



The term “EBITDA” is used by the Company in presentations, quarterly conference calls and other instances as appropriate. EBITDA is defined as net income before interest, income taxes, depreciation and amortization. The Company presents EBITDA because it is a required component of financial ratios reported by the Company to the Company’s banks, and is also frequently used by securities analysts, investors and other interested parties, in addition to and not in lieu of measures of financial performance calculated and presented in accordance with Generally Accepted Accounting Principles (“GAAP”), to compare to the performance of other companies who also publicize this information. EBITDA is not a measurement of financial performance calculated and presented in accordance with GAAP and should not be considered an alternative to net income as an indicator of the Company’s operating performance or any other measure of financial performance calculated and presented in accordance with GAAP.

The Company has reconciled EBITDA with net income for fiscal years 1996 to 2023 on previous reports on Form 8-K filed with the Securities and Exchange Commission. EBITDA for each period pertinent to this press release is calculated and reconciled to net income as follows:

In Thousands	Quarter Ended March 31,	
	2024	2023
Net Income	\$ 63,277	\$ 119,483
Income Tax Expense	18,954	36,072
Interest Expense	102	100
Depreciation and Amortization	8,526	7,692
EBITDA	<u>\$ 90,859</u>	<u>\$ 163,347</u>

**Encore Wire Corporation**  
**Condensed Balance Sheets**  
(In Thousands)

	<u>March 31, 2024</u>	<u>December 31, 2023</u>
	(Unaudited)	(Audited)
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 614,088	\$ 560,635
Accounts receivable, net	471,246	475,291
Inventories, net	173,669	163,679
Income tax receivable	—	4,769
Prepaid expenses and other	3,151	6,201
Total current assets	1,262,154	1,210,575
Property, plant and equipment, net	779,017	756,863
Other assets	369	474
Total assets	<u>\$ 2,041,540</u>	<u>\$ 1,967,912</u>
<b>Liabilities and Stockholders' Equity</b>		
Current liabilities:		
Trade accounts payable	\$ 84,355	\$ 80,548
Accrued liabilities	69,158	79,590
Income taxes payable	14,895	—
Total current liabilities	168,408	160,138
Long-term liabilities:		
Deferred income taxes and other	60,175	60,197
Total long-term liabilities	60,175	60,197
Total liabilities	228,583	220,335
Commitments and contingencies		
Stockholders' equity:		
Common stock	274	273
Additional paid-in capital	108,452	106,035
Treasury stock	(867,222)	(867,222)
Retained earnings	2,571,453	2,508,491
Total stockholders' equity	1,812,957	1,747,577
Total liabilities and stockholders' equity	<u>\$ 2,041,540</u>	<u>\$ 1,967,912</u>

**Encore Wire Corporation**  
**Statements of Income**  
(In thousands, except per share data)

	Quarter Ended March 31,			
	2024		2023	
(Unaudited)				
Net sales	\$632,661	100.0 %	\$660,492	100.0 %
Cost of goods sold	496,672	78.5 %	455,407	68.9 %
Gross profit	135,989	21.5 %	205,085	31.1 %
Selling, general, and administrative expenses	61,088	9.7 %	58,704	8.9 %
Operating income	74,901	11.8 %	146,381	22.2 %
Net interest and other income	7,330	1.2 %	9,174	1.4 %
Income before income taxes	82,231	13.0 %	155,555	23.6 %
Provision for income taxes	18,954	3.0 %	36,072	5.5 %
Net income	<u>\$ 63,277</u>	<u>10.0 %</u>	<u>\$119,483</u>	<u>18.1 %</u>
Earnings per common and common equivalent share – basic	<u>\$ 4.02</u>		<u>\$ 6.60</u>	
Earnings per common and common equivalent share – diluted	<u>\$ 3.92</u>		<u>\$ 6.50</u>	
Weighted average common and common equivalent shares outstanding – basic	<u>15,738</u>		<u>18,099</u>	
Weighted average common and common equivalent shares outstanding – diluted	<u>16,143</u>		<u>18,369</u>	
Cash Dividends Declared per Share	<u>\$ 0.02</u>		<u>\$ 0.02</u>	