended September 30, 2025		Three months ended September 30, 2024		\$ Change	% Change
Sales	\$	1,190,801	\$	1,237,493	(46,692)	(3.8%)
Gross Margin		169,972		163,350	6,622	4.1%
Operating Income		62,485		65,879	(3,394)	(5.2%)
Net Income for the period		35,762		14,157	21,605	152.6%
Net Earnings per Share - Basic and Diluted	\$	0.49	\$	0.19	0.30	157.9%
Non-IFRS Measures*						
Adjusted Operating Income	\$	64,996	\$	65,879	(883)	(1.3%)
% of Sales		5.5 %		5.3 %		
Adjusted EBITDA		140,400		154,129	(13,729)	(8.9%)
% of Sales		11.8 %		12.5 %		
Adjusted Net Income		37,730		14,157	23,573	166.5%
Adjusted Net Earnings per Share - Basic and Diluted	\$	0.52	\$	0.19	0.33	173.7%

	Nine months ended September 30, 2025		Nine months ended September 30, 2024		\$ Change	% Change
Sales	\$	3,634,567	\$	3,863,199	(228,632)	(5.9%)
Gross Margin		506,106		519,517	(13,411)	(2.6%)
Operating Income		179,928		215,019	(35,091)	(16.3%)
Net Income for the period		91,327		98,786	(7,459)	(7.6%)
Net Earnings per Share - Basic and Diluted	\$	1.25	\$	1.30	(0.05)	(3.8%)
Non-IFRS Measures*						
Adjusted Operating Income	\$	213,042	\$	226,629	(13,587)	(6.0%)
% of Sales		5.9 %		5.9 %		
Adjusted EBITDA		446,707		483,098	(36,391)	(7.5%)
% of Sales		12.3 %		12.5 %		
Adjusted Net Income		115,005		106,637	8,368	7.8%
Adjusted Net Earnings per Share - Basic and Diluted	\$	1.58	\$	1.40	0.18	12.9%

***Non-IFRS Measures**

The Company prepares its interim financial statements in accordance with IFRS. However, the Company considers certain non-IFRS financial measures as useful additional information in measuring the financial performance and condition of the Company. These measures, which the Company believes are widely used by investors, securities analysts and other interested parties in evaluating the Company's performance, do not have a standardized meaning prescribed by IFRS and therefore may not be comparable to similarly titled measures presented by other publicly traded companies, nor should they be construed as an alternative to financial measures determined in accordance with IFRS. Non-IFRS measures include "Adjusted Net Income", "Adjusted Net Earnings per Share (on a basic and diluted basis)", "Adjusted Operating Income", "Adjusted EBITDA", "Free Cash Flow", "Free Cash Flow (after IFRS 16 lease payments)", and "Net Debt".

The following tables provide a reconciliation of IFRS "Net Income" to Non-IFRS "Adjusted Net Income", "Adjusted Operating Income" and "Adjusted EBITDA":

	Three months ended September 30, 2025		Three months ended September 30, 2024	
Net Income	\$	35,762	\$	14,157
Adjustments, after tax*		1,968		-
Adjusted Net Income	\$	37,730	\$	14,157

	Nine months ended September 30, 2025	Nine months ended September 30, 2024
Net Income	\$ 91,327	\$ 98,786
Adjustments, after tax*	23,678	7,851
Adjusted Net Income	\$ 115,005	\$ 106,637

*Adjustments are explained in the "Adjustments to Net Income" section of this Press Release

	Three months ended September 30, 2025	Three months ended September 30, 2024
Net Income	\$ 35,762	\$ 14,157
Income tax expense	9,865	33,276
Other finance expense (income)	245	(1,084)
Share of loss of equity investments	662	690
Finance expense	15,951	18,840
Adjustments, before tax*	2,511	-
Adjusted Operating Income	\$ 64,996	\$ 65,879
Depreciation of property, plant and equipment and right-of-use assets	73,049	84,904
Amortization of development costs	2,179	3,084
Loss on disposal of property, plant and equipment	176	262
Adjusted EBITDA	\$ 140,400	\$ 154,129

	Nine months ended September 30, 2025	Nine months ended September 30, 2024
Net Income	\$ 91,327	\$ 98,786
Income tax expense	32,984	63,725
Other finance expense (income)	4,221	(8,140)
Share of loss of equity investments	1,997	2,147
Finance expense	49,399	58,501
Adjustments, before tax*	33,114	11,610
Adjusted Operating Income	\$ 213,042	\$ 226,629
Depreciation of property, plant and equipment and right-of-use assets	227,366	246,808
Amortization of development costs	5,988	8,172
Loss on disposal of property, plant and equipment	311	1,489
Adjusted EBITDA	\$ 446,707	\$ 483,098

*Adjustments are explained in the "Adjustments to Net Income" section of this Press Release

SALES

Three months ended September 30, 2025 to three months ended September 30, 2024 comparison

	Three months ended September 30, 2025	Three months ended September 30, 2024	\$ Change	% Change
North America	\$ 912,455	\$ 960,256	(47,801)	(5.0%)
Europe	247,552	250,499	(2,947)	(1.2%)
Rest of the World	34,866	33,638	1,228	3.7%
Eliminations	(4,072)	(6,900)	2,828	41.0%
Total Sales	\$ 1,190,801	\$ 1,237,493	(46,692)	(3.8%)

The Company's consolidated sales for the third quarter of 2025 decreased by \$46.7 million or 3.8% to \$1,190.8 million as compared to \$1,237.5 million for the third quarter of 2024. The total decrease in sales was driven by year-over-year decreases in the North America and Europe operating segments, partially offset by a year-over-year increase in the Rest of the World.

Sales for the third quarter of 2025 in the Company's North America operating segment decreased by \$47.8 million or 5.0% to \$912.5 million from \$960.3 million for the third quarter of 2024. The decrease was due to a decrease in tooling sales of \$37.1 million, which are typically dependent on the timing of tooling construction and final acceptance by the customer; lower year-over-year OEM production volumes on certain light vehicle platforms, including the Ford Escape and Maverick, and Mercedes' electric vehicle platform (EVA2); and programs that ended production during or subsequent to the third quarter of 2024,

specifically the Chevrolet Malibu, and an aluminum engine block for Stellantis. These negative factors were partially offset by higher year-over-year production volumes of certain platforms, including the Jeep Grand Cherokee and Wagoneer, General Motors' electric vehicle platforms (BEV3/BET), General Motors' Equinox/Terrain, the Ford Mustang Mach E, and a transmission for the ZF Group; and the impact of foreign exchange on the translation of U.S. denominated production sales, which had a positive impact on overall sales for the third quarter of 2025 of \$1.3 million.

Sales for the third quarter of 2025 in the Company's Europe operating segment decreased by \$2.9 million or 1.2% to \$247.6 million from \$250.5 million for the third quarter of 2024. The decrease was due to a decrease in tooling sales of \$3.4 million, which are typically dependent of the timing of tooling construction and final acceptance by the customer; lower year-over-year OEM production volumes on certain platforms, including Jaguar Land Rover, and an aluminum engine block for Ford; and programs that ended production during or subsequent to the third quarter of 2024, specifically the BMW Mini. These negative factors were partially offset by higher year-over-year OEM production volumes on certain platforms, including a transmission for the ZF Group, the Stellantis' Fiat Mini platform, and Mercedes' electric vehicle platform (EVA2); the launch and ramp up of new programs during or subsequent to the third quarter of 2024, including Volkswagen's new electric vehicle platform (PPE), and a transmission for Audi; and the impact of foreign exchange on the translation of Euro denominated production sales, which had a positive impact on overall sales for the third quarter of 2025 of \$14.5 million.

Sales for the third quarter of 2025 in the Company's Rest of the World operating segment increased by \$1.2 million or 3.7% to \$34.9 million from \$33.6 million in the third quarter of 2024. The increase was largely driven by higher year-over-year production volumes with General Motors and Mercedes, and an increase in tooling sales of \$0.6 million; partially offset by lower volumes with Jaguar Land Rover.

Overall tooling sales decreased by \$38.6 million (including outside segment sales eliminations) to \$31.6 million for the third quarter of 2025 from \$70.2 million for the third quarter of 2024.

Nine months ended September 30, 2025 to nine months ended September 30, 2024 comparison

	Nine months ended September 30, 2025	Nine months ended September 30, 2024	\$ Change	% Change
North America	\$ 2,777,876	\$ 2,908,778	(130,902)	(4.5%)
Europe	771,557	871,469	(99,912)	(11.5%)
Rest of the World	100,433	102,600	(2,167)	(2.1%)
Eliminations	(15,299)	(19,648)	4,349	22.1%
Total Sales	\$ 3,634,567	\$ 3,863,199	(228,632)	(5.9%)

The Company's consolidated sales for the nine months ended September 30, 2025 decreased by \$228.6 million or 5.9% to \$3,634.6 million as compared to \$3,863.2 million for the nine months ended September 30, 2024. The total decrease in sales was driven by year-over-year decreases across all operating segments.

Sales for the nine months ended September 30, 2025 in the Company's North America operating segment decreased by \$130.9 million or 4.5% to \$2,777.9 million from \$2,908.8 million for the nine months ended September 30, 2024. The decrease was due generally to lower year-over-year OEM production volumes on certain light vehicle platforms, including the Jeep Grand Cherokee and Wagoneer, the Ford Escape and Maverick, Mercedes' electric vehicle platform (EVA2), Nissan Pathfinder and Rogue, and General Motors' large pick-up truck and SUV platforms; and programs that ended production during or subsequent to the corresponding period of 2024, specifically the Chevrolet Malibu, an aluminum engine block for Stellantis, and the Ford Edge. These negative factors were partially offset by higher year-over-year production volumes on certain platforms, including General Motors' electric vehicle platforms (BEV3/BET), Ford Mustang Mach E, the Toyota Tacoma, General Motors' Equinox/Terrain, the Lucid Air, and a transmission for the ZF Group; the impact of foreign exchange on the translation of U.S. denominated production sales, which had a positive impact on overall sales for the nine months ended September 30, 2025 of \$72.2 million; and an increase in tooling sales of \$21.2 million, which are typically dependent on the timing of tooling construction and final acceptance by the customer. Overall industry-wide OEM light vehicle production volumes during the nine months ended September 30, 2025 decreased in North America by approximately 1% year-over-year.

Sales for the nine months ended September 30, 2025 in the Company's Europe operating segment decreased by \$99.9 million or 11.5% to \$771.6 million from \$871.5 million for the nine months ended September 30, 2024. The decrease was due to lower year-over-year OEM production volumes on certain platforms, including aluminum engine blocks for Ford and Mercedes,

Jaguar Land Rover, and the Mercedes' electric vehicle platform (EVA2); programs that ended production during or subsequent to the corresponding period of 2024, specifically the BMW Mini; and a decrease in tooling sales of \$45.4 million, which are typically dependent on the timing of tooling construction and final acceptance by the customer. These negative factors were partially offset by the launch and ramp up of new programs, including Volkswagen's new electric vehicle platform (PPE), and a transmission for Audi; higher year-over-year production volumes of certain platforms, including a transmission for the ZF Group, and the Lucid Air; and the impact of foreign exchange on the translation of Euro denominated production sales, which had a positive impact on overall sales for the nine months ended September 30, 2025 of \$33.2 million. Overall industry-wide OEM light vehicle production volumes during the nine months ended September 30, 2025 decreased in Europe by approximately 2% year-over-year.

Sales for the nine months ended September 30, 2025 in the Company's Rest of the World operating segment decreased by \$2.2 million or 2.1% to \$100.4 million from \$102.6 million for the nine months ended September 30, 2024. The decrease was largely driven by a decrease in tooling sales of \$2.1 million, and lower year-over-year production volumes with Jaguar Land Rover and Mercedes; partially offset by higher year-over-year production volumes with General Motors.

Overall tooling sales decreased by \$24.2 million (including outside segment sales eliminations) to \$150.5 million for the nine months ended September 30, 2025 from \$174.7 million for the nine months ended September 30, 2024.

GROSS MARGIN

Three months ended September 30, 2025 to three months ended September 30, 2024 comparison

	Three months ended September 30, 2025	Three months ended September 30, 2024	\$ Change	% Change
Gross margin	\$ 169,972	\$ 163,350	6,622	4.1%
% of Sales	14.3 %	13.2 %		

The gross margin percentage for the third quarter of 2025 of 14.3% increased as a percentage of sales by 1.1% as compared to the gross margin percentage for the third quarter of 2024 of 13.2%. The increase in gross margin as a percentage of sales was generally due to:

- a decrease in tooling sales which typically earn low margin for the Company;
- productivity and efficiency improvements at certain operating facilities and other improvements; and
- lower year-over-year depreciation expense due to impairment charges recorded during the fourth quarter of 2024.

These factors were partially offset by:

- overall lower production sales volume and corresponding contribution; and
- operational inefficiencies at certain operating facilities.

Nine months ended September 30, 2025 to nine months September 30, 2024 comparison

	Nine months ended September 30, 2025	Nine months ended September 30, 2024	\$ Change	% Change
Gross margin	\$ 506,106	\$ 519,517	(13,411)	(2.6%)
% of Sales	13.9%	13.4%		

The gross margin percentage for the nine months ended September 30, 2025 of 13.9% increased as a percentage of sales by 0.5% as compared to the gross margin percentage for the nine months ended September 30, 2024 of 13.4%. The increase in gross margin as a percentage of sales was generally due to:

- productivity and efficiency improvements at certain operating facilities and other improvements;
- a decrease in tooling sales which typically earn low margin for the Company; and
- lower year-over-year depreciation expense due to impairment charges recorded during the fourth quarter of 2024.

These factors were partially offset by:

- overall lower production sales volume and corresponding contribution; and
- operational inefficiencies at certain other operating facilities.

Overall market related inflationary pressures on labour, material and energy costs, along with offsetting commercial settlements, were generally stable year-over-year.

ADJUSTMENTS TO NET INCOME

Adjusted Net Income excludes certain items as set out in the following tables and described in the notes thereto. Management uses Adjusted Net Income as a measurement of operating performance of the Company and believes that, in conjunction with IFRS measures, it provides useful information about the financial performance and condition of the Company.

TABLE A

Three months ended September 30, 2025 to three months ended September 30, 2024 comparison

	Three months ended September 30, 2025	Three months ended September 30, 2024	\$ Change
NET INCOME	\$ 35,762	\$ 14,157	\$ 21,605
Adjustments:			
Restructuring costs (1)	2,511	-	2,511
ADJUSTMENTS, BEFORE TAX	\$ 2,511	\$ -	\$ 2,511
Tax impact of adjustments	(543)	-	(543)
ADJUSTMENTS, AFTER TAX	\$ 1,968	\$ -	\$ 1,968
ADJUSTED NET INCOME	\$ 37,730	\$ 14,157	\$ 23,573
Number of Shares Outstanding – Basic ('000)	72,788	74,629	
Adjusted Basic Net Earnings Per Share	\$ 0.52	\$ 0.19	
Number of Shares Outstanding – Diluted ('000)	72,788	74,630	
Adjusted Diluted Net Earnings Per Share	\$ 0.52	\$ 0.19	

TABLE B***Nine months ended September 30, 2025 to nine months ended September 30, 2024 comparison***

	Nine months ended September 30, 2025	Nine months ended September 30, 2024	\$ Change
NET INCOME	\$ 91,327	\$ 98,786	\$ (7,459)
Adjustments:			
Restructuring costs (1)	33,114	11,610	21,504
ADJUSTMENTS, BEFORE TAX	\$ 33,114	\$ 11,610	\$ 21,504
Tax impact of adjustments	(9,436)	(3,759)	(5,677)
ADJUSTMENTS, AFTER TAX	\$ 23,678	\$ 7,851	\$ 15,827
ADJUSTED NET INCOME	\$ 115,005	\$ 106,637	\$ 8,368
Number of Shares Outstanding – Basic ('000)	72,788	76,191	
Adjusted Basic Net Earnings Per Share	\$ 1.58	\$ 1.40	
Number of Shares Outstanding – Diluted ('000)	72,788	76,194	
Adjusted Diluted Net Earnings Per Share	\$ 1.58	\$ 1.40	

(1) Restructuring costs

Additions to the restructuring provision during the three and nine months ended September 30, 2025 totalled \$2.5 million and \$33.1 million, respectively, and represent employee-related severance resulting from the rightsizing of certain operations in Germany, Mexico, Canada, and the United States

Additions to the restructuring provision during the nine months ended September 30, 2024 totalled \$11.6 million and represent employee-related severance resulting from the rightsizing of certain operations in Germany, Mexico Canada, and the United States.

NET INCOME***Three months ended September 30, 2025 to three months ended September 30, 2024 comparison***

	Three months ended September 30, 2025	Three months ended September 30, 2024	\$ Change	% Change
Net Income	\$ 35,762	\$ 14,157	21,605	152.6%
Adjusted Net Income	37,730	14,157	23,573	166.5%
Net Earnings per Share				
Basic and Diluted	\$ 0.49	\$ 0.19		
Adjusted Net Earnings per Share				
Basic and Diluted	\$ 0.52	\$ 0.19		

Net Income, before adjustments, for the third quarter of 2025 increased by \$21.6 million to \$35.8 million or \$0.49 per share, on a basic and diluted basis, from Net Income of \$14.2 million or \$0.19 per share, on a basic and diluted basis, for the third quarter of 2024. Excluding the adjustments explained in Table A under "Adjustments to Net Income", Adjusted Net Income for the third quarter of 2025 increased by \$23.6 million to \$37.7 million or \$0.52 per share, on a basic and diluted basis, from \$14.2 million or \$0.19 per share, on a basic and diluted basis, for the third quarter of 2024.

Adjusted Net Income for the third quarter of 2025, as compared to the third quarter of 2024, was positively impacted by the following:

- a higher gross margin as previously explained;
- a \$2.9 million year-over-year decrease in finance expense as a result of decreased debt levels and lower borrowing rates on the Company's revolving bank debt; and
- a lower effective tax rate (21.6% for the third quarter of 2025 compared to 70.2% for the third quarter of 2024). The Company's effective tax rate is impacted by the IFRS accounting treatment of the fluctuations of the Mexican Peso against the U.S. dollar that does not impact cash.

These factors were partially offset by a year-over-year increase in SG&A expense, as previously explained.

Nine months ended September 30, 2025 to nine months ended September 30, 2024 comparison

	Nine months ended September 30, 2025	Nine months ended September 30, 2024	\$ Change	% Change
Net Income	\$ 91,327	\$ 98,786	(7,459)	(7.6%)
Adjusted Net Income	115,005	106,637	8,368	7.8%
Net Earnings per Share				
Basic and Diluted	\$ 1.25	\$ 1.30		
Adjusted Net Earnings per Share				
Basic and Diluted	\$ 1.58	\$ 1.40		

Net Income, before adjustments, for the nine months ended September 30, 2025 decreased by \$7.5 million to \$91.3 million or \$1.25 per share, on a basic and diluted basis, from Net Income of \$98.8 million or \$1.30 per share, on a basic and diluted basis, for the nine months ended September 30, 2024. Excluding the adjustments explained in Table B under "Adjustments to Net Income", Adjusted Net Income for the nine months ended September 30, 2025 increased by \$8.4 million to \$115.0 million or \$1.58 per share on a basic and diluted basis, from \$106.6 million or \$1.40 per share on a basic and diluted basis, for the nine months ended September 30, 2024.

Adjusted Net Income for the nine months ended September 30, 2025, as compared to the nine months ended September 30, 2024, was positively impacted by the following:

- a \$9.1 million year-over-year decrease in finance expense as a result of decreased debt levels and lower borrowing rates on the Company's revolving bank debt; and
- a lower effective tax rate (26.9% for the nine months ended September 30, 2025 compared to 38.8% for the nine months ended September 30, 2024). The Company's effective tax rate is impacted by the IFRS accounting treatment of the fluctuations of the Mexican Peso against the U.S. dollar that does not impact cash.

These factors were partially offset by the following:

- lower gross margin from lower year-over-year sales volume;
- a net foreign exchange loss of \$3.9 million for the nine months ended September 30, 2025 compared to a gain of \$8.1 million for the nine months ended September 30, 2024; and
- a \$1.1 million year-over-year increase in research and development costs driven generally by increased new product and process development activity.

DIVIDEND

A cash dividend of \$0.05 per share has been declared by the Board of Directors payable to shareholders of record on December 31, 2025, on or about January 15, 2026.

ABOUT MARTINREA

Martinrea International Inc. is a leader in the development and production of quality metal parts, assemblies and modules, fluid management systems, and complex aluminum products focused primarily on the automotive sector. Martinrea currently operates in 57 locations in Canada, the United States, Mexico, Brazil, Germany, Slovakia, Spain, China, South Africa, and Japan. Martinrea's vision is making lives better by being the best supplier we can be in the products we make and the services we provide. For more information on Martinrea, please visit www.martinrea.com. Follow Martinrea on [X](#) and [Facebook](#).

CONFERENCE CALL DETAILS

A conference call to discuss the financial results will be held on Tuesday, November 11, 2025 at 5:30 p.m. Eastern Time. To participate, please dial 416-855-9085 (Toronto area) or 800-990-2777 (toll free Canada and US) and enter conference ID – 53112#. Please call 10 minutes prior to the start of the conference call.

The conference call will also be webcast live in listen-only mode and archived for twelve months. The webcast and accompanying presentation can be accessed at: <https://www.martinrea.com/investor-relations/events-presentations/>.

There will also be a rebroadcast of the call available by dialing 289-819-1325 or toll free 800-660-6264 (Conference ID – 53112#). The rebroadcast will be available until February 9, 2026.

If you have any teleconferencing questions, please call Ganesh Iyer at 416-749-0314.

FORWARD-LOOKING INFORMATION

Special Note Regarding Forward-Looking Statements

This Press Release and the documents incorporated by reference therein contains forward-looking statements within the meaning of applicable Canadian securities laws including those related to the Company's expectations as to, or its views or beliefs in or on, the impact of, or duration of, or factors affecting, or expected response to or growth of, improvements in, expansion of and/or guidance or outlook (including for 2025 and 2026) as to future results, revenue, sales, margin, gross margin, earnings, and earnings per share, adjusted earnings per share, free cash flow, volumes, adjusted net earnings per share, operating income margins, operating margins, adjusted operating income margins, leverage ratios, net debt to adjusted EBITDA⁽¹⁾, debt repayment, Adjusted EBITDA⁽¹⁾, capex levels, working capital levels, cash tax levels, progress on commercial negotiations, the growth of the Company and pursuit of, and belief in, its strategies, the strength, recovery and growth of the automotive industry and continuing challenges, the impact of and/or uncertainty of tariffs and trade issues in the Company's business and its industry, expectation of the benefit of the Lyseon transaction and benefit of NanoXplore, the expectation of JLR production resumption, as well as other forward-looking statements. The words "continue", "expect", "anticipate", "estimate", "may", "will", "should", "views", "intend", "believe", "plan" and similar expressions are intended to identify forward-looking statements. Forward-looking statements are based on estimates and assumptions made by the Company in light of its experience and its perception of historical trends, current conditions and expected future developments, as well as other factors that the Company believes are appropriate in the circumstances, such as expected sales and industry production estimates, current foreign exchange rates, timing of product launches and operational improvement during the period, and current Board approved budgets. Many factors could cause the Company's actual results, performance or achievements to differ materially from those expressed or implied by the forward-looking statements, including, without limitation, the following factors, some of which are discussed in detail in the Company's AIF and MD&A for the year ended December 31, 2024 and other public filings which can be found on the Company's profile at www.sedarplus.ca:

- North American and Global Economic and Political Conditions (including war) and Consumer Confidence
- Automotive Industry Risks
- Trade Restrictions or Disputes
- Changes in Laws and Governmental Regulations
- Dependence Upon Key Customers
- Pandemics and Epidemics, Force Majeure Events, Natural Disasters, Terrorist Activities, Political and Civil Unrest or War, and Other Outbreaks
- Russia and Ukraine War and Middle East Tensions
- Inflationary Pressures
- Regional Energy Shortages
- Customer Consolidation and Cooperation

- Emergence of Potentially Disruptive EV OEMs
- Outsourcing and Insourcing Trends
- Financial Viability of Suppliers and Key Suppliers and Supply Disruptions (Material Availability or Disruption)
- Semiconductor Chip Shortages and Price Increases
- Competition
- Customer Pricing Pressures, Contractual Arrangements, Cost and Risk Absorption and Purchase Orders
- Potential Volatility of Share Prices
- Fluctuations in Operating Results
- Material and Commodity Prices and Volatility
- Scrap Steel/Aluminum Price Volatility
- Quote/Pricing Assumptions
- Launch Costs, Operational Costs and Issues and Cost Structure
- Potential Rationalization Costs, Turnaround Costs and Impairment Charges
- Product Warranty, Repair/Replacement Costs, Recall, Product Liability and Liability Risk
- Product Development and Technological Change (Including Artificial Intelligence and Electrification)
- A Shift Away from Technologies in Which the Company is Investing
- Dependence Upon Key Personnel
- Limited Financial Resources/Uncertainty of Future Financing/Banking
- Cybersecurity Threats
- Acquisitions
- Joint Ventures
- Private or Public Equity Investments in Technology Companies
- Potential Tax Exposures
- Labour Relations Matters
- Sustainability (ESG) Regulation, Including Environmental Regulation and Climate Change and Human Rights and Supply Chain Issues
- Litigation and Regulatory Compliance and Investigations
- Risks of Conducting Business in Foreign Countries, Including China, Brazil, Mexico and Other Growing Markets
- Currency Risk
- Internal Controls Over Financial Reporting and Disclosure Controls and Procedures
- Loss of Use of Key Manufacturing Facilities
- Intellectual Property
- Availability of Consumer Credit or Cost of Borrowing
- Evolving Business Risk Profile
- Competition with Low-Cost Countries
- The Company's Ability to Shift its Manufacturing Footprint to Take Advantage of Opportunities in Growing Markets
- Change in the Company's Mix of Earnings Between Jurisdictions with Lower Tax Rates and Those with Higher Tax Rates
- Pension Plans and Other Post-Employment Benefits
- Dividends
- Lease Obligations

These factors should be considered carefully, and readers should not place undue reliance on the Company's forward-looking statements. The Company has no intention and undertakes no obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except as required by law.

The common shares of Martinrea trade on The Toronto Stock Exchange under the symbol "MRE".

For further information, please contact:

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Martinrea International Inc.

Interim Condensed Consolidated Balance Sheets

(in thousands of Canadian dollars) (unaudited)

	Note	September 30, 2025	December 31, 2024
ASSETS			
Cash and cash equivalents		\$ 142,987	\$ 167,951
Trade and other receivables	2	759,620	613,505
Inventories	3	519,284	508,231
Prepaid expenses and deposits		44,924	33,599
Income taxes recoverable		23,299	12,784
TOTAL CURRENT ASSETS		1,490,114	1,336,070
Property, plant and equipment	4	1,879,996	1,949,004
Right-of-use assets	5	218,086	215,802
Deferred tax assets		215,738	199,512
Intangible assets		38,222	37,535
Investments	6	64,625	65,378
Pension assets		18,599	17,493
TOTAL NON-CURRENT ASSETS		2,435,266	2,484,724
TOTAL ASSETS		\$ 3,925,380	\$ 3,820,794
LIABILITIES			
Trade and other payables		\$ 1,116,814	\$ 1,024,716
Provisions	7	26,187	6,862
Income taxes payable		20,243	25,332
Current portion of long-term debt	8	16,097	10,445
Current portion of lease liabilities	9	56,705	54,235
TOTAL CURRENT LIABILITIES		1,236,046	1,121,590
Long-term debt	8	894,959	970,969
Lease liabilities	9	184,919	189,176
Pension and other post-retirement benefits		40,754	40,384
Deferred tax liabilities		32,999	31,653
TOTAL NON-CURRENT LIABILITIES		1,153,631	1,232,182
TOTAL LIABILITIES		2,389,677	2,353,772
EQUITY			
Capital stock	11	601,188	601,188
Contributed surplus		46,583	46,052
Accumulated other comprehensive income		197,627	210,821
Retained earnings		690,305	608,961
TOTAL EQUITY		1,535,703	1,467,022
TOTAL LIABILITIES AND EQUITY		\$ 3,925,380	\$ 3,820,794

Contingencies (note 16)

Subsequent events (notes 6 and 18)

See accompanying notes to the interim condensed consolidated financial statements.

On behalf of the Board:

"Robert Wildeboer"	Director
"Terry Lyons"	Director

Martinrea International Inc.

Interim Condensed Consolidated Statements of Operations

(in thousands of Canadian dollars, except per share amounts) (unaudited)

	Note	Three months ended September 30, 2025	Three months ended September 30, 2024	Nine Months ended September 30, 2025	Nine Months ended September 30, 2024
SALES		\$ 1,190,801	\$ 1,237,493	\$ 3,634,567	\$ 3,863,199
Cost of sales (excluding depreciation of property, plant and equipment and right-of-use assets)		(951,776)	(993,212)	(2,912,716)	(3,109,104)
Depreciation of property, plant and equipment and right-of-use assets (production)		(69,053)	(80,931)	(215,745)	(234,578)
Total cost of sales		(1,020,829)	(1,074,143)	(3,128,461)	(3,343,682)
GROSS MARGIN		169,972	163,350	506,106	519,517
Research and development costs		(11,221)	(10,852)	(33,183)	(32,037)
Selling, general and administrative		(89,583)	(82,384)	(247,949)	(247,132)
Depreciation of property, plant and equipment and right-of-use assets (non-production)		(3,996)	(3,973)	(11,621)	(12,230)
Loss on disposal of property, plant and equipment		(176)	(262)	(311)	(1,489)
Restructuring costs	7	(2,511)	-	(33,114)	(11,610)
OPERATING INCOME		62,485	65,879	179,928	215,019
Share of loss of equity investments	6	(662)	(690)	(1,997)	(2,147)
Finance expense	13	(15,951)	(18,840)	(49,399)	(58,501)
Other finance income (expense)	13	(245)	1,084	(4,221)	8,140
INCOME BEFORE INCOME TAXES		45,627	47,433	124,311	162,511
Income tax expense	10	(9,865)	(33,276)	(32,984)	(63,725)
NET INCOME FOR THE PERIOD		\$ 35,762	\$ 14,157	\$ 91,327	\$ 98,786
Basic earnings per share	12	\$ 0.49	\$ 0.19	\$ 1.25	\$ 1.30
Diluted earnings per share	12	\$ 0.49	\$ 0.19	\$ 1.25	\$ 1.30

See accompanying notes to the interim condensed consolidated financial statements.

Martinrea International Inc.

Interim Condensed Consolidated Statements of Comprehensive Income

(in thousands of Canadian dollars) (unaudited)

	Three months ended September 30, 2025	Three months ended September 30, 2024	Nine Months ended September 30, 2025	Nine Months ended September 30, 2024
NET INCOME FOR THE PERIOD	\$ 35,762	\$ 14,157	\$ 91,327	\$ 98,786
Other comprehensive income (loss), net of tax:				
Items that may be reclassified to net income				
Foreign currency translation differences for foreign operations	30,323	(1,472)	(13,170)	44,206
Items that will not be reclassified to net income				
Share of other comprehensive income (loss) of equity investments (note 6)	88	14	(24)	(25)
Remeasurement of defined benefit plans	29	322	935	(814)
Other comprehensive income (loss), net of tax	30,440	(1,136)	(12,259)	43,367
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	\$ 66,202	\$ 13,021	\$ 79,068	\$ 142,153

See accompanying notes to the interim condensed consolidated financial statements.

Martinrea International Inc.

Interim Condensed Consolidated Statements of Changes in Equity

(in thousands of Canadian dollars) (unaudited)

	Capital stock	Contributed surplus	Accumulated other comprehensive income	Retained earnings	Total equity
BALANCE AT DECEMBER 31, 2023	\$ 645,256	\$ 45,903	\$ 95,753	\$ 678,269	\$ 1,465,181
Net income for the period	-	-	-	98,786	98,786
Compensation expense related to stock options	-	127	-	-	127
Dividends (\$0.15 per share)	-	-	-	(11,281)	(11,281)
Exercise of employee stock options	350	(80)	-	-	270
Repurchase of common shares (note 11)	(34,505)	-	-	(15,868)	(50,373)
<u>Other comprehensive income (loss) net of tax</u>					
Remeasurement of defined benefit plans	-	-	-	(814)	(814)
Foreign currency translation differences	-	-	44,206	-	44,206
Share of other comprehensive loss of equity investments	-	-	(25)	-	(25)
BALANCE AT SEPTEMBER 30, 2024	611,101	45,950	139,934	749,092	1,546,077
Net loss for the period	-	-	-	(133,332)	(133,332)
Compensation expense related to stock options	-	102	-	-	102
Dividends (\$0.05 per share)	-	-	-	(3,640)	(3,640)
Repurchase of common shares (note 11)	(9,913)	-	-	(2,211)	(12,124)
<u>Other comprehensive income (loss) net of tax</u>					
Remeasurement of defined benefit plans	-	-	-	(948)	(948)
Foreign currency translation differences	-	-	70,878	-	70,878
Share of other comprehensive income of equity investments	-	-	9	-	9
BALANCE AT DECEMBER 31, 2024	601,188	46,052	210,821	608,961	1,467,022
Net income for the period	-	-	-	91,327	91,327
Compensation expense related to stock options	-	531	-	-	531
Dividends (\$0.15 per share)	-	-	-	(10,918)	(10,918)
<u>Other comprehensive income (loss) net of tax</u>					
Remeasurement of defined benefit plans	-	-	-	935	935
Foreign currency translation differences	-	-	(13,170)	-	(13,170)
Share of other comprehensive loss of equity investments	-	-	(24)	-	(24)
BALANCE AT SEPTEMBER 30, 2025	\$ 601,188	\$ 46,583	\$ 197,627	\$ 690,305	\$ 1,535,703

See accompanying notes to the interim condensed consolidated financial statements.

Martinrea International Inc.

Interim Condensed Consolidated Statements of Cash Flows

(in thousands of Canadian dollars) (unaudited)

	Three months ended September 30, 2025	Three months ended September 30, 2024	Nine Months ended September 30, 2025	Nine Months ended September 30, 2024
CASH PROVIDED BY (USED IN):				
OPERATING ACTIVITIES:				
Net income for the period	\$ 35,762	\$ 14,157	\$ 91,327	\$ 98,786
Adjustments for:				
Depreciation of property, plant and equipment and right-of-use assets	73,049	84,904	227,366	246,808
Amortization of development costs	2,179	3,084	5,988	8,172
Unrealized loss (gain) on foreign exchange forward contracts	482	(4,382)	(192)	(913)
Finance expense	15,951	18,840	49,399	58,501
Income tax expense	9,865	33,276	32,984	63,725
Loss on disposal of property, plant and equipment	176	262	311	1,489
Deferred and restricted share units expense	9,984	2,893	12,111	6,261
Stock options expense	177	43	531	127
Share of loss of equity investments	662	690	1,997	2,147
Pension and other post-retirement benefits expense	612	571	1,827	1,702
Contributions made to pension and other post-retirement benefits	(788)	(489)	(1,952)	(1,657)
	148,111	153,849	421,697	485,148
Changes in non-cash working capital items:				
Trade and other receivables	18,424	(2,739)	(148,015)	(87,575)
Inventories	(36,237)	12,159	(11,515)	15,897
Prepaid expenses and deposits	(8,547)	(2,163)	(11,233)	(1,226)
Trade, other payables and provisions	11,878	(5,529)	134,691	(17,128)
	133,629	155,577	385,625	395,116
Interest paid	(17,540)	(21,839)	(54,168)	(65,306)
Income taxes paid	(8,561)	(1,849)	(63,014)	(50,533)
NET CASH PROVIDED BY OPERATING ACTIVITIES	\$ 107,528	\$ 131,889	\$ 268,443	\$ 279,277
FINANCING ACTIVITIES:				
Increase (decrease) in long-term debt (net of deferred financing fees)	(45,299)	(29,094)	(38,671)	18,847
Equipment loan repayments	(4,421)	(1,329)	(12,269)	(5,899)
Principal payments of lease liabilities	(14,055)	(13,096)	(42,187)	(38,852)
Dividends paid	(3,639)	(3,743)	(10,918)	(11,489)
Exercise of employee stock options	-	-	-	270
Repurchase of common shares	-	(9,471)	-	(49,393)
NET CASH USED IN FINANCING ACTIVITIES	\$ (67,414)	\$ (56,733)	\$ (104,045)	\$ (86,516)
INVESTING ACTIVITIES:				
Purchase of property, plant and equipment (excluding capitalized interest)*	(55,872)	(80,814)	(177,476)	(191,681)
Capitalized development costs	(754)	(1,457)	(7,351)	(4,601)
Increase in investments	(22)	-	(1,271)	(8,130)
Proceeds on disposal of property, plant and equipment	189	4,122	839	5,311
NET CASH USED IN INVESTING ACTIVITIES	\$ (56,459)	\$ (78,149)	\$ (185,259)	\$ (199,101)
Effect of foreign exchange rate changes on cash and cash equivalents	(698)	(1,178)	(4,103)	(3,197)
DECREASE IN CASH AND CASH EQUIVALENTS	(17,043)	(4,171)	(24,964)	(9,537)
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	160,030	181,438	167,951	186,804
CASH AND CASH EQUIVALENTS, END OF PERIOD	\$ 142,987	\$ 177,267	\$ 142,987	\$ 177,267

*As at September 30, 2025, \$34,529 (December 31, 2024 - \$78,547) of purchases of property, plant and equipment remain unpaid and are recorded in trade and other payables.

See accompanying notes to the interim condensed consolidated financial statements.