

EXPONENT, INC.
CONDENSED CONSOLIDATED STATEMENTS OF INCOME
For the Quarters Ended April 3, 2009 and March 28, 2008
(in thousands, except per share data)

	Quarter Ended	
	April 3, 2009	March 28, 2008
<u>Revenues</u>		
Revenues before reimbursements	\$ 54,931	\$ 52,022
Reimbursements	4,865	4,238
Revenues	<u>59,796</u>	<u>56,260</u>
<u>Operating expenses</u>		
Compensation and related expenses	37,846	33,510
Other operating expenses	5,277	5,428
Reimbursable expenses	4,865	4,238
General and administrative expenses	2,632	2,989
	<u>50,620</u>	<u>46,165</u>
Operating income	9,176	10,095
<u>Other income</u>		
Interest income, net	234	502
Miscellaneous income, net	158	(65)
	<u>392</u>	<u>437</u>
Income before income taxes	9,568	10,532
Income taxes	<u>3,810</u>	<u>4,185</u>
Net income	<u>\$ 5,758</u>	<u>\$ 6,347</u>
<u>Net income per share:</u>		
Basic	\$ 0.41	\$ 0.43
Diluted	\$ 0.38	\$ 0.40
<u>Shares used in per share computations:</u>		
Basic	14,092	14,847
Diluted	14,975	15,991

EXPONENT, INC.
CONDENSED CONSOLIDATED BALANCE SHEETS
April 3, 2009 and January 2, 2009
(in thousands)

	April 3, 2009	January 2, 2009
Assets		
Current assets:		
Cash and cash equivalents	\$ 22,400	\$ 32,598
Short-term investments	22,287	24,772
Accounts receivable, net	68,760	62,208
Prepaid expenses and other assets	5,879	6,275
Deferred income taxes	4,819	4,455
Total current assets	<u>124,145</u>	<u>130,308</u>
Property, equipment and leasehold improvements, net	30,714	31,371
Goodwill	8,607	8,607
Other assets	15,261	12,804
	<u>\$ 178,727</u>	<u>\$ 183,090</u>
Liabilities and Stockholders' Equity		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 6,352	\$ 6,536
Accrued payroll and employee benefits	22,170	35,528
Deferred revenues	7,990	6,171
Total current liabilities	<u>36,512</u>	<u>48,235</u>
Other liabilities	7,003	4,968
Deferred rent	1,615	1,793
Total liabilities	<u>45,130</u>	<u>54,996</u>
Stockholders' equity:		
Common stock	16	16
Additional paid-in capital	79,476	72,734
Accumulated other comprehensive loss	(465)	(345)
Retained earnings	128,830	127,127
Treasury stock, at cost	(74,260)	(71,438)
Total stockholders' equity	<u>133,597</u>	<u>128,094</u>
	<u>\$ 178,727</u>	<u>\$ 183,090</u>

EXPONENT, INC.
EBITDA and EBITDAS (1)
For the Quarters Ended April 3, 2009 and March 28, 2008
(in thousands)

	Quarter Ended	
	April 3, 2009	March 28, 2008
Net Income	\$ 5,758	\$ 6,347
Add back (subtract):		
Income taxes	3,810	4,185
Interest income, net	(234)	(502)
Depreciation and amortization	1,078	941
EBITDA (1)	10,412	10,971
Stock-based compensation	3,095	2,867
EBITDAS (1)	\$ 13,507	\$ 13,838

(1) EBITDA is a non-GAAP financial measure defined by the Company as net income before income taxes, interest income, depreciation and amortization. EBITDAS is a non-GAAP financial measure defined by the Company as EBITDA before stock-based compensation. The Company regards EBITDA and EBITDAS as useful measures of operating performance and cash flow to compliment operating income, net income and other GAAP financial performance measures. Additionally, management believes that EBITDA and EBITDAS provide meaningful comparisons of past, present and future operating results. Generally, a non-GAAP financial measure is a numerical measure of a company's performance, financial position or cash flow that either excludes or includes amounts that are not normally excluded or included in the most directly comparable measure calculated and presented in accordance with GAAP. These measures, however, should be considered in addition to, and not as a substitute or superior to, operating income, cash flows, or other measures of financial performance prepared in accordance with GAAP.