

Statements of Operations

(In Millions, except percentages)

	2023				2024				2025			2023	2024
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	FY	FY
	(Unaudited)				(Unaudited)				(Unaudited)				
Direct-to-consumer revenue													
Redemption revenue	\$ 33.3	\$ 46.5	\$ 43.6	\$ 40.3	\$ 33.0	\$ 32.3	\$ 33.1	\$ 30.1	\$ 25.2	\$ 24.6	\$ 22.8	\$163.7	\$128.6
Ad & other revenue	16.0	19.1	19.3	21.8	14.3	14.0	14.1	16.0	11.2	12.8	11.2	76.2	58.4
Total direct-to-consumer revenue	49.3	65.6	62.9	62.0	47.3	46.3	47.3	46.1	36.4	37.4	34.0	239.8	187.0
Third-party publishers revenue													
Redemption revenue	8.4	11.7	22.4	37.6	35.0	41.7	51.3	52.3	48.2	48.6	49.3	80.2	180.3
Ad & other revenue	—	—	—	—	—	—	—	—	—	—	—	—	—
Total third-party publishers revenue	8.4	11.7	22.4	37.6	35.0	41.7	51.3	52.3	48.2	48.6	49.3	80.2	180.3
Total													
Redemption revenue ⁽¹⁾	41.7	58.3	66.0	77.9	68.0	74.0	84.5	82.4	73.4	73.2	72.1	243.9	308.8
Ad & other revenue	16.0	19.1	19.3	21.8	14.3	14.0	14.1	16.0	11.2	12.8	11.2	76.2	58.4
Total revenue ⁽¹⁾	\$ 57.7	\$ 77.4	\$ 85.3	\$ 99.7	\$ 82.3	\$ 87.9	\$ 98.6	\$ 98.4	\$ 84.6	\$ 86.0	\$ 83.3	\$320.0	\$367.3
Cost of revenue	11.3	9.6	10.8	12.3	10.5	12.3	12.2	15.2	17.1	17.9	17.1	44.0	50.1
Gross profit	46.4	67.7	74.5	87.4	71.8	75.6	86.4	83.2	67.5	68.1	66.1	276.0	317.1
Gross profit %	80 %	88 %	87 %	88 %	87 %	86 %	88 %	85 %	80 %	79 %	79 %	86 %	86 %
Sales & marketing	21.6	22.2	37.6	33.3	28.1	50.0	27.8	33.3	29.9	28.8	26.6	114.8	139.2
Research and development	11.7	12.2	12.4	13.7	13.6	17.5	16.3	15.8	18.1	14.7	14.0	50.0	63.3
General and administrative	13.3	12.7	12.1	13.5	13.2	28.7	20.6	20.2	21.4	22.3	22.5	51.6	82.7
Depreciation and amortization	0.8	0.8	1.5	0.6	1.0	1.0	1.1	0.9	1.0	1.0	0.6	3.7	4.0
Income (loss) from operations	(0.9)	19.8	10.9	26.3	15.9	(21.7)	20.7	13.0	(2.8)	1.2	2.4	56.0	27.9
Operating margin %	(2)%	26 %	13 %	26 %	19 %	(25)%	21 %	13 %	(3)%	1 %	3 %	17 %	8 %
Interest income (expense), net	(1.7)	(1.5)	(1.6)	(2.1)	(1.8)	2.7	4.4	4.1	3.7	2.6	2.5	(6.9)	9.4
Loss on debt extinguishment	—	—	—	—	—	(9.6)	—	(0.1)	—	—	—	—	(9.7)

Note: Figures may not recalculate due to rounding.

Statements of Operations, cont.
(In Millions, except percentages)

	2023				2024				2025			2023	2024
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	FY	FY
	(Unaudited)				(Unaudited)				(Unaudited)				
Other expense, net	(1.5)	(0.2)	(1.5)	(1.8)	(1.7)	(1.4)	—	—	(0.4)	—	0.4	(5.1)	(3.2)
Income (loss) before benefit from (provision for) income taxes	(4.1)	18.0	7.8	22.3	12.4	(30.0)	25.1	17.0	0.5	3.9	5.3	44.1	24.5
Benefit from (provision for) income taxes	(0.2)	(2.7)	0.6	(3.7)	(3.1)	(3.9)	(7.9)	59.2	0.1	(1.4)	(3.7)	(5.9)	44.2
Tax rate	4 %	(15)%	8 %	(17)%	(25)%	13 %	(31)%	348 %	15 %	(36)%	(71)%	(13)%	181 %
Net income (loss)	\$ (4.3)	\$ 15.3	\$ 8.4	\$ 18.6	\$ 9.3	\$ (34.0)	\$ 17.2	\$ 76.2	\$ 0.6	\$ 2.5	\$ 1.5	\$ 38.1	\$ 68.7
Stock-Based Compensation													
Cost of revenue	\$ 0.2	\$ 0.1	\$ 0.2	\$ 0.2	\$ 0.2	\$ 0.4	\$ 0.5	\$ 0.5	\$ 0.7	\$ 0.6	\$ 0.6	\$ 0.7	\$ 1.5
Sales and marketing	0.6	0.6	9.6	\$ 4.7	3.6	26.8	4.3	\$ 4.3	5.1	4.9	4.1	15.4	39.1
Research and development	0.5	0.5	0.5	\$ 0.5	0.6	4.0	2.4	\$ 2.3	3.1	2.5	2.4	2.1	9.3
General and administrative	0.5	0.6	0.5	\$ 0.5	0.5	13.6	6.4	\$ 5.8	4.8	5.6	5.5	2.0	26.3
Total stock-based compensation expense	\$ 1.8	\$ 1.8	\$ 10.8	\$ 5.8	\$ 4.8	\$ 44.8	\$ 13.7	\$ 12.9	\$ 13.8	\$ 13.6	\$ 12.6	\$ 20.2	\$ 76.2

Note: Figures may not recalculate due to rounding.

Performance Metrics
(In Millions, except per redeemer and per redemption figures)

	2023				2024				2025			2023	2024
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	FY	FY
Redemptions													
Direct-to-consumer redemptions	31.7	35.5	37.9	39.5	27.7	28.6	31.6	28.3	21.6	21.9	20.8	144.6	116.1
Third-party publisher redemptions	11.6	15.7	30.0	54.3	43.8	52.1	65.8	66.3	61.2	58.6	62.1	111.6	228.0
Total redemptions	43.3	51.2	67.9	93.9	71.5	80.7	97.4	94.6	82.8	80.5	82.8	256.2	344.1
Redeemers													
Direct-to-consumer redeemers	1.9	1.9	2.1	2.2	1.9	1.8	1.9	1.8	1.7	1.6	1.6	2.0	1.9
Third-party publisher redeemers	2.7	3.4	7.2	11.4	10.6	11.9	13.4	15.4	15.4	15.7	16.5	6.2	12.8
Total redeemers	4.7	5.3	9.4	13.6	12.5	13.7	15.3	17.2	17.1	17.3	18.2	8.2	14.7
Redemptions per redeemer													
Direct-to-consumer redemptions per redeemer	16.3	18.3	17.9	18.3	14.4	15.9	16.5	15.5	13.1	13.8	12.7	70.9	62.3
Third-party publisher redemptions per redeemer	4.2	4.7	4.1	4.8	4.1	4.4	4.9	4.3	4.0	3.7	3.8	18.0	17.8
Total redemptions per redeemer	9.2	9.6	7.3	6.9	5.7	5.9	6.4	5.5	4.8	4.6	4.6	31.1	23.5
Redemption revenue per redemption													
Direct-to-consumer redemption revenue per redemption	\$ 1.05	\$ 1.31	\$ 1.15	\$ 1.02	\$ 1.19	\$ 1.13	\$ 1.05	\$ 1.07	\$ 1.17	\$ 1.12	\$ 1.10	\$ 1.13	\$ 1.11
Third-party publisher redemption revenue per redemption	\$ 0.73	\$ 0.75	\$ 0.75	\$ 0.69	\$ 0.80	\$ 0.80	\$ 0.78	\$ 0.79	\$ 0.79	\$ 0.83	\$ 0.79	\$ 0.72	\$ 0.79
Total redemption revenue per redemption	\$ 0.96	\$ 1.14	\$ 0.97	\$ 0.83	\$ 0.95	\$ 0.92	\$ 0.87	\$ 0.87	\$ 0.89	\$ 0.91	\$ 0.87	\$ 0.95	\$ 0.90

Note: Figures may not recalculate due to rounding.

Reconciliations of Non-GAAP Measures (In Millions)

	2023				2024				2025			2023	2024
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	FY	FY
Adjusted EBITDA⁽²⁾													
Net income (loss)	\$ (4.3)	\$ 15.3	\$ 8.4	\$ 18.6	\$ 9.3	\$ (34.0)	\$ 17.2	\$ 76.2	\$ 0.6	\$ 2.5	\$ 1.5	\$ 38.1	\$ 68.7
Interest expense (income), net	1.7	1.5	1.6	2.1	1.8	(2.7)	(4.4)	(4.1)	(3.7)	(2.6)	(2.5)	6.9	(9.4)
Depreciation and amortization	1.6	1.6	2.5	0.9	1.9	2.1	2.1	1.9	2.2	2.4	1.2	6.7	8.1
Stock-based compensation	1.8	1.8	10.8	5.8	4.8	44.8	13.7	12.9	13.8	13.6	12.6	20.2	76.2
Change in fair value of derivative	1.5	0.2	1.5	1.8	1.7	1.4	—	—	—	—	—	5.0	3.1
Loss on debt extinguishment	—	—	—	—	—	9.6	—	0.1	—	—	—	—	9.7
Restructuring charges	—	—	—	—	—	—	—	—	1.6	0.6	0.4	—	—
Provision for (benefit from) income taxes	0.2	2.7	(0.6)	3.7	3.1	3.9	7.9	(59.2)	(0.1)	1.4	3.7	5.9	(44.2)
Other expense (income), net	—	—	—	—	—	—	—	—	0.4	—	(0.4)	0.1	0.1
Adjusted EBITDA	\$ 2.5	\$ 23.2	\$ 24.1	\$ 33.0	\$ 22.7	\$ 25.3	\$ 36.5	\$ 27.8	\$ 14.7	\$ 17.9	\$ 16.6	\$ 82.8	\$ 112.2
Adjusted Net Income (Loss)⁽³⁾													
Net income (loss)	\$ (4.3)	\$ 15.3	\$ 8.4	\$ 18.6	\$ 9.3	\$ (34.0)	\$ 17.2	\$ 76.2	\$ 0.6	\$ 2.5	\$ 1.5	\$ 38.1	\$ 68.7
Stock-based compensation	1.8	1.8	10.8	5.8	4.8	44.8	13.7	12.9	13.8	13.6	12.6	20.2	76.2
Change in fair value of derivative	1.5	0.2	1.5	1.8	1.7	1.4	—	—	—	—	\$ —	5.0	3.1
Loss on debt extinguishment	—	—	—	—	—	9.6	—	0.1	—	—	—	—	9.7
Restructuring charges	—	—	—	—	—	—	—	—	1.6	0.6	\$ —	—	—
Adjustment for income taxes	0.1	1.0	(1.5)	0.4	(0.4)	(2.0)	0.5	(66.7)	(3.8)	(1.8)	1.8	(0.1)	(68.7)
Adjusted net income (loss)	\$ (0.8)	\$ 18.3	\$ 19.2	\$ 26.6	\$ 15.4	\$ 19.9	\$ 31.4	\$ 22.4	\$ 12.1	\$ 14.9	\$ 16.3	\$ 63.2	\$ 89.0

Note: Figures may not recalculate due to rounding.

Reconciliations of Non-GAAP Measures, cont. (In Millions)

	2023				2024				2025			2023	2024
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	FY	FY
Free Cash Flow⁽⁴⁾													
Net cash provided by operating activities	\$ 2.7	\$ (1.6)	\$ (2.0)	\$ 23.7	\$ 19.4	\$ 35.0	\$ 39.5	\$ 22.0	\$ 19.9	\$ 25.9	\$ 21.8	\$ 22.7	\$ 115.9
Additions to property and equipment	—	(0.2)	(0.2)	(0.2)	(0.2)	(0.2)	(0.3)	(0.2)	(1.9)	(3.6)	(7.2)	\$ (0.5)	\$ (0.9)
Additions to capitalized software development costs	(1.0)	(2.6)	(2.3)	(1.8)	(2.3)	(2.1)	(2.6)	(2.3)	(3.1)	(3.4)	(3.9)	(7.7)	(9.3)
Free cash flow	\$ 1.7	\$ (4.4)	\$ (4.5)	\$ 21.7	\$ 16.9	\$ 32.7	\$ 36.7	\$ 19.4	\$ 14.9	\$ 18.9	\$ 10.6	\$ 14.5	\$ 105.7

Note: Figures may not recalculate due to rounding.

Notes

- 1) Amounts presented include one-time breakage benefits of \$1.2 million in the first quarter of 2023, \$9.4 million in the second quarter of 2023, \$2.1 million in the third quarter of 2023, and \$0.8 million in the fourth quarter of 2023. Excluding the breakage benefit, non-GAAP redemption revenue was \$40.5 million in the first quarter of 2023, \$48.9 million in the second quarter of 2023, \$63.9 million in the third quarter of 2023, and \$77.1 million in the fourth quarter of 2023. Excluding the breakage benefit, non-GAAP revenue was \$56.5 million in the first quarter of 2023, \$68.0 million in the second quarter of 2023, \$83.2 million in the third quarter of 2023, and \$98.8 million in the fourth quarter of 2023.
- 2) Adjusted EBITDA is earnings before interest expense (income), net, provision for (benefit from) income tax, and depreciation and amortization, and excludes stock-based compensation, change in fair value of derivative, loss on debt extinguishment, restructuring charges, and other expense (income), net.
- 3) Adjusted net income (loss) excludes stock-based compensation, change in fair value of derivative, loss on debt extinguishment, restructuring charges, and the adjustment for income taxes. The income tax effect of non-GAAP adjustments is the difference between GAAP and non-GAAP income tax expense. Non-GAAP income tax expense is computed on non-GAAP pre-tax income (GAAP pre-tax income adjusted for non-GAAP adjustments).
- 4) Free cash flow is defined as cash provided by operating activities, less additions to property and equipment and capitalization of software development costs.