

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

	Six Months Ended March 31,		Three Months Ended March 31,	
	2009	2008	2009	2008
Net sales				
Products	\$ 246,727	\$ 230,096	\$ 123,650	\$ 117,749
Services	240,997	182,906	119,223	92,531
	<u>487,724</u>	<u>413,002</u>	<u>242,873</u>	<u>210,280</u>
Cost and expenses				
Products	181,715	175,597	86,731	91,407
Services	203,493	153,773	103,262	78,882
Selling, general and administrative	56,063	48,875	29,417	24,096
Research and development	3,514	3,783	1,654	2,009
	<u>444,785</u>	<u>382,028</u>	<u>221,064</u>	<u>196,394</u>
Operating income	42,939	30,974	21,809	13,886
Other income (expenses):				
Interest and dividends	858	2,793	288	1,272
Interest expense	(1,027)	(1,391)	(495)	(659)
Other income (expense)	530	328	615	634
Minority interest in loss of subsidiary	-	118	-	113
	<u>43,300</u>	<u>32,822</u>	<u>22,217</u>	<u>15,246</u>
Income before income taxes	43,300	32,822	22,217	15,246
Income taxes	14,900	12,500	8,000	5,600
Net income	<u>\$ 28,400</u>	<u>\$ 20,322</u>	<u>\$ 14,217</u>	<u>\$ 9,646</u>
Basic and diluted net income per common share	<u>\$ 1.06</u>	<u>\$ 0.76</u>	<u>\$ 0.53</u>	<u>\$ 0.36</u>
Dividends per common share	<u>\$ 0.09</u>	<u>\$ 0.09</u>	<u>\$ 0.09</u>	<u>\$ 0.09</u>
Average number of common shares outstanding	<u>26,730</u>	<u>26,723</u>	<u>26,732</u>	<u>26,724</u>

CUBIC CORPORATION
CONSOLIDATED CONDENSED BALANCE SHEETS
(in thousands)

	<u>March 31,</u> 2009 (Unaudited)	<u>September 30,</u> 2008 (See note below)
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 167,141	\$ 112,696
Accounts receivable, net	239,876	268,884
Inventories	47,270	45,118
Deferred income taxes and other current assets	46,453	48,630
Total current assets	<u>500,740</u>	<u>475,328</u>
Long-term contract receivables	9,627	19,930
Property, plant and equipment - net	50,219	53,887
Goodwill	59,080	61,032
Purchased intangibles	17,869	19,060
Deferred income taxes and other non-current assets	11,026	12,015
	<u>\$ 648,561</u>	<u>\$ 641,252</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Trade accounts payable	\$ 22,820	\$ 23,288
Customer advances	87,194	74,963
Other current liabilities	81,867	85,832
Income taxes payable	2,728	6,017
Current portion of long-term debt	4,498	6,045
Total current liabilities	<u>199,107</u>	<u>196,145</u>
Long-term debt	20,351	25,700
Other long-term liabilities	29,903	30,555
Shareholders' equity:		
Common stock	12,530	12,485
Retained earnings	430,862	404,868
Accumulated other comprehensive income	(8,121)	7,570
Treasury stock at cost	(36,071)	(36,071)
	<u>399,200</u>	<u>388,852</u>
	<u>\$ 648,561</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)

	Six Months Ended March 31,		Three Months Ended March 31,	
	2009	2008	2009	2008
Operating Activities:				
Net income	\$ 28,400	\$ 20,322	\$ 14,217	\$ 9,646
Adjustments to reconcile net income to net cash provided by (used in) operating activities:				
Depreciation and amortization	6,848	4,104	3,388	1,998
Changes in operating assets and liabilities	49,815	628	62,966	(13,410)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	85,063	25,054	80,571	(1,766)
Investing Activities:				
Net additions to property, plant and equipment	(2,610)	(4,864)	(1,162)	(3,036)
Acquisitions net of cash acquired	(7,886)	-	(1,786)	-
Proceeds from sales of marketable securities	-	66,300	-	-
Purchases of marketable securities	-	(39,100)	-	-
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	(10,496)	22,336	(2,948)	(3,036)
Financing Activities:				
Principal payments on long-term borrowings	(5,694)	(5,777)	(126)	(172)
Other	45	128	45	85
NET CASH USED IN FINANCING ACTIVITIES	(5,649)	(5,649)	(81)	(87)
Effect of exchange rates on cash	(14,473)	(47)	(1,677)	1,064
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	54,445	41,694	75,865	(3,825)
Cash and cash equivalents at the beginning of the period	112,696	73,563	91,276	119,082
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	\$ 167,141	\$ 115,257	\$ 167,141	\$ 115,257