



## ***NEWS RELEASE***

### ***SANGOMA REPORTS RESULTS FOR FIRST QUARTER OF FISCAL 2015 Revenue Up Slightly from Same Quarter in Previous Year***

**MARKHAM, ONTARIO, November 24, 2014** – Sangoma Technologies Corporation (TSX VENTURE:STC), a leading provider of hardware and software components that enable or enhance IP Communications Systems for both voice and data, today announced highlights of its unaudited consolidated interim financial statements for the first quarter of fiscal 2015, ended September 30, 2014.

Sales for the first quarter of fiscal 2015 were \$2.8 million, up slightly from the \$2.7 million in the first quarter of fiscal 2014. As in previous years, Sangoma's sales in the first quarter were well below those of the fourth quarter in the prior fiscal year, owing to seasonally lower demand during summer months, a trend that the company expects will continue.

"We know our first quarter each year is a bit challenging, especially when compared to our fourth quarters which are typically the strongest", said Bill Wignall, President and CEO at Sangoma. "We continue to focus on the balance between maintaining profitability while generating reasonable growth, and while I'm quite pleased we produced a positive bottom line this first quarter, I'd still have liked to see slightly more growth in spite of the seasonality."

	<b>Q1 FY2015</b>	<b>Q1 FY2014</b>	<b>Change</b>	<b>Q4 FY2014</b>	<b>Change</b>
Sales	\$2.77 m	\$2.74 m	1%	\$3.98 m	(30%)
Gross profit	\$1.83 m	\$1.83 m	0%	\$2.65 m	(31%)
Operating Expense	\$1.81 m	\$2.03 m	(11%)	\$2.04 m	(11%)
Operating Income <sup>1</sup>	\$0.02 m	-\$0.20 m		\$0.61 m	
Net income	\$0.02 m	-\$0.16 m		\$0.52 m	
Net earnings per share (fully diluted)	\$0.001	(\$0.006)		\$0.018	
EBITDA <sup>1</sup>	\$0.08 m	-\$0.09 m		\$0.51 m	

<sup>1</sup> Operating Income and EBITDA are metrics used by the Company to monitor its performance and the definitions may be found in the accompanying MD&A posted today at [www.sedar.com](http://www.sedar.com).

Gross profit was \$1.83 million for the quarter or 66% of revenue, consistent with the percentages experienced over recent quarters.

Operating expense for the first quarter was \$1.81 million, 11% below that of the \$2.03m in the same quarter of fiscal 2014 with the foreign exchange gain accounting for most of the difference between years.

Operating Income was \$0.02 million for the quarter, \$0.22 million higher than that of the same quarter last year, as a result of the exchange rate impact noted above.

Net Income for the quarter ended September 30, 2014 was \$0.02 million (\$0.001 per share fully diluted), compared to net loss of \$0.16 million (-\$0.006 per share fully diluted) for the quarter ended September 30, 2013.

Sangoma has a solid cash balance of \$5.07 million, up somewhat from \$4.98 million on June 30, 2014. Working capital was \$11.38 million as compared to \$11.35 million one quarter ago.

The Board of Directors of Sangoma Technologies invites all shareholders to the annual shareholders meeting to be held on December 17, 2014, the details of which have been mailed to shareholders.

President and CEO, Bill Wignall, and CFO, David Moore will host a conference call on Wednesday November 26 at 11am EST to discuss these quarterly results. The dial-in number for the call is 1-800-319-4610. Investors are requested to dial in 5 to 10 minutes before the scheduled start time and ask to join the Sangoma call.

### **About Sangoma Technologies Corporation**

Sangoma is a leading provider of hardware and software components that enable or enhance IP Communications Systems for both telecom and datacom applications. Sangoma's data boards, voice boards, gateways and connectivity software are used in leading PBX, IVR, contact center and data-communication applications worldwide. The product line includes both hardware and software components that offer a comprehensive toolset for deploying cost-effective, powerful, and flexible communication solutions.

Founded in 1984, Sangoma Technologies Corporation is publicly traded on the TSX Venture Exchange (TSX VENTURE: STC). Additional information on Sangoma can be found at: [www.sangoma.com](http://www.sangoma.com).

### **Cautionary Statement Regarding Forward Looking Statements**

This press release contains forward-looking statements, including statements regarding the future success of our business, development strategies and future opportunities.

Forward-looking statements include, but are not limited to, statements concerning estimates of expected expenditures, statements relating to expected future production and cash flows, and other statements which are not historical facts. When used in this document, the words such as "could", "plan", "estimate", "expect", "intend", "may", "potential", "should" and similar expressions indicate forward-looking statements.

Although Sangoma believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements. Forward-looking statements are based on the opinions and estimates of management at the date that the statements are made, and are subject to a variety of risks and uncertainties and other factors that could cause

actual events or results to differ materially from those projected in forward-looking statements. Sangoma undertakes no obligation to update forward-looking statements if circumstances or management's estimates or opinions should change except as required by law.

Readers are cautioned not to place undue reliance on forward-looking statements, as there can be no assurance that the plans, intentions or expectations upon which they are based will occur. By their nature, forward-looking statements involve numerous assumptions, known and unknown risks and uncertainties, both general and specific, that contribute to the possibility that the predictions, forecasts, projections and other events contemplated by the forward-looking statements will not occur. Although Sangoma believes that the expectations represented by such forward-looking statements are reasonable, there can be no assurance that such expectations will prove to be correct as these expectations are inherently subject to business, economic and competitive uncertainties and contingencies. Some of the risks and other factors which could cause results to differ materially from those expressed in the forward-looking statements contained in the management's discussion and analysis include, but are not limited to changes in exchange rate between the Canadian Dollar and other currencies, changes in technology, changes in the business climate, changes in the regulatory environment, the decline in the importance of the PSTN and new competitive pressures. The forward-looking statements contained in this press release are expressly qualified by this cautionary statement.

# # #

*Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.*

Sangoma Technologies Corporation  
David Moore  
Chief Financial Officer  
(905) 474-1990 Ext. 107  
dsmoore@sangoma.com  
[www.sangoma.com](http://www.sangoma.com)