UGE International Reports 2015 First Quarter Financial Results

NEW YORK, NY--(Marketwired - May 29, 2015) - UGE International Ltd. (the "Company" or "UGE") (TSXV: UG, OTCQB: UGEIF), a leader in renewable energy solutions for the commercial and industrial sector, reported its financial results for the three months ended March 31, 2015. UGE reports all amounts in US dollars.

Q1 2015 Highlights

- UGE demonstrated robust growth in the quarter with confirmed orders reaching a new record high of $4.8 million, which also nearly equals the Company's full year 2014 confirmed order amount of $4.9 million
- Growth in confirmed orders has maintained pace in the second quarter with year-to-date orders surpassing $9.0 million
- Revenue for the first quarter was $0.7 million, a decline of $0.1 million, while backlog (confirmed orders not yet recognized as revenue) grew to $6.4 million; deployment and recognition of backlog to accelerate through the rest of 2015

Selected Quarterly Financial Information

In millions, except loss per share	Three months ended March 31, 2015	2014
Revenue	$ 0.66	$ 0.85
Gross profit	0.22	0.29
Expenses	1.62	1.10
Net loss	$ (1.40)	$ (0.81)
Loss per share - Basic and diluted	$ (0.13)	$ (0.22)

Results for the three months ended March 31, 2015

As the Company continues to execute its strategic plan, confirmed orders secured in the first quarter of 2015 reached their highest level in company history, at $4.8 million, an increase of 630% over the same period in 2014. Strong growth in confirmed orders is expected to result in strong revenue growth in the second half of 2015. Confirmed orders are firm contracts with customers and generally are recorded as revenue within three to nine months.

Revenue for the quarter ended March 31, 2015 was $0.7 million as compared with $0.8 million in the same period of the prior year. Due to the nature of our project based sales, revenue can at times fluctuate from quarter to quarter.

Gross margin in the first quarter remained steady at 33%, compared with 34% in the same period of the year prior.

Sales, general, and administrative ("SG&A") expenses were $1.6 million in the quarter ended March 31, 2015 as compared to $1.1 million in the same period of the prior year. Employee compensation accounted for the increase of $0.5 million, of which $0.3 million was non-cash equity-based compensation. The remaining increase related to added staff to deploy our rapidly growing backlog.

As a result of decreased revenues, and increased SG&A, we had a net loss of $1.4 million in the quarter ended March 31, 2015 as compared with $0.8 million in same period of the prior year.

"I am extremely pleased with our focus and ability to execute on our growth strategy thus far in 2015 with confirmed orders alone matching what we accomplished in all of 2014, which further validates our strategy to be a leading provider of distributed energy solutions for commercial and industrial clients," said Nick Blitterswyk, CEO of UGE. "We look forward to further growth in both confirmed orders and revenue as our strong order book translates into revenue later this year."

Full financial results and Management's Discussion and Analysis are posted to SEDAR and are available through the Company's website.

About UGE

UGE is a leading full service renewable energy provider for commercial and industrial clients, with over 2,000 installations in more than 90 countries. Leveraging project financing and its proprietary technology platform, UGE deploys solar and microgrid energy solutions to reduce energy costs and increase resiliency, while making the world more sustainable.

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