

**Dissemination of a Regulatory Announcement that contains inside information according to
REGULATION (EU) No 596/2014 (MAR)**

11 March 2019

MTI Wireless Edge Ltd
("MTI" or the "Company")

Financial results for 2018 & Declaration of final dividend

MTI Wireless Edge Ltd (AIM: MWE), the technology group focused on comprehensive communication and radio frequency solutions across multiple sectors, today announces its audited results for the year ended 31 December 2018.

Unless indicated otherwise, all financial figures assume that the merger between the Company and MTI Computers & Software Services (1982) Ltd (the "Merger") that completed in August 2018 was in effect throughout the entire of the reported periods).

Highlights:

- The completion of the Merger increased revenue by 35% during the period to \$35.5m, with organic growth being 2% (2017: \$26.4m* and \$34.6m** respectively)
- Earnings per share increased by 14% to 2.70 US cents (2017: 2.36 US cents), even following the issuance of shares as consideration for the Merger
- Gross profit increased 26% year-on-year to \$12m due to the Merger, with organic growth being 7% (2017: \$9.6m* and \$11.2m** respectively)
- Profit from operations increased 82% year-on-year to \$2.9m due to the Merger, with organic growth being 21% (2017: \$1.6m* and \$2.4m** respectively)
- The Company generated \$2.3m of cash from operations (2017: \$2.4m)
- Shareholder's equity grew during the period to \$20.6m (31 December 2017: \$19.6m) representing 18.3p per share (Calculated at £/\$ rate of 1.29)
- Dividend of \$0.015 per share (2017: \$0.02 per share) declared – to be paid on 5 April 2019 to shareholders on the register at the close of trading on 22 March 2019

* These figures represent the relevant financial results of the Company (only) for the year ended 31 December 2017.

** These figures represent the relevant financial results of the Company in the year ended 31 December 2017, aggregated with that of MTI Computers & Software Services (1982) Ltd for the same period.

Chairman's Statement

I am pleased to report on our audited results for the financial year ended 31 December 2018, during which we made a significant structural change via the merger of the Company with our former controlling shareholder, MTI Computers & Software Services (1982) Ltd ("MTIC") (the "Merger"). As part of this process the board decided to reorganize the Company and as announced, subject to shareholder approval, we are expecting our proposed CEO, Moni Borovitz, to lead the implementation of our new strategy as detailed below. I would like to thank shareholders for their support for the Merger, which we believe was a strong strategic move for the benefit of all shareholders. Some of the benefits of the Merger are already seen via the cost savings in the last quarter of 2018 (the first full quarter post-Merger), during which the Company generated \$1m of profit from operations for the first time, which represented more than 35% of the Company's total profit from operations for the entire year.

Business wise the Company continued to experience growth in revenue and profits. We were able to secure new projects in both our antenna and representation divisions, which will benefit us in 2019 onwards. We were able to complete the registration of Mottech in China and strengthened our sales and marketing teams in China, as well as in other key territories to lay the foundations to capitalize on the enormous opportunities for future growth.

Climate change and droughts being experienced across the globe have made it clear that water is becoming a critical natural resource and its management is becoming essential. These developments have allowed the Board to identify new market opportunities from various areas around the world and we are focused on maximizing these opportunities as they develop.

In the antenna segment we continue to see strong demand for millimeter wave (including 60 – 80 GHz and 5G) antenna solutions and expanded our offering into dual band subsystem antenna solutions, securing contracts with key customers and increased our offering by adding a matching part to the dual band antennas. This increased our unit selling price while strengthening our relationship with customers. We are confident that this will be part of MTI's growth in the future.

In the military antenna business, 2018 revenue was the highest ever and we continue to see strong demand for our products. As recently announced during 2019 we secured a large-scale order for our offset facility in India. This, together with our promising pipeline of opportunities, provides strong confidence in the future growth of the business.

Our representation division experienced notable growth this year in both revenue, profits and importantly its progress in respect of future projects. We are very satisfied with the progress made, as some of the brands that we represent in Israel are becoming standards in the industry.

Our system engineering division continued to market tethered balloon solutions and is involved in a large project which we expect to be turned into a more significant order for 2019, followed by a potential sizeable long-term operation, service and maintenance contract. We will announce any developments regarding this project in due course.

Each of our business divisions is well positioned to continue to grow organically while we continuously search for external opportunities to accelerate such growth and use our strong balance sheet to do so.

Under the Israeli Companies Law, we may declare dividends out of the higher of retained earnings and earnings generated over the two most recent years (the profit test), in either case, provided that our board of directors reasonably believes that the dividend will not render us unable to meet our current or foreseeable obligations when due (the solvency test). Following a review of the performance of the business, the Board believes we pass both tests and decided to declare a final dividend of \$0.015 per

share. The dividend will be paid on 5 April 2019 to shareholders on the register at the close of trading on 22 March 2019.

In January 2019 the Company announced a program to conduct market purchases of ordinary shares of par value 0.01 Israeli Shekels each ("Ordinary Shares") in the Company up to a maximum value of £150,000 (the "Programme"). The key reason for the Programme was to assist with liquidity in the Ordinary Shares by holding repurchased Ordinary Shares in treasury and potentially reselling these Ordinary Shares under circumstances that the Board deems to be appropriate and in compliance with regulation.

Cash generated from any eventual resales of Ordinary Shares acquired under the Programme will be credited to an account and may be reused for future purchases under the Programme. The Programme commenced on 28 January 2019 and will continue until no later than 26 July 2019. As at 10 March 2019, a total of 510,000 Ordinary Shares had been repurchased.

We believe that the underlying drivers of our business, such as the continued growth in data usage and increasing subscriber numbers, are part of long-term trends that we expect will continue for the foreseeable future. This, together with the requirement for efficient water management, provides us with confidence in both the Company's short and long-term growth prospects.

I would like to thank our employees for their contribution to the Company and for their dedication and creativity, which has enabled us to achieve these results. I would also like to acknowledge our gratitude to the employees' families for their continued support.

Zvi Borovitz
Chairman

Chief Executive's review

I am happy to report that during 2018 we experienced double digit growth due to the Merger of the Company with our former controlling shareholder (MTIC). We were also able to grow the business organically as well, increasing earnings per share by 14%. I would like to emphasize that our fourth quarter results showed operating profit of over \$1 million, representing an 11% operating margin, which is an early demonstration of some of the benefits from the Merger.

Our wireless controller segment grew by 9% in 2018, completing a 10% compound annual growth rate since its acquisition in 2015. We continue to see many opportunities to grow this business and remain focused on building our offering for various markets in the water management segment, as it is evident that the world's climate change is driving demand for better water management solutions. While investing in developing this business segment we were able to meet our long-term goal of having a 10% operating profit margin.

In the antenna segment we experienced a decrease of 4% in revenue due to a large project that completed in 2017. Nevertheless our military antenna business reached its highest level ever, growing 26% in 2018 and we continue to see a large pipeline of opportunities here. This military segment is also making good use of our new facility in India, which is supporting the substantial demand for solutions made in India, as part of the offset requirements. Our 5G millimeter wave business has tripled its revenue in 2018, and we are confident that this will be the future growth engine of the antenna segment. Other areas of the antenna division also made significant progress in 2018, including the completion of the development of several antenna solutions, where we expanded our customer base and initiated patent registration on these new solutions.

Our RFID segment was flat in 2018 after four consecutive years of growth and we believe our positioning in the market remains strong. As we continue to see more applications that require the use of such solutions our key future goal is to ensure that MTI remains well positioned in this market, to maximize the benefits of the continuing world-wide growth in the use of RFID technology.

In the newly acquired representation business we had a very good year growing the revenue of its core business in Israel (which now accounts for more than 85% of the representation business) by 17%. We achieved an overall 4% increase in revenue and reached a 10% operating profit margin, while increasing the operating profit by 37% year on year. We were able to initiate several new projects during 2017-2018, the results of which should be seen in the coming years.

We enter 2019 with a healthy orderbook and a large pipeline of opportunities in the various segments of the business, which provides us with great confidence in the future growth potential of the business.

Dov Feiner
Chief Executive Officer

Declaration of final dividend

The Board of MTI is pleased to announce a final dividend in respect of the year ended 31 December 2018 (the "2018 Dividend") of US\$0.015 per ordinary share in the Company ("Ordinary Share"). It is intended that the 2018 Dividend will be paid on 5 April 2019 to holders of Ordinary Shares recorded on the register as at the close of business on 22 March 2019.

Annual report

The Company will not be posting hard copies of the annual report to its shareholders. Shareholders who require a copy of the annual report will shortly be able to download it from the Company's website at www.mtiwirelessedge.com or should write to the Company at MTI Wireless Edge Ltd Headquarters, 11 Hamelacha St. Afek Industrial Park, Rosh-Ha'Ayin, Israel requesting a hard copy.

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About MTI Wireless Edge ("MTI" or the "Company")

Headquartered in Israel, MTI is a technology group focused on comprehensive communication and radio frequency solutions across multiple sectors through four core divisions:

Antenna Division

MTI is a world leader in the design, development and production of high quality, state-of-the-art, and cost effective antenna solutions including Smart Antennas, MIMO Antennas and Dual Polarity Antennas for wireless applications. MTI supplies antennas for both military and commercial markets from 100 KHz to 90 GHz.

Internationally recognized as a producer of commercial off-the-Shelf and custom-developed antenna solutions in a broad frequency range, MTI Wireless Edge addresses both commercial and military applications.

MTI supplies directional and omnidirectional antennas for outdoor and indoor deployments, including smart antennas for WiMAX, Broadband access, public safety, RFID, base stations and terminals for the utility market.

Military applications include a wide range of broadband, tactical and specialized communication antennas, antenna systems and DF arrays installed on numerous airborne, ground and naval, including submarine, platforms worldwide.

Aerostat Operation Division

Via its system engineering division, the Group offers the design and integration of aerostat operation systems, along with the ongoing operation of Platform subsystems, SIGINT, RADAR, communication and observation systems.

Water Control & Management Division

Via its subsidiary, Mottech Water Solutions Ltd ("Mottech"), the Group provides high-end remote control solutions for water and irrigation applications based on Motorola's IRRInet state-of-the-art control, monitoring and communication technologies.

As Motorola's global prime-distributor Mottech serves its customers worldwide through its international subsidiaries and a global network of local distributors and representatives. With over 25 years of experience in providing customers with irrigation remote control and management, Mottech's solutions ensure constant, reliable and accurate water usage, while reducing operational and maintenance costs. Mottech's activities are focused in the market segments of agriculture, water distribution, municipal and commercial landscape as well as wastewater and storm-water reuse.

RF and Microwave Representative and Consultation Division

Via its subsidiary, MTI Summit Electronics Ltd., the group offers representative and expert consultation services specializing in RF and Microwave solutions and applications. It provides its services to international electronics suppliers operating in Israel, Eastern Europe, and Russia.