

**CUBIC CORPORATION**  
**CONSOLIDATED CONDENSED STATEMENTS OF INCOME (UNAUDITED)**  
(amounts in thousands, except per share data)

	Nine Months Ended		Three Months Ended	
	June 30,		June 30,	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Net sales				
Products	\$ 382,065	\$ 360,362	\$ 135,338	\$ 130,266
Services	<u>353,836</u>	<u>285,532</u>	<u>112,839</u>	<u>102,626</u>
	<u>735,901</u>	<u>645,894</u>	<u>248,177</u>	<u>232,892</u>
Cost and expenses				
Products	280,481	280,258	98,766	104,661
Services	299,017	240,695	95,524	86,922
Selling, general and administrative	85,958	75,740	29,895	26,865
Research and development	<u>5,857</u>	<u>6,752</u>	<u>2,343</u>	<u>2,969</u>
	<u>671,313</u>	<u>603,445</u>	<u>226,528</u>	<u>221,417</u>
Operating income	64,588	42,449	21,649	11,475
Other income (expenses):				
Interest and dividends	1,256	5,047	398	2,254
Interest expense	(1,622)	(2,227)	(595)	(836)
Other income	1,536	334	1,006	6
Minority interest in loss of subsidiary	<u>-</u>	<u>(103)</u>	<u>-</u>	<u>(221)</u>
Income before income taxes	65,758	45,500	22,458	12,678
Income taxes	<u>22,450</u>	<u>16,700</u>	<u>7,550</u>	<u>4,200</u>
Net income	<u>\$ 43,308</u>	<u>\$ 28,800</u>	<u>\$ 14,908</u>	<u>\$ 8,478</u>
Basic and diluted net income per common share	<u>\$ 1.62</u>	<u>\$ 1.08</u>	<u>\$ 0.56</u>	<u>\$ 0.32</u>
Dividends per common share	<u>\$ 0.09</u>	<u>\$ 0.09</u>	<u>\$ -</u>	<u>\$ -</u>
Average number of common shares outstanding	<u>26,730</u>	<u>26,725</u>	<u>26,732</u>	<u>26,724</u>

**CUBIC CORPORATION**  
**CONSOLIDATED CONDENSED BALANCE SHEETS**  
(in thousands)

	<u>June 30,</u> 2009 (Unaudited)	<u>September 30,</u> 2008 (See note below)
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 227,630	\$ 112,696
Accounts receivable - net	226,433	268,884
Inventories - net	56,782	45,118
Deferred income taxes and other current assets	42,660	48,630
Total current assets	<u>553,505</u>	<u>475,328</u>
Long-term contract receivables	10,580	19,930
Property, plant and equipment - net	49,399	53,887
Goodwill	59,267	61,032
Purchased intangibles	16,525	19,060
Deferred income taxes and other non-current assets	12,179	12,015
	<u>\$ 701,455</u>	<u>\$ 641,252</u>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Current liabilities:		
Trade accounts payable	\$ 29,344	\$ 23,288
Customer advances	118,713	74,963
Other current liabilities	70,763	85,832
Income taxes payable	7,988	6,017
Current portion of long-term debt	4,571	6,045
Total current liabilities	<u>231,379</u>	<u>196,145</u>
Long-term debt	20,849	25,700
Other long-term liabilities	23,565	30,555
Shareholders' equity:		
Common stock	12,530	12,485
Retained earnings	445,770	404,868
Accumulated other comprehensive income	3,433	7,570
Treasury stock at cost	(36,071)	(36,071)
	<u>425,662</u>	<u>388,852</u>
	<u>\$ 701,455</u>	<u>\$ 641,252</u>

*Note: The balance sheet at September 30, 2008 has been derived from the audited financial statements at that date.*

**CUBIC CORPORATION**  
**CONSOLIDATED CONDENSED STATEMENTS OF CASH FLOWS (UNAUDITED)**  
(amounts in thousands, except per share data)

	Nine Months Ended June 30,		Three Months Ended June 30,	
	2009	2008	2009	2008
<b>Operating Activities:</b>				
Net income	\$ 43,308	\$ 28,800	\$ 14,908	\$ 8,478
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation and amortization	10,719	6,139	3,871	2,035
Changes in operating assets and liabilities	80,579	26,647	30,764	26,019
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<b>134,606</b>	<b>61,586</b>	<b>49,543</b>	<b>36,532</b>
<b>Investing Activities:</b>				
Acquisitions, net of cash acquired	(7,886)	-	-	-
Net additions to property, plant and equipment	(3,894)	(6,799)	(1,284)	(1,935)
Proceeds from sales of marketable securities	-	66,300	-	10,000
Purchases of marketable securities	-	(39,100)	-	(10,000)
<b>NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES</b>	<b>(11,780)</b>	<b>20,401</b>	<b>(1,284)</b>	<b>(1,935)</b>
<b>Financing Activities:</b>				
Principal payments on long-term borrowings	(5,830)	(5,950)	(136)	(173)
Purchases of treasury stock	-	(2)	-	(2)
Dividends paid	(2,405)	(2,405)	(2,405)	(2,405)
Other	45	128	-	-
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(8,190)</b>	<b>(8,229)</b>	<b>(2,541)</b>	<b>(2,580)</b>
Effect of exchange rates on cash	298	(730)	14,771	(683)
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>114,934</b>	<b>73,028</b>	<b>60,489</b>	<b>31,334</b>
Cash and cash equivalents at the beginning of the period	112,696	73,563	167,141	115,257
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b>\$ 227,630</b>	<b>\$ 146,591</b>	<b>\$227,630</b>	<b>\$146,591</b>