NEWS RELEASE

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FOR IMMEDIATE RELEASE

GOODFELLOW REPORTS ITS RESULTS FOR THE SECOND QUARTER ENDED MAY 31, 2026

Delson, Quebec, July 10, 2026 — Goodfellow Inc. (TSX: GDL) (the "Company" or "Goodfellow") announced today its financial results for the second quarter ended May 31, 2026.

For the three months ended May 31, 2026, Goodfellow reported net earnings of $2.1 million or $0.25 per share compared to net earnings of $2.5 million or $0.29 per share a year ago, while consolidated sales were $142.7 million compared to $152.9 million last year.

For the six months ended May 31, 2026, the Company reported a net loss of $1.1 million or $(0.13) per share compared to net earnings of $0.2 million or $0.02 per share a year ago, while consolidated sales were $251.4 million compared to $264.1 million last year.

At the midpoint of fiscal 2026, Goodfellow continued to operate in a complex environment characterized by persistent macroeconomic uncertainty, difficult housing market conditions, softer consumer demand and pricing volatility. Customers maintained a disciplined approach to purchasing and inventory management, contributing to a slower start to the building season, while regional differences in construction activity resulted in uneven market conditions across the Company's operating network. Performance for the first half of the year reflects these ongoing challenges. Goodfellow remains well positioned for future growth through its strong balance sheet, diversified product offering and continued focus on delivering exceptional customer service as market conditions improve.

About Goodfellow

Goodfellow is a diversified manufacturer of value-added lumber products, as well as a wholesale distributor of building materials and floor coverings. With a distribution footprint from coast-to-coast in Canada and in the Northeastern U.S., Goodfellow effectively serves commercial and residential sectors through lumber yard retailer networks, manufacturers, industrial and infrastructure project partners, and floor covering specialists. Goodfellow also leverages its value-added product capabilities to serve lumber markets internationally. Goodfellow Inc. is a publicly traded company, and its shares are listed on the Toronto Stock Exchange under the symbol "GDL".

GOODFELLOW INC.
Consolidated Statements of Comprehensive Income (Loss)
For the three and six months ended May 31, 2026 and 2025
(in thousands of dollars, except per share amounts)
Unaudited

	For the three months ended		For the six months ended	
	May 31 2026	May 31 2025 (Restated)[1]	**May 31 2026**	May 31 2025 (Restated)[1]
	$	$	**$**	$
Sales	**142,686**	152,940	**251,415**	264,120
Expenses				
Cost of goods sold	**114,685**	126,265	**204,920**	217,965
Selling, administrative and general expenses	**23,933**	22,047	**45,940**	43,879
Net financial costs	**1,218**	1,212	**2,055**	1,998
	139,836	149,524	**252,915**	263,842
Earnings (loss) before income taxes	**2,850**	3,416	**(1,500)**	278
Income taxes	**798**	956	**(420)**	78
Total comprehensive income (loss)	**2,052**	2,460	**(1,080)**	200
Net earnings (loss)				
-per share –Basic	**0.25**	0.29	**(0.13)**	0.02
-per share –Diluted	**0.25**	0.29	**(0.13)**	0.02

[1] In the fourth quarter of 2025, the Company corrected an error in presentation for certain production-related expenses that were recognized as selling, administrative and general expenses instead of cost of goods sold (with no impact to any associated subtotals or totals). The comparative financial information for the second quarter 2025 has been restated for this presentation adjustment. The impact was a decrease to selling, administrative and general expenses for the three months ended May 31, 2025 of $6,074 and for the six months ended May 31, 2025 of $12,061, with a corresponding increase to cost of goods sold. This presentation adjustment has no impact on earnings before income taxes or net earnings. The presentation adjustment also had no impact on the consolidated statement of financial position, statement of cash flows and statement of changes in Shareholders' Equity.

GOODFELLOW INC.
Consolidated Statements of Financial Position
(in thousands of dollars)
Unaudited

	As at May 31 2026	As at November 30 2025	As at May 31 2025
	$	$	$
Assets			
Current Assets			
Cash	**4,167**	3,767	3,379
Trade and other receivables	**89,291**	55,471	96,247
Income taxes receivable	**2,590**	1,360	6,566
Inventories	**165,363**	144,484	151,384
Prepaid expenses	**5,330**	3,168	3,059
Total Current Assets	**266,741**	208,250	260,635
Non-Current Assets			
Property, plant and equipment	**42,960**	42,625	42,844
Intangible assets	**183**	381	615
Right-of-use assets	**18,118**	19,304	21,368
Defined benefit plan asset	**21,330**	21,739	21,554
Deferred income taxes	**744**	744	-
Other assets	**1,919**	1,875	1,894
Total Non-Current Assets	**85,254**	86,668	88,275
Total Assets	**351,995**	294,918	348,910
Liabilities			
Current Liabilities			
Bank indebtedness	**69,805**	17,564	57,217
Trade and other payables	**51,205**	42,629	56,222
Provision	**602**	624	788
Current portion of lease liabilities	**6,349**	6,485	6,297
Total Current Liabilities	**127,961**	67,302	120,824
Non-Current Liabilities			
Lease liabilities	**13,588**	14,551	16,319
Deferred income taxes	**5,436**	5,436	8,303
Total Non-Current Liabilities	**19,024**	19,987	24,622
Total Liabilities	**146,985**	87,289	145,446
Shareholders’ Equity			
Share capital	**9,140**	9,184	9,234
Retained earnings	**195,870**	198,445	194,230
	205,010	207,629	203,464
Total Liabilities and Shareholders’ Equity	**351,995**	294,918	348,910

GOODFELLOW INC.
Consolidated Statements of Cash Flows
For the three and six months ended May 31, 2026 and 2025
(in thousands of dollars)
Unaudited

	For the three months ended		For the six months ended	
	May 31 2026	May 31 2025	**May 31 2026**	May 31 2025
	$	$	**$**	$
Operating Activities				
Net earnings (loss)	**2,052**	2,460	**(1,080)**	200
Adjustments for:				
Depreciation and amortization of:				
Property, plant and equipment	**1,232**	1,287	**2,445**	2,549
Intangible assets	**152**	146	**302**	291
Right-of-use assets	**1,502**	1,515	**2,991**	3,010
Gain on disposal of property, plant and equipment	**-**	(3)	**(10)**	(9)
Provision	**(23)**	(30)	**(22)**	(142)
Income taxes	**798**	956	**(420)**	78
Interest expense	**671**	593	**992**	832
Interest on lease liabilities	**337**	365	**667**	706
Funding in excess of pension plan expense	**210**	193	**409**	371
Share-based compensation	**47**	-	**364**	-
Other	**22**	(123)	**(31)**	(181)
	7,000	7,359	**6,607**	7,705
Changes in non-cash working capital items	**(26,110)**	(17,072)	**(48,317)**	(51,634)
Interest paid	**(1,134)**	(923)	**(1,806)**	(1,468)
Income taxes paid	**(31)**	(9)	**(810)**	(10)
	(27,275)	(18,004)	**(50,933)**	(53,112)
Net Cash Flows from Operating Activities	**(20,275)**	(10,645)	**(44,326)**	(45,407)
Financing Activities				
Net increase (decrease) in bank loans	**-**	(2,000)	**2,000**	2,000
Net increase in CORRA loans	**25,000**	31,000	**48,000**	55,000
Payment of lease liabilities	**(1,465)**	(1,384)	**(2,945)**	(2,819)
Redemption of shares	**(295)**	(403)	**(474)**	(839)
Dividends paid	**(1,249)**	(2,105)	**(1,249)**	(2,105)
Net Cash Flows from Financing Activities	**21,991**	25,108	**45,332**	51,237
Investing Activities				
Acquisition of property, plant and equipment	**(1,974)**	(579)	**(2,780)**	(1,510)
Acquisition of intangible assets	**(26)**	(10)	**(104)**	(10)
Proceeds on disposal of property, plant and equipment	**-**	3	**10**	9
Other assets	**17**	(567)	**27**	(558)
Net Cash Flows from Investing Activities	**(1,983)**	(1,153)	**(2,847)**	(2,069)
Net (decrease) increase in cash	**(267)**	13,310	**(1,841)**	3,761
Cash (bank indebtedness), beginning of period	**1,629**	(10,148)	**3,203**	(599)
Cash (bank indebtedness), end of period	**1,362**	3,162	**1,362**	3,162
Cash position is comprised of:				
Cash	**4,167**	3,379	4,167	3,379
Bank overdraft	**(2,805)**	(217)	(2,805)	(217)
	1,362	3,162	1,362	3,162

GOODFELLOW INC.
Consolidated Statements of Changes in Shareholders' Equity
For the six months ended May 31, 2026 and 2025
(in thousands of dollars)
Unaudited

	Share Capital	Retained Earnings	Total
	$	$	$
Balance as at November 30, 2024	9,309	196,899	206,208
Net earnings	-	200	200
Total comprehensive income	-	200	200
Dividend	-	(2,105)	(2,105)
Redemption of Shares	(75)	(764)	(839)
Balance as at May 31, 2025	9,234	194,230	203,464
Balance as at November 30, 2025	**9,184**	**198,445**	**207,629**
Net loss	**-**	**(1,080)**	**(1,080)**
Total comprehensive loss	**-**	**(1,080)**	**(1,080)**
Dividend	**-**	**(1,249)**	**(1,249)**
Share-Based compensation	**-**	**184**	**184**
Redemption of Shares	**(44)**	**(430)**	**(474)**
Balance as at May 31, 2026	**9,140**	**195,870**	**205,010**