

EXPONENT, INC.
CONDENSED CONSOLIDATED STATEMENTS OF INCOME
For the Quarters Ended April 1, 2022 and April 2, 2021
(unaudited)
(in thousands, except per share data)

	Quarters Ended	
	April 1, 2022	April 2, 2021
<u>Revenues</u>		
Revenues before reimbursements	\$ 117,870	\$ 109,579
Reimbursements	10,608	6,902
Revenues	<u>128,478</u>	<u>116,481</u>
<u>Operating expenses</u>		
Compensation and related expenses	68,757	74,538
Other operating expenses	8,165	7,710
Reimbursable expenses	10,608	6,902
General and administrative expenses	4,231	3,273
Total operating expenses	<u>91,761</u>	<u>92,423</u>
Operating income	36,717	24,058
<u>Other income</u>		
Interest income, net	21	29
Miscellaneous income, net	(3,931)	6,039
	<u>(3,910)</u>	<u>6,068</u>
Income before income taxes	32,807	30,126
Income taxes	<u>3,198</u>	<u>(722)</u>
Net income	<u>\$ 29,609</u>	<u>\$ 30,848</u>
<u>Net income per share:</u>		
Basic	\$ 0.56	\$ 0.59
Diluted	\$ 0.56	\$ 0.58
<u>Shares used in per share computations:</u>		
Basic	52,419	52,536
Diluted	53,039	53,333

EXPONENT, INC.
CONDENSED CONSOLIDATED BALANCE SHEETS
April 1, 2022 and December 31, 2021
(unaudited)
(in thousands)

	April 1, 2022	December 31, 2021
Assets		
Current assets:		
Cash and cash equivalents	\$ 215,050	\$ 297,687
Accounts receivable, net	147,508	139,861
Prepaid expenses and other assets	14,133	15,214
Total current assets	<u>376,691</u>	<u>452,762</u>
Property, equipment and leasehold improvements, net	61,077	59,971
Operating lease right-of-use asset	16,898	14,370
Goodwill	8,607	8,607
Other assets	154,275	148,029
Total assets	<u>\$ 617,548</u>	<u>\$ 683,739</u>
Liabilities and Stockholders' Equity		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 30,840	\$ 24,504
Accrued payroll and employee benefits	57,291	103,552
Deferred revenues	15,669	19,762
Operating lease liability	5,310	5,164
Total current liabilities	<u>109,110</u>	<u>152,982</u>
Other liabilities	110,220	103,885
Operating lease liability	11,654	9,807
Total liabilities	<u>230,984</u>	<u>266,674</u>
Stockholders' equity:		
Common stock	66	66
Additional paid-in capital	293,889	281,419
Accumulated other comprehensive loss	(2,293)	(1,983)
Retained earnings	493,387	478,370
Treasury stock, at cost	(398,485)	(340,807)
Total stockholders' equity	<u>386,564</u>	<u>417,065</u>
Total liabilities & stockholders' equity	<u>\$ 617,548</u>	<u>\$ 683,739</u>

EXPONENT, INC.
EBITDA and EBITDAS (1)
For the Quarters Ended April 1, 2022 and April 2, 2021
(unaudited)
(in thousands)

	Quarters Ended	
	April 1, 2022	April 2, 2021
Net Income	\$ 29,609	\$ 30,848
Add back (subtract):		
Income taxes	3,198	(722)
Interest income, net	(21)	(29)
Depreciation and amortization	1,689	1,656
EBITDA (1)	34,475	31,753
Stock-based compensation	6,870	6,282
EBITDAS (1)	\$ 41,345	\$ 38,035

(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.