

**CTS CORPORATION AND SUBSIDIARIES**  
**CONDENSED CONSOLIDATED STATEMENTS OF EARNINGS - UNAUDITED**  
*(In thousands of dollars, except per share amounts)*

	Three Months Ended	
	March 31, 2021	March 31, 2020
<b>Net sales</b>	\$ 128,427	\$ 103,075
Cost of goods sold	85,836	70,176
<b>Gross margin</b>	42,591	32,899
Selling, general and administrative expenses	18,325	16,759
Research and development expenses	5,687	7,408
Restructuring charges	81	240
<b>Operating earnings</b>	18,498	8,492
Other (expense) income:		
Interest expense	(555)	(851)
Interest income	202	331
Other expense, net	(3,356)	(1,982)
Total other expense, net	(3,709)	(2,502)
Earnings before income taxes	14,789	5,990
Income tax expense	2,799	2,182
<b>Net earnings</b>	\$ 11,990	\$ 3,808
<b>Earnings per share:</b>		
Basic	\$ 0.37	\$ 0.12
Diluted	\$ 0.37	\$ 0.12
<b>Basic weighted – average common shares outstanding:</b>	32,319	32,466
Effect of dilutive securities	301	327
<b>Diluted weighted – average common shares outstanding:</b>	32,620	32,793
<b>Cash dividends declared per share</b>	\$ 0.04	\$ 0.04