

CTS CORPORATION AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF EARNINGS - UNAUDITED

(In thousands, except per share amounts)

	Three Months Ended		Six Months Ended	
	June 28, 2015	June 29, 2014	June 28, 2015	June 29, 2014
Net sales	\$ 100,071	\$ 102,980	\$ 198,382	\$ 203,686
Costs and expenses:				
Cost of goods sold	66,698	69,157	132,873	139,248
Selling, general and administrative expenses	15,224	15,813	30,935	29,454
Research and development expenses	5,487	5,332	10,686	10,958
Restructuring and impairment charges	2,118	2,733	2,856	3,236
Operating earnings	10,544	9,945	21,032	20,790
Other (expense) income :				
Interest expense	(653)	(582)	(1,241)	(1,195)
Interest income	853	688	1,641	1,252
Other	115	(409)	(1,569)	(2,180)
Total other (expense) income	315	(303)	(1,169)	(2,123)
Earnings before income taxes	10,859	9,642	19,863	18,667
Income tax expense (benefit)	(8,221)	3,281	(5,504)	7,226
Net earnings	<u>\$ 19,080</u>	<u>\$ 6,361</u>	<u>\$ 25,367</u>	<u>\$ 11,441</u>
Net earnings per share:				
Basic	\$ 0.58	\$ 0.19	\$ 0.76	\$ 0.34
Diluted	\$ 0.57	\$ 0.19	\$ 0.75	\$ 0.33
Cash dividends declared per share	<u>\$ 0.040</u>	<u>\$ 0.040</u>	<u>\$ 0.080</u>	<u>\$ 0.080</u>
Average common shares outstanding:				
Basic	33,080	33,741	33,243	33,725
Diluted	33,551	34,208	33,740	34,244