November 18, 2026

RED ROBIN GOURMET BURGERS, INC. REPORTS THIRD QUARTER OF FISCAL 2026 RESULTS

ENGLEWOOD, Colo., Nov. 18, 2026 /PRNewswire/ -- Red Robin Gourmet Burgers, Inc. (NASDAQ: RRGB) ("Red Robin" or the "Company"), a casual dining restaurant chain serving an innovative selection of high-quality gourmet burgers in a family-friendly atmosphere, today reported financial results for the fiscal third quarter ended October 4, 2026.

Chief Executive Officer Comments

"When I became CEO in April 2025, we established the First Choice Plan to address two clear priorities: strengthen Red Robin's financial foundation and improve restaurant-level operating performance. Over the past 18 months, we have made meaningful progress on both fronts," said Dave Pace, Red Robin's President and Chief Executive Officer. "During the third quarter, we completed the key steps of our financial restructuring by refranchising restaurants, using the proceeds to significantly reduce debt, and refinancing new debt at much improved terms. These actions provide greater financial stability while retaining flexibility as we refocus on our core business."

Mr. Pace continued, "In addition to securing our capital objectives, our third quarter comp sales increase of 3.9% provides confidence that our First Choice Plan for restaurant performance is working. Our progress reflects the focused and disciplined execution of our restaurant teams and contributed to a 90 basis point expansion in restaurant level operating margins. With a stronger financial foundation and improving operating trends, we believe Red Robin is well positioned to execute on its long-term priorities."

Third Quarter 2026 Financial Summary:

The following table presents financial results for the fiscal third quarter 2026, compared to results from the same period in 2025 ($ in millions except per share data):

	Twelve Weeks Ended		Forty Weeks Ended	
	October 4, 2026	October 5, 2025	October 4, 2026	October 5, 2025
Total revenues	$ 232.1	$ 265.1	$ 888.0	$ 941.2
Restaurant revenue	$ 222.2	$ 260.9	$ 865.9	$ 926.0
Comparable restaurant revenue[1]	3.9 %	(1.3) %	1.5 %	— %
Income (loss) from operations	$ (15.7)	$ (12.1)	$ (4.0)	$ 6.8
Income (loss) from operations as a percent of total revenues	(6.8) %	(4.6) %	(0.5) %	0.7 %
Restaurant Level Operating Profit[2]	$ 24.0	$ 25.8	$ 118.9	$ 121.3

Restaurant Level Operating Profit Margin[2]	10.8 %	9.9 %	13.7 %	13.1 %
Net income (loss)	$ (21.2)	$ (18.4)	$ (23.0)	$ (13.2)
Adjusted EBITDA[2]	$ 7.3	$ 7.6	$ 53.6	$ 58.0
Net income (loss) per share - diluted	$ (1.12)	$ (1.03)	$ (1.24)	$ (0.74)
Adjusted net income (loss) per share - diluted[2]	$ (0.54)	$ (0.70)	$ (0.27)	$ (0.23)

(1) Comparable restaurant revenue represents revenue from Company-owned restaurants that have operated for at least 18 months as of the beginning of the period presented, excluding the impact of deferred loyalty revenue.

(2) See "Reconciliation of Non-GAAP Results to GAAP Results" for more details.

Third Quarter 2026 Commentary

- Comparable restaurant revenue increased 3.9%. This included a 1.7% decrease in guest traffic, and a 5.6% increase in average guest check, reflecting continued improvement in comparable restaurant sales performance. The average check benefited from lapping the one year anniversary of our Big Yummm value platform that launched in July 2025.
- Restaurant level operating profit margin of 10.8%, a 90-basis-point improvement from the third quarter of 2025, primarily driven by the benefits of pricing actions, cost savings, and labor efficiencies.
- Adjusted EBITDA of $7.3 million for the third quarter of 2026, reflecting increased selling expenses associated with investments in the Company's Big Yummm value platform and First Choice marketing strategy, aimed at strengthening guest engagement and driving traffic.

Balance Sheet and Liquidity

As of October 4, 2026, the Company had outstanding borrowings of approximately $100.0 million under its new credit facility and total liquidity of approximately $29.5 million, including $23.8 million in cash and cash equivalents and $5.7 million of available borrowing capacity under its revolving credit facility, net of $9.3 million in outstanding letters of credit.

On October 2, 2026, the Company completed the refinancing of its existing credit facility with a new $115.0 million credit facility, consisting of a $90.0 million term loan and a $25.0 million revolving line of credit, maturing on October 2, 2031. The refinancing, together with the completed refranchising transactions, represents significant progress in strengthening the Company's balance sheet and enhancing its financial flexibility.

Refranchising Update

During the third quarter, the Company completed the refranchising of 108 Company-owned restaurants through three separate transactions with experienced franchisees for aggregate cash consideration of approximately $89.4 million, subject to customary adjustments. The transactions included 30 restaurants sold to Evergreen Dining LLC, 61 restaurants sold to Op Burgers, LLC, and 17 restaurants sold to Kuber Oregon, LLC and Kuber Washington, LLC.

Subsequent to quarter-end, the Company completed the refranchising of six additional restaurants to Op Burgers, generating approximately $4.8 million in additional cash proceeds, subject to customary adjustments. The remaining two restaurants are expected to

close before the end of fiscal 2026, following the transfer of applicable liquor licenses.

These transactions represent a significant milestone in the execution of the Company's First Choice plan, supporting debt reduction, strengthening the balance sheet and expanding the Company's franchise-operated restaurant base.

Outlook for Fourth Quarter Fiscal 2026

The Company is updating its guidance to reflect changes to its business from the impacts of the announced refranchising transactions.

As it relates to Q4, the Company expects the following:

- Comparable Restaurant Revenue growth, excluding deferred loyalty revenue, of approximately 2.75%
- Restaurant level operating profit margin of approximately 10.0%
- Adjusted EBITDA of approximately $6.0 million

The restaurant level operating profit margin and Adjusted EBITDA include certain transition related costs associated with the refranchising transactions, including approximately $1.5 million of general liability expense related to the recently refranchised restaurants. In addition, the outlook reflects the Company's current overhead structure and does not yet include the full run-rate benefit of the cost optimization opportunities associated with the higher mix of franchised restaurants. As the transition progresses, the Company expects to address these opportunities and further improve the earnings profile of the business.

Providing income (loss) from operations and net income (loss) guidance is potentially misleading and not practical given the difficulty of projecting event-driven transactional and other non-core operating items. As such, the Company does not present a reconciliation of forecasted non-GAAP measures to the corresponding GAAP measures.

Investor Conference Call and Webcast

Red Robin will host an investor conference call to discuss its third quarter of 2026 results, and outlook for fourth quarter fiscal 2026 today at 4:30 p.m. ET. The conference call can be accessed live over the phone by dialing 201-689-8560, which will be answered by an operator or by clicking Call Me. The conference call should be accessed at least 10 minutes prior to its scheduled start.

A replay will be available from approximately two hours after the end of the call and can be accessed by dialing 412-317-6671; the conference ID is 13762724. The replay will be available through Tuesday, December 1, 2026.

The call will be webcast live and later archived from the Company's Investor Relations website.

Red Robin Gourmet Burgers, Inc. (NASDAQ: RRGB)

Red Robin Gourmet Burgers, Inc. (www.redrobin.com) is a casual dining restaurant chain founded in 1969 that operates through its wholly-owned subsidiary, Red Robin International, Inc., and under the trade name, Red Robin Gourmet Burgers and Brews. We believe nothing

brings people together like burgers and fun around our table, and no one makes moments of connection over craveable food more memorable than Red Robin. We serve a variety of burgers and mainstream favorites to guests of all ages in a casual, playful atmosphere. In addition to our many burger offerings, Red Robin serves a wide array of salads, appetizers, entrees, desserts, signature beverages and Donatos® pizza at select locations. It's easy to enjoy Red Robin anywhere with online ordering available for to-go, delivery and catering. Sign up for the royal treatment by joining Red Robin Royalty® today and enjoy Bottomless perks and delicious rewards across over 450 Red Robin locations in the United States and Canada, including those operating under franchise agreements. Red Robin… YUMMM®!

Forward-Looking Statements

Forward-looking statements in this press release and in today's conference call regarding the Company's future performance; our "First Choice" plan and the anticipated impacts thereof; our expectations regarding our marketing strategy, including traffic driving initiatives and menu innovation; our refranchising transactions and initiatives; cost optimization opportunities; our restaurant refresh program and technology investments; and statements under the heading "Outlook for Fourth Quarter Fiscal 2026," including with respect to comparable restaurant revenue growth, restaurant level operating profit, and Adjusted EBITDA; and all other statements that are not historical facts are made under the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. These statements are based on assumptions believed by the Company to be reasonable and speak only as of the date on which such statements are made. Without limiting the generality of the foregoing, words such as "expect," "believe," "anticipate," "intend," "plan," "project," "could," "should," "will," "outlook" or "estimate," or the negative or other variations thereof or comparable terminology are intended to identify forward-looking statements. Except as required by law, the Company undertakes no obligation to update such statements to reflect events or circumstances arising after such date and cautions investors not to place undue reliance on any such forward-looking statements. Forward-looking statements are subject to various risks and uncertainties that could cause actual results to differ materially from those described in the statements, including but not limited to the following: the effectiveness of the Company's strategic initiatives, including our "First Choice" plan, labor and service models, and operational improvement initiatives and our ability to execute on such strategic initiatives; the global and domestic economic and geopolitical environment; our ability to effectively compete in the industry and attract and retain guests; the adequacy of cash flows and the cost and availability of capital or credit facility borrowings; our ability to service our debt and comply with the covenants in our credit facility; a privacy or security breach or a failure of our information technology systems; the effectiveness and timing of the Company's marketing and branding strategies and impact on reputation, including the loyalty program and social media platforms; costs associated with our lease obligations including those incurred through closures, sale-leaseback transactions and refranchising, as well as potential contingent lease liability; changes in cost and availability of commodities and the uncertain impact of tariffs or other potential disruptions in the supply chain; interruptions in the delivery of food and other products from third parties; pricing increases and labor costs; changes in consumer behavior or preference; aging technology infrastructure; our ability to successfully complete tactical refranchising initiatives, and on favorable terms; maintaining and improving our existing restaurants; potential acquisitions, dispositions, or refranchising of our restaurants; our geographic concentration in the Western United States; the retention of our management team; our compensation strategy including availability of equity-based

compensation for our management team; our ability to recruit, staff, train, and retain our workforce; operating conditions, including adverse weather conditions, natural disasters, pandemics, and other events affecting the regions where our restaurants are operated; actions taken by our franchisees that could harm our business or reputation; negative publicity regarding food safety or health concerns; protection of our intellectual property rights; changes in laws and regulations affecting the operation of our restaurants; volatility in our stock price; and an increase in litigation or legal claims by team members, franchisees, customers, vendors, stockholders, and others. These factors should not be construed as exhaustive and should be read in conjunction with other cautionary statements and risk factors described from time to time in the Company's Form 10-K, Form 10-Q, and Form 8-K reports (including all amendments to those reports) filed with the U.S. Securities and Exchange Commission.

Comparable Restaurant Revenue

The following table presents the percentage change in comparable restaurant revenue in the third quarter of fiscal 2026:

	Increase (Decrease) Versus Prior Year			
	Sixteen Weeks Ended April 19, 2026	Twelve Weeks Ended July 12, 2026	Twelve Weeks Ended October 4, 2026	Forty Weeks Ended October 4, 2026
Guest traffic	(2.0) %	(0.4) %	(1.7) %	(1.1) %
Average guest check	1.4 %	1.7 %	5.6 %	2.6 %
Total change in comparable restaurant revenue	(0.6) %	1.3 %	3.9 %	1.5 %

RED ROBIN GOURMET BURGERS, INC.
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME (LOSS)
(In thousands, except per share data)
(Unaudited)

	Twelve Weeks Ended		Forty Weeks Ended	
	October 4, 2026	October 5, 2025	October 4, 2026	October 5, 2025
Revenues:				
Restaurant revenue	$ 222,153	$ 260,909	$ 865,873	$ 926,024
Franchise revenue	5,726	3,265	14,296	10,940
Franchise rental revenue	2,470	—	2,470	—
Other revenue	1,749	954	5,360	4,218
Total revenues	$ 232,098	$ 265,128	$ 887,999	$ 941,182
Costs and expenses:				
Restaurant operating costs (excluding depreciation and amortization shown separately below):				
Cost of sales	$ 53,417	$ 65,158	$ 204,103	$ 218,344
Labor	81,001	97,238	310,366	340,005
Other operating	41,913	49,160	156,020	166,292
Occupancy	21,778	23,531	76,500	80,056
Depreciation and amortization	8,266	12,019	33,276	39,031
General and administrative	17,191	16,912	57,910	61,320
Selling	9,427	6,797	33,040	22,523
Refranchise restaurant lease expense	2,229	—	2,229	—
Other (gains) charges, net	12,606	6,426	18,555	6,846
Total costs and expenses	$ 247,828	$ 277,241	$ 891,999	$ 934,417
Income (loss) from operations	$ (15,730)	$ (12,113)	$ (4,000)	$ 6,765
Other (income) expense:				
Interest expense	$ 5,146	$ 5,979	$ 18,614	$ 19,894

Interest (income) and other, net	(96)	54	(62)	(126)
Total other expenses, net	$ 5,050	$ 6,033	$ 18,552	$ 19,768
Income (loss) before income taxes	$ (20,780)	$ (18,146)	$ (22,552)	$ (13,003)
Income tax (benefit) expense	$ 407	$ 273	$ 427	$ 174
Net income (loss)	$ (21,187)	$ (18,419)	$ (22,979)	$ (13,177)
Income (loss) per share:				
Basic	$ (1.12)	$ (1.03)	$ (1.24)	$ (0.74)
Diluted	$ (1.12)	$ (1.03)	$ (1.24)	$ (0.74)
Weighted-average shares outstanding:				
Basic	18,899	17,914	18,535	17,732
Diluted	18,899	17,914	18,535	17,732

RED ROBIN GOURMET BURGERS, INC.
CONDENSED CONSOLIDATED BALANCE SHEETS
(In thousands, except per share amounts)
(Unaudited)

	October 4, 2026	December 28, 2025
Assets:		
Current assets:		
Cash and cash equivalents	$ 23,781	$ 19,924
Accounts receivable, net	13,742	19,441
Inventories	16,585	25,729
Prepaid expenses and other current assets	10,298	14,234
Restricted cash	—	9,615
Current assets held for sale	3,325	—
Total current assets	$ 67,731	$ 88,943
Property and equipment, net	96,333	158,105
Operating lease assets, net	280,000	295,996
Intangible assets, net	7,065	9,155
Noncurrent assets held for sale	—	2,263
Other assets, net	13,400	9,065
Total assets	$ 464,529	$ 563,527
Liabilities and stockholders' deficit:		
Current liabilities:		
Accounts payable	$ 19,900	$ 31,391
Accrued payroll and payroll-related liabilities	32,179	44,039
Unearned revenue	16,741	27,287
Current portion of operating lease liabilities	47,912	49,111
Current portion of long-term debt	4,500	—
Accrued liabilities and other	49,863	46,801
Total current liabilities	$ 171,095	$ 198,629
Long-term debt	91,920	164,741
Long-term portion of operating lease liabilities	275,076	300,055
Other non-current liabilities	52,651	6,450
Total liabilities	$ 590,742	$ 669,875
Stockholders' deficit:		
Common stock; $0.001 par value: 45,000 shares authorized; 22,050 shares issued; 18,930 and 18,009 shares outstanding as of October 4, 2026 and December 28, 2025	$ 22	$ 22
Preferred stock, $0.001 par value: 3,000 shares authorized; no shares issued and outstanding as of October 4, 2026 and December 28, 2025	—	—
Treasury stock: 3,120 and 4,041 shares, at cost, as of October 4, 2026 and December 28, 2025	(110,332)	(143,247)
Paid-in capital	183,381	213,180
Accumulated other comprehensive loss, net of tax	(62)	(60)
Accumulated deficit	(199,222)	(176,243)
Total stockholders' deficit	$ (126,213)	$ (106,348)
Total liabilities and stockholders' deficit	$ 464,529	$ 563,527

Reconciliation of Non-GAAP Results to GAAP Results

In addition to the results provided in accordance with accounting principles generally accepted in the United States of America ("GAAP") throughout this press release, the Company has provided certain non-GAAP measures, which present operating results on an adjusted basis. These are supplemental measures of performance that are not required by or presented in accordance with GAAP and include the following: (i) Restaurant level operating profit, (ii) net income (loss) before interest expense, net, income taxes, and depreciation and amortization ("EBITDA"), (iii) adjusted EBITDA, (iv) adjusted EBITDA margin, and (v) adjusted net income (loss) and adjusted net income (loss) per share - diluted.

We believe that our use of non-GAAP financial measures permits investors to assess the operating performance of our business relative to our performance based on GAAP results and relative to other companies within the restaurant industry by isolating the effects of certain items that may vary from period to period without correlation to core operating performance or that vary widely among similar companies. Management believes this supplemental information will assist with comparisons of past and future financial results against the present financial results presented herein.

Restaurant Level Operating Profit

The Company believes restaurant level operating profit is an important measure for management and investors because it is widely regarded in the restaurant industry as a useful metric by which to evaluate restaurant level operating efficiency and performance. The Company defines restaurant level operating profit to be income from operations less franchise revenue, franchise rental revenue and other revenue, plus other (gains) charges, net, selling, general and administrative, depreciation and amortization, and refranchise restaurant lease expense. The measure includes restaurant level occupancy costs that include fixed rents, percentage rents, common area maintenance charges, real estate and personal property taxes, general liability insurance, and other property costs, but excludes depreciation and amortization expense, substantially all of which is related to restaurant level assets, because such expenses represent historical sunk costs which do not reflect current cash outlay for the restaurants. The measure also excludes costs associated with selling, general and administrative functions, as well as other (gains) charges, net because these costs are non-operating and therefore not related to the ongoing operations of its restaurants. Restaurant level operating profit is not a measurement determined in accordance with GAAP and should not be considered in isolation, or as an alternative, to income (loss) from operations as an indicator of financial performance. Restaurant level operating profit as presented may not be comparable to other similarly titled measures of other companies in the Company's industry.

The following table reconciles income (loss) from operations to restaurant level operating profit in thousands, except as noted, and in percent of total revenue for the periods presented:

	Twelve Weeks Ended				Forty Weeks Ended			
	October 4, 2026		October 5, 2025		October 4, 2026		October 5, 2025	
Income (loss) from operations	$ (15,730)	(6.8) %	$ (12,113)	(4.6) %	$ (4,000)	(0.5) %	$ 6,765	0.7 %

Less:								
Franchise revenue	$ 5,726	2.5 %	$ 3,265	1.2 %	$ 14,296	1.6 %	$ 10,940	1.2 %
Franchise rental revenue	2,470	1.1	—	—	2,470	0.3	—	—
Other revenue	1,749	0.7	954	0.4	5,360	0.6	4,218	0.4
Add:								
Other (gains) charges, net	$ 12,606	5.4 %	$ 6,426	2.4 %	$ 18,555	2.1 %	$ 6,846	0.7 %
General and administrative	17,191	7.4	16,912	6.4	57,910	6.5	61,320	6.5
Selling	9,427	4.1	6,797	2.6	33,040	3.7	22,523	2.4
Depreciation and amortization	8,266	3.6	12,019	4.5	33,276	3.7	39,031	4.1
Refranchise restaurant lease expense	2,229	1.0	—	—	2,229	0.3	—	—
Restaurant level operating profit	$ 24,044	10.8 %	$ 25,822	9.9 %	$ 118,884	13.7 %	$ 121,327	13.1 %
Income (loss) from operations as a percentage of total revenues	(6.8) %		(4.6) %		(0.5) %		0.7 %	
Restaurant level operating profit margin (as a percentage of restaurant revenue)	10.8 %		9.9 %		13.7 %		13.1 %	

EBITDA and Adjusted EBITDA

We define EBITDA as net income (loss) before interest expense, net, income taxes, and depreciation and amortization. Adjusted EBITDA is EBITDA, further adjusted to exclude the impact of non-operating items including changes in estimates, asset impairments, litigation contingencies, gains (losses) on debt extinguishment, restaurant and office closure costs, gains (losses) on restaurant sales, gains (losses) on refranchise transactions, severance and executive transition costs, stock-based compensation expense and other non-cash or discrete items. Adjusted EBITDA margin is calculated by dividing adjusted EBITDA by total revenues. EBITDA and adjusted EBITDA are supplemental measures of our performance that we believe give the reader additional insight into the ongoing operational results of the Company.

The following table reconciles net income (loss) to adjusted EBITDA and adjusted EBITDA margin in thousands, except for adjusted EBITDA margin percentage:

	Twelve Weeks Ended		Forty Weeks Ended	
	October 4, 2026	October 5, 2025	October 4, 2026	October 5, 2025
Net income (loss) as reported	$ (21,187)	$ (18,419)	$ (22,979)	$ (13,177)
Interest expense, net[(1)]	5,082	5,909	18,430	19,594
Income tax (benefit) expense	407	273	427	174
Depreciation and amortization	8,266	12,019	33,276	39,031
EBITDA	$ (7,432)	$ (218)	$ 29,154	$ 45,622
Stock-based compensation expense[(2)]	$ 2,152	$ 1,405	$ 5,851	$ 5,483
Other (gains) charges, net:				
Asset impairment and restaurant closure costs, net	$ 647	$ 911	$ 3,041	$ (494)
Loss on refranchise transactions	4,231	—	4,231	—
Gain on sale of restaurant property	—	—	(900)	(1,137)
Severance and executive transition	(126)	539	1,056	1,878
Litigation contingencies	(794)	3,155	(675)	3,178

Loss on extinguishment of debt	3,662	—	3,662	—
Asset disposal and other, net	4,986	1,821	8,140	3,421
Adjusted EBITDA	$ 7,326	$ 7,613	$ 53,560	$ 57,951
Adjusted EBITDA margin	3.2 %	2.9 %	6.1 %	6.2 %

(1) Interest expense, net was comprised of interest expense and interest income, the latter of which was included in interest (income) and other, net on the Condensed Consolidated Statements of Operations and Comprehensive Income (Loss).

(2) Consisted of compensation expense associated with stock-based awards including phantom awards that may be settled in stock or cash at the Company's option and stock appreciation rights, which are settled in cash.

The following table reconciles net income (loss) to adjusted EBITDA for each quarter of fiscal 2026 to date:

	Sixteen Weeks Ended	Twelve Weeks Ended	Twelve Weeks Ended	Forty Weeks Ended
(Dollars in thousands)	**April 19, 2026**	**July 12, 2026**	**October 4, 2026**	**October 4, 2026**
Net income (loss) as reported	$ (2,178)	$ 386	$ (21,187)	$ (22,979)
Interest expense, net (1)	7,704	5,644	5,082	18,430
Income tax (benefit) expense	29	(9)	407	427
Depreciation and amortization	15,263	9,747	8,266	33,276
EBITDA	$ 20,818	$ 15,768	$ (7,432)	$ 29,154
Stock-based compensation expense (2)	$ 1,664	$ 2,035	$ 2,152	$ 5,851
Other (gains) charges, net:				
Asset impairment and restaurant closure costs, net	$ 1,753	$ 641	$ 647	$ 3,041
Loss on refranchise transactions	$ —	$ —	$ 4,231	$ 4,231
Gain on sale of restaurant property	—	(900)	—	(900)
Severance and executive transition	$ 70	1,112	(126)	1,056
Litigation contingencies	87	33	$ (794)	(675)
Loss on extinguishment of debt	—	—	3,662	3,662
Asset disposal and other, net	2,920	233	4,986	8,140
Adjusted EBITDA	$ 27,312	$ 18,922	$ 7,326	$ 53,560

(1) Interest expense, net was comprised of interest expense and interest income, the latter of which was included in interest (income) and other, net on the Condensed Consolidated Statements of Operations and Comprehensive Income (Loss).

(2) Consisted of compensation expense associated with stock-based awards including phantom awards that may be settled in stock or cash at the Company's option and stock appreciation rights, which are settled in cash.

Adjusted Net Income (Loss) Per Diluted Share

We define adjusted net income (loss) per diluted share as net income (loss) excluding the impact of non-operating items including changes in estimates, asset impairments, litigation contingencies, gains (losses) on debt extinguishment, restaurant and office closure costs, gains (losses) on restaurant sales, gains (losses) on refranchise transactions, severance and executive transition costs, stock-based compensation expense and other non-cash or discrete items; net of income tax impacts. Adjusted net income (loss) per share - diluted is a supplemental measure of our performance that we believe gives the reader additional insight into the ongoing operational results of the Company.

The following table reconciles net income (loss) to adjusted net income (loss) and adjusted net income (loss) per share - diluted for the period presented:

	Twelve Weeks Ended		Forty Weeks Ended	
(Dollars and shares in thousands, except per share amounts)	**October 4, 2026**	**October 5, 2025**	**October 4, 2026**	**October 5, 2025**
Net income (loss) as reported	$ (21,187)	$ (18,419)	$ (22,979)	$ (13,177)
Stock-based compensation expense(1)	2,152	1,405	5,851	5,483

Other (gains) charges, net:				
Asset impairment and restaurant closure costs, net	647	911	3,041	(494)
Loss on refranchise transactions	4,231	—	4,231	—
Gain on sale of restaurant property	—	—	(900)	(1,137)
Severance and executive transition	(126)	539	1,056	1,878
Litigation contingencies	(794)	3,155	(675)	3,178
Loss on extinguishment of debt	3,662	—	3,662	—
Asset disposal and other, net	4,986	1,821	8,140	3,421
Income tax effect[2]	(3,837)	(2,036)	(6,346)	(3,206)
Adjusted net income (loss)	$ (10,266)	$ (12,624)	$ (4,919)	$ (4,054)
Net income (loss) as reported	$ (1.12)	$ (1.03)	$ (1.24)	$ (0.74)
Stock-based compensation expense[1]	0.11	0.08	0.32	0.31
Other (gains) charges, net:				
Asset impairment and restaurant closure costs, net	0.03	0.05	0.16	(0.03)
Loss on refranchise transactions	0.22	—	0.23	—
Gain on sale of restaurant property	—	—	(0.05)	(0.07)
Severance and executive transition	(0.01)	0.03	0.06	0.11
Litigation contingencies	(0.04)	0.18	(0.04)	0.18
Loss on extinguishment of debt	0.19	—	0.20	—
Asset disposal and other, net	0.29	0.10	0.43	0.19
Income tax effect[2]	(0.21)	(0.11)	(0.34)	(0.18)
Adjusted net income (loss) per share - diluted	$ (0.54)	$ (0.70)	$ (0.27)	$ (0.23)
Weighted average shares outstanding:				
Basic	18,899	17,914	18,535	17,732
Adjusted diluted	18,899	17,914	18,535	17,732

(1) Consists of compensation expense associated with stock-based awards including phantom awards that may be settled in stock or cash at the Company's option and stock appreciation rights, which are settled in cash.

(2) Assumed a 26% income tax rate, representing a blended average of federal and state statutory rates.

View original content:https://www.prnewswire.com/news-releases/red-robin-gourmet-burgers-inc-reports-third-quarter-of-fiscal-2026-results-302944312.html

SOURCE Red Robin Gourmet Burgers, Inc.