

**EXPONENT, INC.**  
**CONDENSED CONSOLIDATED STATEMENTS OF INCOME**  
For the Quarters Ended September 29, 2023 and September 30, 2022  
(unaudited)  
(in thousands, except per share data)

	Quarter Ended		Nine Months Ended	
	September 29, 2023	September 30, 2022	September 29, 2023	September 30, 2022
<b><u>Revenues</u></b>				
Revenues before reimbursements	\$ 124,959	\$ 115,143	\$ 383,317	\$ 351,231
Reimbursements	8,377	12,036	30,549	34,707
Revenues	133,336	127,179	413,866	385,938
<b><u>Operating expenses</u></b>				
Compensation and related expenses	74,011	62,779	241,028	189,982
Other operating expenses	10,997	8,822	30,863	25,742
Reimbursable expenses	8,377	12,036	30,549	34,707
General and administrative expenses	6,018	6,729	18,498	16,700
	99,403	90,366	320,938	267,131
Operating income	33,933	36,813	92,928	118,807
<b><u>Other income (expense), net</u></b>				
Interest income, net	1,858	638	5,221	834
Miscellaneous income (expense), net	(1,774)	(3,975)	7,659	(17,926)
	84	(3,337)	12,880	(17,092)
Income before income taxes	34,017	33,476	105,808	101,715
<b>Income taxes</b>	9,479	9,034	26,398	21,909
Net income	\$ 24,538	\$ 24,442	\$ 79,410	\$ 79,806
<b><u>Net income per share:</u></b>				
Basic	\$ 0.48	\$ 0.47	\$ 1.55	\$ 1.54
Diluted	\$ 0.48	\$ 0.47	\$ 1.54	\$ 1.52
<b><u>Shares used in per share computations:</u></b>				
Basic	51,203	51,492	51,197	51,934
Diluted	51,645	52,008	51,680	52,489

**EXPONENT, INC.**  
**CONDENSED CONSOLIDATED BALANCE SHEETS**  
**September 29, 2023 and December 30, 2022**  
**(unaudited)**  
**(in thousands)**

	<b>September 29, 2023</b>	<b>December 30, 2022</b>
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 137,099	\$ 161,458
Accounts receivable, net	181,754	170,114
Prepaid expenses and other assets	24,463	17,585
Total current assets	343,316	349,157
Property, equipment and leasehold improvements, net	76,246	65,539
Operating lease right-of-use asset	24,302	18,007
Goodwill	8,607	8,607
Other assets	149,991	145,352
	<u>\$ 602,462</u>	<u>\$ 586,662</u>
<b>Liabilities and Stockholders' Equity</b>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 19,640	\$ 29,115
Accrued payroll and employee benefits	93,828	105,822
Deferred revenues	10,489	18,834
Operating lease liability	5,700	5,258
Total current liabilities	129,657	159,029
Other liabilities	97,206	93,538
Operating lease liability	21,964	13,343
Total liabilities	<u>248,827</u>	<u>265,910</u>
Stockholders' equity:		
Common stock	66	66
Additional paid-in capital	320,152	301,002
Accumulated other comprehensive loss	(3,775)	(3,587)
Retained earnings	566,518	528,810
Treasury stock, at cost	(529,326)	(505,539)
Total stockholders' equity	<u>353,635</u>	<u>320,752</u>
	<u>\$ 602,462</u>	<u>\$ 586,662</u>

**EXPONENT, INC.**  
**EBITDA and EBITDAS (1)**  
**For the Quarters Ended September 29, 2023 and September 30, 2022**  
**(unaudited)**  
**(in thousands)**

	Quarter Ended		Nine Months Ended	
	September 29, 2023	September 30, 2022	September 29, 2023	September 30, 2022
Net Income	\$ 24,538	\$ 24,442	\$ 79,410	\$ 79,806
Add back (subtract):				
Income taxes	9,479	9,034	26,398	21,909
Interest income, net	(1,858)	(638)	(5,221)	(834)
Depreciation and amortization	2,361	1,723	6,535	5,224
<b>EBITDA (1)</b>	<b>34,520</b>	<b>34,561</b>	<b>107,122</b>	<b>106,105</b>
Stock-based compensation	4,891	4,605	17,177	16,072
<b>EBITDAS (1)</b>	<b>\$ 39,411</b>	<b>\$ 39,166</b>	<b>\$ 124,299</b>	<b>\$ 122,177</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.