

**EXPONENT, INC.**  
**CONDENSED CONSOLIDATED STATEMENTS OF INCOME**  
**For the Quarters Ended April 2, 2010 and April 3, 2009**  
**(unaudited)**  
**(in thousands, except per share data)**

	<b>Quarter Ended</b>	
	<b>April 2, 2010</b>	<b>April 3, 2009</b>
<b><u>Revenues</u></b>		
Revenues before reimbursements	\$ 55,201	\$ 54,931
Reimbursements	4,205	4,865
Revenues	<u>59,406</u>	<u>59,796</u>
<b><u>Operating expenses</u></b>		
Compensation and related expenses	37,780	37,846
Other operating expenses	5,219	5,277
Reimbursable expenses	4,205	4,865
General and administrative expenses	2,695	2,632
	<u>49,899</u>	<u>50,620</u>
Operating income	9,507	9,176
<b><u>Other income</u></b>		
Interest income, net	63	234
Miscellaneous income, net	960	158
	<u>1,023</u>	<u>392</u>
Income before income taxes	10,530	9,568
<b>Income taxes</b>	<u>4,291</u>	<u>3,810</u>
Net income	<u>\$ 6,239</u>	<u>\$ 5,758</u>
<b><u>Net income per share:</u></b>		
Basic	\$ 0.44	\$ 0.41
Diluted	\$ 0.42	\$ 0.38
<b><u>Shares used in per share computations:</u></b>		
Basic	14,212	14,092
Diluted	14,940	14,975

**EXPONENT, INC.**  
**CONDENSED CONSOLIDATED BALANCE SHEETS**  
**April 2, 2010 and January 1, 2010**  
**(unaudited)**  
**(in thousands)**

	<b>April 2, 2010</b>	<b>January 1, 2010</b>
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 68,367	\$ 67,895
Short-term investments	4,245	7,490
Accounts receivable, net	63,568	62,662
Prepaid expenses and other assets	3,571	5,789
Deferred income taxes	5,434	4,494
Total current assets	145,185	148,330
Property, equipment and leasehold improvements, net	28,770	29,115
Goodwill	8,607	8,607
Other assets	23,716	20,429
	<u>\$ 206,278</u>	<u>\$ 206,481</u>
<b>Liabilities and Stockholders' Equity</b>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 6,102	\$ 4,498
Accrued payroll and employee benefits	22,559	35,822
Deferred revenues	4,309	4,757
Total current liabilities	32,970	45,077
Other liabilities	13,037	9,910
Deferred rent	1,608	1,423
Total liabilities	47,615	56,410
Stockholders' equity:		
Common stock	16	16
Additional paid-in capital	90,774	83,808
Accumulated other comprehensive loss	(545)	(367)
Retained earnings	140,509	139,606
Treasury stock, at cost	(72,091)	(72,992)
Total stockholders' equity	158,663	150,071
	<u>\$ 206,278</u>	<u>\$ 206,481</u>

**EXPONENT, INC.**  
**EBITDA and EBITDAS (1)**  
**For the Quarters Ended April 2, 2010 and April 3, 2009**  
**(unaudited)**  
**(in thousands)**

	<b>Quarter Ended</b>	
	<b>April 2, 2010</b>	<b>April 3, 2009</b>
Net Income	\$ 6,239	\$ 5,758
Add back (subtract):		
Income taxes	4,291	3,810
Interest income, net	(63)	(234)
Depreciation and amortization	1,073	1,078
<b>EBITDA (1)</b>	<b>11,540</b>	<b>10,412</b>
Stock-based compensation	3,092	3,095
<b>EBITDAS (1)</b>	<b>\$ 14,632</b>	<b>\$ 13,507</b>

(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 complement 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.