



BRINKER INTERNATIONAL, INC.
Consolidated Statements of Income (Unaudited)

(In millions excepts per share amounts)	Q1 F23					
	Reported	%	Special Items (a)	Discrete Tax Item (b)	Adjusted	%
Revenues						
Company sales ⁽¹⁾	\$ 946.1	99.0 %			\$ 946.1	99.0 %
Franchise revenues ⁽²⁾	9.4	1.0 %			9.4	1.0 %
Total revenues	955.5	100.0 %			955.5	100.0 %
Operating costs and expenses						
Food and beverage costs ⁽³⁾	289.5	30.7 %			289.5	30.7 %
Restaurant labor ⁽³⁾	330.6	34.9 %			330.6	34.9 %
Restaurant expenses ⁽³⁾	268.8	28.4 %			268.8	28.4 %
Depreciation and amortization ⁽⁴⁾	41.9	4.4 %	\$ (0.1)		41.8	4.4 %
General and administrative ⁽⁴⁾	39.5	4.1 %			39.5	4.1 %
Other (gains) and charges ⁽⁴⁾	5.0	0.5 %	(5.0)		—	— %
Total operating costs and expenses	975.3	102.1 %	(5.1)		970.2	101.5 %
Operating (loss) income	(19.8)	(2.1)%	5.1		(14.7)	(1.5)%
Interest expenses	12.3	1.3 %	—		12.3	1.3 %
Other income, net	(0.4)	(0.1)%			(0.4)	(0.1)%
Income (loss) before income taxes	(31.7)	(3.3)%	5.1		(26.6)	(2.8)%
Provision for income taxes ⁽⁵⁾	(1.5)	4.7 %	1.3	\$ (1.1)	(1.3)	5.0 %
Net income	\$ (30.2)	(3.2)%	\$ 3.8	\$ 1.1	\$ (25.3)	(2.6)%
Basic net (loss) income per share	\$ (0.69)		\$ 0.09	\$ 0.03	\$ (0.57)	
Diluted net (loss) income per share	\$ (0.69)		\$ 0.09	\$ 0.03	\$ (0.57)	
Basic weighted average shares outstanding	43.9		43.9	43.9	43.9	
Diluted weighted average shares outstanding	43.9		43.9	43.9	43.9	



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Footnotes:

- (a) Non-GAAP information excluding the impact of Special Items is provided to allow the reader to gain insight into the Company's ongoing operating performance. Special Items in the first quarter of fiscal 2023 primarily consists of net charges of \$5.0 million associated with Other (gains) and charges and incremental depreciation expense of \$0.1 million associated with a change in estimated useful life of certain restaurant level long-lived assets.. Please refer to the Current Report F23 Form 10-K for further details.
- (b) Discrete tax items for the first quarter of F23 primarily relate to excess tax shortfalls associated with stock-based compensation.
- (1) Company sales includes revenues generated by the operation of Company-owned restaurants including food and beverage sales, net of discounts, Maggiano's banquet service charge income, gift card breakage, delivery income, digital entertainment revenues, merchandise income and gift card discount costs from third party gift card sales
- (2) Franchise revenues includes royalties, franchise advertising fees, franchise and development fees and gift card equalization.
- (3) As a percentage of Company sales.
- (4) As a percentage of Total revenues.
- (5) As a percentage of Income before income taxes.