

REFINITIV

DELTA REPORT

10-Q

EZPW - EZCORP INC

10-Q - MARCH 31, 2024 COMPARED TO 10-Q - DECEMBER 31, 2023

The following comparison report has been automatically generated

TOTAL DELTAS	479
CHANGES	123
DELETIONS	145
ADDITIONS	211

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, DC 20549

FORM 10-Q

☒ QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended **December 31, 2023** **March 31, 2024** or

☐ TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from _____ to _____

Commission File No. 0-19424

 ezcorplogob21.jpg

EZCORP, INC.

(Exact name of registrant as specified in its charter)

Delaware

74-2540145

(I.R.S. Employer Identification

(State or other jurisdiction of incorporation or organization)

No.)

2500 Bee Cave

Road Bldg One Suite 200 Rollingwood TX

78746

(Address of principal executive offices)

(Zip Code)

Registrant's telephone number, including area code: (512) 314-3400

Securities registered pursuant to Section 12(b) of the Act

Title of each class	Trading Symbol(s)	Name of each exchange on which registered
Class A Non-voting Common Stock, par value \$.01 per share	EZPW	NASDAQ Stock Market (NASDAQ Global Select Market)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes ☒ No ☐

Indicate by check mark whether the registrant has submitted electronically every Interactive Data File required to be submitted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit such files). Yes ☒ No ☐

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, smaller reporting company, or an emerging growth company. See definition of "large accelerated filer," "accelerated filer," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer	<input type="checkbox"/>	Accelerated filer	<input checked="" type="checkbox"/>
Non-accelerated filer	<input type="checkbox"/>	Smaller reporting company	<input type="checkbox"/>
		Emerging growth company	<input type="checkbox"/>

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act. ☐

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes ☐ No ☒

The only class of voting securities of the registrant issued and outstanding is the Class B Voting Common Stock, par value \$.01 per share, all of which is owned by an affiliate of the registrant. There is no trading market for the Class B Voting Common Stock.

As of **January 24, 2024** **April 24, 2024**, **52,183,780** **51,972,207** shares of the registrant's Class A Non-voting Common Stock ("Class A Common Stock"), par value \$.01 per share, and 2,970,171 shares of the registrant's Class B Voting Common Stock, par value \$.01 per share, were outstanding.

EZCORP, Inc.
INDEX TO FORM 10-Q

[PART I — FINANCIAL INFORMATION](#)

[Item 1. Financial Statements \(unaudited\)](#)

Condensed Consolidated Balance Sheets as of December March 31, 2024 and 20231, 2023 and 2022 and September 30, 2023	1
Condensed Consolidated Statements of Operations for the Three Three e and Six Months Ended DecemberMarch 31 31, 2023 2024 and 20222023	2
Condensed Consolidated Statements of Comprehensive Income for the Three Months and Six Months Ended December March 31, 202, 2023 4 and 20222023	3
Condensed Consolidated Statements of Stockholders' Equity for the Periods EndedMarch December 31, 202, 2023 4 and 20222023	4
Condensed Consolidated Statements of Cash Flows for the Three Six Months Ended December March 31, 202, 2023 4 and 20222023	5
Notes to Condensed Consolidated Financial Statements	6
Note 1: Organization and Summary of Significant Accounting Policies	6
Note 2: Goodwill	7
Note 3: Earnings Per Share	8
Note 4: Leases	9
Note 5: Strategic Investments	11
Note 6: Fair Value Measurements	12
Note 7: Debt	13 14
Note 8: Common Stock and Stock Compensation	16 17
Note 9: Commitments and Contingencies	17 18
Note 10: Segment Information	17 18
Note 11: Supplemental Consolidated Financial Information	20 22

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations	21 23
---	-----------------------

Item 3. Quantitative and Qualitative Disclosures about Market Risk	30 36
--	-----------------------

Item 4. Controls and Procedures	31 36
---	-----------------------

[PART II — OTHER INFORMATION](#)

Item 1. Legal Proceedings	31 37
---	-----------------------

Item 1A. Risk Factors	31 37
---------------------------------------	-----------------------

Item 2. Unregistered Sale of Equity Security and Use of Proceeds	32 37
--	-----------------------

Item 5. Other Information	32 37
---	-----------------------

Item 6. Exhibits	33 38
----------------------------------	-----------------------

SIGNATURES	34 39
----------------------------	-----------------------

PART I — FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

EZCORP, Inc.
CONDENSED CONSOLIDATED BALANCE SHEETS
(Unaudited)

(in thousands, except share and per share amounts)

(in thousands, except share and per share amounts)

(in thousands, except share and per share amounts)

Assets:

Assets:

Assets:

Current assets:

Current assets:

Current assets:

Cash and cash equivalents
Cash and cash equivalents
Cash and cash equivalents
Restricted cash
Restricted cash
Restricted cash
Pawn loans
Pawn loans
Pawn loans
Pawn service charges receivable, net
Pawn service charges receivable, net
Pawn service charges receivable, net
Inventory, net
Inventory, net
Inventory, net
Prepaid expenses and other current assets
Prepaid expenses and other current assets
Prepaid expenses and other current assets
Total current assets
Total current assets
Total current assets
Investments in unconsolidated affiliates
Investments in unconsolidated affiliates
Investments in unconsolidated affiliates
Other investments
Other investments
Other investments
Property and equipment, net
Property and equipment, net
Property and equipment, net
Right-of-use assets, net
Right-of-use assets, net
Right-of-use assets, net
Goodwill
Goodwill
Goodwill
Intangible assets, net
Intangible assets, net
Intangible assets, net
Notes receivable, net
Notes receivable, net
Notes receivable, net
Deferred tax asset, net
Deferred tax asset, net
Deferred tax asset, net
Other assets, net
Other assets, net
Other assets, net

Total assets
Total assets
Total assets
Liabilities and equity:
Liabilities and equity:
Liabilities and equity:
Current liabilities:
Current liabilities:
Current liabilities:
Current maturities of long-term debt, net
Current maturities of long-term debt, net
Current maturities of long-term debt, net
Accounts payable, accrued expenses and other current liabilities
Accounts payable, accrued expenses and other current liabilities
Accounts payable, accrued expenses and other current liabilities
Customer layaway deposits
Customer layaway deposits
Customer layaway deposits
Operating lease liabilities, current
Operating lease liabilities, current
Operating lease liabilities, current
Total current liabilities
Total current liabilities
Total current liabilities
Long-term debt, net
Long-term debt, net
Long-term debt, net
Deferred tax liability, net
Deferred tax liability, net
Deferred tax liability, net
Operating lease liabilities
Operating lease liabilities
Operating lease liabilities
Other long-term liabilities
Other long-term liabilities
Other long-term liabilities
Total liabilities
Total liabilities
Total liabilities
Commitments and contingencies (Note 9)
Commitments and contingencies (Note 9)
Commitments and contingencies (Note 9)
Stockholders' equity:
Stockholders' equity:
Stockholders' equity:
Class A Non-voting Common Stock, par value \$0.01 per share; shares authorized: 100 million; issued and outstanding: 52,272,594 as of December 31, 2023; 52,877,930 as of December 31, 2022; and 51,869,569 as of September 30, 2023
Class A Non-voting Common Stock, par value \$0.01 per share; shares authorized: 100 million; issued and outstanding: 52,272,594 as of December 31, 2023; 52,877,930 as of December 31, 2022; and 51,869,569 as of September 30, 2023
Class A Non-voting Common Stock, par value \$0.01 per share; shares authorized: 100 million; issued and outstanding: 52,272,594 as of December 31, 2023; 52,877,930 as of December 31, 2022; and 51,869,569 as of September 30, 2023
Class A Non-voting Common Stock, par value \$0.01 per share; shares authorized: 100 million; issued and outstanding: 52,057,309 as of March 31, 2024; 52,561,071 as of March 31, 2023; and 51,869,569 as of September 30, 2023

Class A Non-voting Common Stock, par value \$0.01 per share; shares authorized: 100 million; issued and outstanding: 52,057,309 as of March 31, 2024; 52,561,071 as of March 31, 2023; and 51,869,569 as of September 30, 2023
Class A Non-voting Common Stock, par value \$0.01 per share; shares authorized: 100 million; issued and outstanding: 52,057,309 as of March 31, 2024; 52,561,071 as of March 31, 2023; and 51,869,569 as of September 30, 2023
Class B Voting Common Stock, convertible, par value \$0.01 per share; shares authorized: 3 million; issued and outstanding: 2,970,171
Class B Voting Common Stock, convertible, par value \$0.01 per share; shares authorized: 3 million; issued and outstanding: 2,970,171
Class B Voting Common Stock, convertible, par value \$0.01 per share; shares authorized: 3 million; issued and outstanding: 2,970,171
Additional paid-in capital
Additional paid-in capital
Additional paid-in capital
Retained earnings
Retained earnings
Retained earnings
Accumulated other comprehensive loss
Accumulated other comprehensive loss
Accumulated other comprehensive loss
Total equity
Total equity
Total equity
Total liabilities and equity
Total liabilities and equity
Total liabilities and equity

See accompanying notes to unaudited condensed consolidated financial statements

EZCORP, Inc.

CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

(Unaudited)

	Three Months Ended December 31,
	Three Months Ended December 31,
	Three Months Ended December 31,
	Three Months Ended March 31,
	Three Months Ended March 31,
	Three Months Ended March 31,

(in thousands, except per share amount)

(in thousands, except per share amount)

(in thousands, except per share amount)

Revenues:

Revenues:

Revenues:

Merchandise sales
Merchandise sales
Merchandise sales
Jewelry scrapping sales
Jewelry scrapping sales
Jewelry scrapping sales
Pawn service charges
Pawn service charges

Pawn service charges
Other revenues
Other revenues
Other revenues
Total revenues
Total revenues
Total revenues
Merchandise cost of goods sold
Merchandise cost of goods sold
Merchandise cost of goods sold
Jewelry scrapping cost of goods sold
Jewelry scrapping cost of goods sold
Jewelry scrapping cost of goods sold
Gross profit
Gross profit
Gross profit
Operating expenses:
Operating expenses:
Operating expenses:
Store expenses
Store expenses
Store expenses
General and administrative
General and administrative
General and administrative
Depreciation and amortization
Depreciation and amortization
Depreciation and amortization
Gain on sale or disposal of assets and other
Gain on sale or disposal of assets and other
Gain on sale or disposal of assets and other
Loss (gain) on sale or disposal of assets and other
Loss (gain) on sale or disposal of assets and other
Loss (gain) on sale or disposal of assets and other
Other income
Other income
Other income
Total operating expenses
Total operating expenses
Total operating expenses
Operating income
Operating income
Operating income
Interest expense
Interest expense
Interest expense
Interest income
Interest income
Interest income
Equity in net income of unconsolidated affiliates
Equity in net income of unconsolidated affiliates

Equity in net income of unconsolidated affiliates
Other income
Other income
Other income
Equity in net (income) loss of unconsolidated affiliates
Equity in net (income) loss of unconsolidated affiliates
Equity in net (income) loss of unconsolidated affiliates
Other (income) expense
Other (income) expense
Other (income) expense
Income before income taxes
Income (loss) before income taxes
Income before income taxes
Income (loss) before income taxes
Income before income taxes
Income tax expense
Income tax expense
Income tax expense
Net income
Net income
Net income
Income (loss) before income taxes
Income tax expense (benefit)
Income tax expense (benefit)
Income tax expense (benefit)
Net income (loss)
Net income (loss)
Net income (loss)
Basic earnings per share
Basic earnings (loss) per share
Basic earnings per share
Basic earnings (loss) per share
Basic earnings per share
Diluted earnings per share
Diluted earnings per share
Diluted earnings per share
Basic earnings (loss) per share
Diluted earnings (loss) per share
Diluted earnings (loss) per share
Diluted earnings (loss) per share
Weighted-average basic shares outstanding
Weighted-average basic shares outstanding
Weighted-average basic shares outstanding
Weighted-average diluted shares outstanding
Weighted-average diluted shares outstanding
Weighted-average diluted shares outstanding

See accompanying notes to unaudited condensed consolidated financial statements

EZCORP, Inc.

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Unaudited)

	Three Months Ended December 31,	Three Months Ended December 31,	Three Months Ended December 31,
(in thousands)			
(in thousands)			
	Three Months Ended March 31,	Six Months Ended March 31,	
(in thousands)	(in thousands)	2024	2023
Net income			
Net income			
Net income			
Net income (loss)			
Net income (loss)			
Net income (loss)			
Other comprehensive income:			
Other comprehensive income:			
Other comprehensive income:			
Foreign currency translation adjustment, net of income tax benefit for our investment in unconsolidated affiliate of \$57 and \$396 for the three months ended December 31, 2023, and 2022, respectively			
Foreign currency translation adjustment, net of income tax benefit for our investment in unconsolidated affiliate of \$57 and \$396 for the three months ended December 31, 2023, and 2022, respectively			
Foreign currency translation adjustment, net of income tax benefit for our investment in unconsolidated affiliate of \$57 and \$396 for the three months ended December 31, 2023, and 2022, respectively			
Foreign currency translation adjustment, net of income tax expense for our investment in unconsolidated affiliate of \$98 and \$1,133 for the three months ended March 31, 2024, and 2023, respectively and \$41 and \$737 for the six months ended March 31, 2024, and 2023, respectively			
Foreign currency translation adjustment, net of income tax expense for our investment in unconsolidated affiliate of \$98 and \$1,133 for the three months ended March 31, 2024, and 2023, respectively and \$41 and \$737 for the six months ended March 31, 2024, and 2023, respectively			
Foreign currency translation adjustment, net of income tax expense for our investment in unconsolidated affiliate of \$98 and \$1,133 for the three months ended March 31, 2024, and 2023, respectively and \$41 and \$737 for the six months ended March 31, 2024, and 2023, respectively			
Comprehensive income			
Comprehensive income			
Comprehensive income			

See accompanying notes to unaudited condensed consolidated financial statements

EZCORP, Inc.

CONDENSED CONSOLIDATED STATEMENTS OF STOCKHOLDERS' EQUITY

(Unaudited)

	Common Stock	Additional Paid-in Capital	Retained Earnings	Accumulated Other Comprehensive Loss	Total Stockholders' Equity	Common Stock	Additional Paid-in Capital	Retained Earnings	Accumulated Other Comprehensive Loss	Total Stockholders' Equity
(in thousands)										
Balances as of September 30, 2023										
Balances as of September 30, 2023										

Balances as of September 30, 2023
Stock compensation
Release of restricted stock, net of shares withheld for taxes
Release of restricted stock, net of shares withheld for taxes
Release of restricted stock, net of shares withheld for taxes
Taxes paid related to net share settlement of equity awards
Foreign currency translation gain
Foreign currency translation gain
Foreign currency translation gain
Purchase and retirement of treasury stock
Purchase and retirement of treasury stock
Purchase and retirement of treasury stock
Net income
Net income
Net income

Balances as of December 31, 2023

Stock compensation	—	—	2,580	—	—	2,580
Release of restricted stock, net of shares withheld for taxes						
Release of restricted stock, net of shares withheld for taxes						
Release of restricted stock, net of shares withheld for taxes	89	1	(1)	—	—	—
Foreign currency translation gain						
Foreign currency translation gain						
Foreign currency translation gain	—	—	—	—	4,457	4,457
Purchase and retirement of treasury stock						
Purchase and retirement of treasury stock						
Purchase and retirement of treasury stock	(305)	(3)	(1,275)	(1,725)	—	(3,003)
Net income						
Net income						
Net income	—	—	—	21,479	—	21,479

Balances as of March 31, 2024

	Common Stock	Additional Paid-in Capital	Retained Earnings	Accumulated Other Comprehensive Loss	Total Stockholders' Equity	Common Stock	Additional Paid-in Capital	Retained Earnings	Accumulated Other Comprehensive Loss	Total Stockholders' Equity
--	-----------------	----------------------------------	----------------------	---	-------------------------------	-----------------	----------------------------------	----------------------	---	-------------------------------

(in thousands)

Balances as of September 30, 2022

Balances as of September 30, 2022

Balances as of September 30, 2022

Stock compensation
Transfer of equity consideration for acquisition
Release of restricted stock, net of shares withheld for taxes
Release of restricted stock, net of shares withheld for taxes
Release of restricted stock, net of shares withheld for taxes

Taxes paid related to net share settlement of equity awards
Foreign currency translation gain
Foreign currency translation gain
Foreign currency translation gain
Purchase and retirement of treasury stock
Purchase and retirement of treasury stock
Purchase and retirement of treasury stock
Net income
Net income
Net income
Balances as of December 31, 2022
Stock compensation
Release of restricted stock, net of shares withheld for taxes
Release of restricted stock, net of shares withheld for taxes
Release of restricted stock, net of shares withheld for taxes
Taxes paid related to net share settlement of equity awards
Foreign currency translation gain
Foreign currency translation gain
Foreign currency translation gain
Purchase and retirement of treasury stock
Purchase and retirement of treasury stock
Purchase and retirement of treasury stock
Net loss
Net loss
Net loss
Balances as of March 31, 2023

See accompanying notes to unaudited condensed consolidated financial statements

EZCORP, Inc.
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)

	Three Months Ended December 31,		Six Months Ended March 31,		
(in thousands)	(in thousands)	2023	2022	(in thousands)	2024 2023
Operating activities:					
Operating activities:					
Operating activities:					
Net income					
Net income					
Net income					
Adjustments to reconcile net income to net cash flows from operating activities:					
Depreciation and amortization					
Depreciation and amortization					
Depreciation and amortization					

Amortization of debt discount and deferred financing costs
Non-cash lease expense
Deferred income taxes
Deferred income taxes
Deferred income taxes
Other adjustments
Other adjustments
Other adjustments
Provision for inventory reserve
Stock compensation expense
Equity in net income from investment in unconsolidated affiliates
Equity in net (income) loss from investment in unconsolidated affiliates
Net loss on extinguishment of debt
Changes in operating assets and liabilities, net of business acquisitions:
Pawn service charges receivable
Pawn service charges receivable
Pawn service charges receivable
Inventory
Prepaid expenses, other current assets and other assets
Accounts payable, accrued expenses and other liabilities
Accounts payable, accrued expenses and other liabilities
Accounts payable, accrued expenses and other liabilities
Customer layaway deposits
Income taxes
Dividends from unconsolidated affiliates
Net cash provided by operating activities
Investing activities:
Loans made
Loans made
Loans made
Loans repaid
Recovery of pawn loan principal through sale of forfeited collateral
Capital expenditures, net
Acquisitions, net of cash acquired
Issuance of notes receivable
Investment in unconsolidated affiliate
Investment in other investments
Dividends from unconsolidated affiliates
Dividends from unconsolidated affiliates
Dividends from unconsolidated affiliates
Net cash used in investing activities
Financing activities:
Taxes paid related to net share settlement of equity awards
Taxes paid related to net share settlement of equity awards
Taxes paid related to net share settlement of equity awards
Proceeds from issuance of debt
Proceeds from issuance of debt
Proceeds from issuance of debt
Debt issuance cost
Cash paid on extinguishment of debt
Payments on debt

Purchase and retirement of treasury stock
Payments of finance leases
Net cash (used in) provided by financing activities
Effect of exchange rate changes on cash and cash equivalents and restricted cash
Net (decrease) increase in cash, cash equivalents and restricted cash
Net increase in cash, cash equivalents and restricted cash
Cash and cash equivalents and restricted cash at beginning of period
Cash and cash equivalents and restricted cash at end of period

See accompanying notes to unaudited condensed consolidated financial statements

Notes to Condensed Consolidated Financial Statements

(Unaudited)

NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Business

EZCORP, Inc. (collectively with its subsidiaries, the "Company," "we," "us," or "our") is a provider of pawn loans in the United States ("U.S.") and Latin America. Pawn loans are non-recourse loans collateralized by tangible property. We also sell merchandise, primarily collateral forfeited from pawn lending operations and pre-owned merchandise purchased from customers.

Basis of Presentation

The accompanying interim unaudited condensed consolidated financial statements ("Condensed Consolidated Financial Statements") have been prepared in accordance with U.S. generally accepted accounting principles ("U.S. GAAP") for interim financial information and with the instructions to Form 10-Q and Article 10-01 of Regulation S-X. Accordingly, they do not include all of the information and footnotes required by U.S. GAAP for complete financial statements.

These Condensed Consolidated Financial Statements should be read in conjunction with the audited consolidated financial statements and related notes contained in our Annual Report on Form 10-K for the year ended September 30, 2023, filed with the Securities and Exchange Commission ("SEC") on November 15, 2023 ("2023 Annual Report").

In the opinion of management, the accompanying Condensed Consolidated Financial Statements include all adjustments, consisting of normal recurring adjustments, considered necessary for a fair presentation. Financial results for the **three-month period** **three and six month periods** ended **December 31, 2023** **March 31, 2024**, are not necessarily indicative of results that may be expected for the fiscal year ending September 30, 2024 or any other period due, in part, to seasonal variations. There have been no changes that have had a material impact in significant accounting policies as described in our 2023 Annual Report.

Principles of Consolidation

The accompanying Condensed Consolidated Financial Statements include the accounts of EZCORP, Inc. and its wholly-owned subsidiaries. We use the equity method of accounting for entities in which we have a 50% or less investment and exercise significant influence. We account for equity investments for which we do not have significant influence and without readily determinable fair values at cost with adjustments for observable changes in price in orderly transactions for identical or similar investments of the same issuer or impairments. All inter-company accounts and transactions have been eliminated in consolidation.

Use of Estimates and Assumptions

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Such estimates and assumptions include the determination of inventory reserves, expected credit losses, useful lives of long-lived and intangible assets, valuation of share-based compensation, valuation of equity investments, valuation of deferred tax assets and liabilities, loss contingencies related to litigation and discount rates used for operating leases. We base our estimates on historical experience, observable trends and various other assumptions we believe are reasonable. Actual results may differ materially from these estimates under different assumptions or conditions.

Merchandise Sales Revenue Recognition

Customer layaway deposits are recorded as liabilities when a customer provides a deposit for merchandise. Customer layaway deposits are generally refundable upon cancellation. Our customer layaway deposits balance as of **December 31, 2023** **March 31, 2024**, **2022** **2023** and September 30, 2023 was **\$18.3** **\$20.4** million, **\$16.3** **\$18.8** million and \$18.9 million, respectively, and are generally recognized as revenue within a one-year period.

Investments

We account for our investment in Rich Data Corporation ("RDC") in accordance with Accounting Standards Codification ("ASC") 321, Investments — Equity Securities, and we have elected to use the measurement alternative to measure this investment at cost, less any impairment, plus or minus changes resulting from observable price changes in orderly transactions for identical or similar investments of the same issuer, if any. As of **December 31, 2023** **March 31, 2024**, **2023** and September 30, 2023, the carrying value of our investment in RDC was \$6.2 million.

Refer to Note 5: Strategic Investments for details on our investment in Founders One, LLC ("Founders").

Recently Issued Accounting Pronouncements

In October 2023, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") 2023-06, *Disclosure Improvements - Codification Amendments in Response to the SEC's Disclosure Update and Simplification Initiative* ("ASU 2023-06"). ASU 2023-06 will impact various disclosure areas, including the statement of cash flows, accounting changes and error corrections, earnings per share, debt, equity, derivatives, and transfers of financial assets. The amendments in this ASU 2023-06 will be effective on the date the related disclosures are removed from Regulation S-X or Regulation S-K by the SEC, and will no longer be effective if the SEC has not removed the applicable disclosure requirement by June 30, 2027. Early adoption is prohibited. We are currently evaluating the impact of this standard on our consolidated financial statements and related disclosures.

In November 2023, the FASB issued ASU 2023-07, *Segment Reporting (Topic 280): Improvements to Reportable Segment Disclosures* ("ASU 2023-07"). ASU 2023-07 requires disclosure of significant segment expenses regularly provided to the chief operating decision maker ("CODM") included within segment operating profit or loss. Additionally, the ASU requires a description of how the CODM utilizes segment operating profit or loss to assess segment performance. The requirements of this ASU 2023-07 are effective for the Company for fiscal years beginning after December 15, 2023, and interim periods within fiscal years beginning after December 15, 2024. Early adoption is permitted, and retrospective application is required for all periods presented. We are currently evaluating the impact of this standard on our consolidated financial statements and related disclosures.

In December 2023, the FASB issued ASU 2023-09, *Income Taxes (Topic 740): Improvements to Income Tax Disclosures* ("ASU 2023-09"). ASU 2023-09 requires disclosure of specific categories and disaggregation of information in the rate reconciliation table. The ASU also requires disclosure of disaggregated information related to income taxes paid, income or loss from continuing operations before income tax expense or benefit, and income tax expense or benefit from continuing operations. The requirements of this ASU 2023-09 are effective for the Company for fiscal years beginning after December 15, 2024. Early adoption is permitted, and the amendments should be applied on a prospective basis. Retrospective application is permitted. We are currently evaluating the impact of this standard on our consolidated financial statements and related disclosures.

In March 2024, the FASB issued ASU 2024-02, *Codification Improvements—Amendments to Remove References to the Concepts Statements* ("ASU 2024-02"). ASU 2024-02 contains amendments to the Codification that remove references to various FASB Concepts Statements. The requirements of this ASU 2024-02 are effective for the Company for fiscal years beginning after December 15, 2024 and can be applied on a prospective or retrospective basis. This standard is not expected to have a significant impact on our consolidated financial statements and related disclosures.

NOTE 2: GOODWILL

The following table summarizes the changes in the carrying amount of goodwill by segment and in total:

	Three Months Ended December 31, 2023			Six Months Ended March 31, 2024				
(in thousands)	(in thousands)	U.S. Pawn	Latin America Pawn	Consolidated	(in thousands)	U.S. Pawn	Latin America Pawn	Consolidated
Balances as of September 30, 2023								
Balances as of September 30, 2023								
Balances as of September 30, 2023								
Acquisitions ^(a)								
Effect of foreign currency translation changes								
Effect of foreign currency translation changes								
Effect of foreign currency translation changes								
Balances as of December 31, 2023								
Balances as of March 31, 2024								

	Six Months Ended March 31, 2023			
(in thousands)	U.S. Pawn	Latin America Pawn	Consolidated	
Balances as of September 30, 2022	\$ 245,503	\$ 41,325	\$	286,828
Acquisitions ^(a)	9,468	—		9,468
Effect of foreign currency translation changes	—	3,782		3,782
Balances as of March 31, 2023	\$ 254,971	\$ 45,107	\$	300,078

(a) Amount represents goodwill recognized in connection with an immaterial acquisition within the U.S. Pawn segment and we have therefore omitted certain disclosures.

(in thousands)	Three Months Ended December 31, 2022		
	U.S. Pawn	Latin America Pawn	Consolidated
Balances as of September 30, 2022	\$ 245,503	\$ 41,325	\$ 286,828

Acquisitions ^(b)	9,413	—	9,413
Effect of foreign currency translation changes	—	1,120	1,120
Balances as of December 31, 2022	\$ 254,916	\$ 42,445	\$ 297,361

(b) Amount represents goodwill recognized in connection with acquisitions within the U.S. Pawn segment that were immaterial, individually and in the aggregate, and we have therefore omitted certain disclosures.

NOTE 3: EARNINGS (LOSS) PER SHARE

The following table reconciles the number of common shares used to compute basic and diluted earnings (loss) per share attributable to EZCORP Inc., shareholders:

(in thousands, except per share amounts)	Three Months Ended December 31,	
	2023	2022
Basic earnings per common share:		
Net income - basic	\$ 28,470	\$ 16,778
Weighted shares outstanding - basic	55,076	56,308
Basic earnings per common share	\$ 0.52	\$ 0.30
Diluted earnings per common share:		
Net income - basic	\$ 28,470	\$ 16,778
Add: Convertible Notes interest expense, net of tax*	2,659	4,540
Net income - diluted	\$ 31,129	\$ 21,318
Weighted shares outstanding - basic	55,076	56,308
Equity-based compensation awards - effect of dilution**	1,318	1,118
Convertible Notes - effect of dilution***	30,418	26,353
Weighted shares outstanding - diluted	86,812	83,779
Diluted earnings per common share	\$ 0.36	\$ 0.25
Potential common shares excluded from the calculation of diluted earnings per common share above:		
Restricted stock****	1,581	1,552

(in thousands, except per share amounts)	Three Months Ended March 31,		Six Months Ended March 31,	
	2024	2023	2024	2023
Basic earnings (loss) per common share:				
Net income (loss) - basic	\$ 21,479	\$ (6,790)	\$ 49,949	\$ 9,988
Weighted shares outstanding - basic	55,093	55,648	55,084	55,981
Basic earnings (loss) per common share	\$ 0.39	\$ (0.12)	\$ 0.91	\$ 0.18
Diluted earnings (loss) per common share:				
Net income (loss) - basic	\$ 21,479	\$ (6,790)	\$ 49,949	\$ 9,988
Add: Convertible Notes interest expense (income), net of tax*	2,415	—	5,074	(2,733)
Net income (loss) - diluted	\$ 23,894	\$ (6,790)	\$ 55,023	\$ 7,255
Weighted shares outstanding - basic	55,093	55,648	55,084	55,981
Equity-based compensation awards - effect of dilution**	974	—	1,156	1,067
Convertible Notes - effect of dilution***	26,978	—	28,708	8,221
Weighted shares outstanding - diluted	83,045	55,648	84,948	65,269
Diluted earnings (loss) per common share	\$ 0.29	\$ (0.12)	\$ 0.65	\$ 0.11
Potential common shares excluded from the calculation of diluted earnings (loss) per common share above:				
Equity-based compensation awards**	—	1,014	—	—
Convertible Notes***	—	30,417	—	20,141

Restricted stock****	1,676	1,504	1,673	1,528
Total	1,676	32,935	1,673	21,669

* The Effective January 1, 2024, we are required to combination settle the 2024 Convertible Notes. As such, no interest expense is included for the three months ended December 31, 2022 March 31, 2024 and only the first quarter of 2024 interest expense is included for the six months ended March 31, 2024. The six months ended March 31, 2023 includes \$3.5 \$5.4 million loss gain on the partial extinguishment of debt, associated with the 2025 Convertible Notes, which was recorded to "Interest expense" in the Company's condensed consolidated statement of operations. See Note 7: Debt for additional information.

** Includes time-based share-based awards and performance based awards for which targets for fiscal year tranches have been achieved and vesting is subject only to achievement of service conditions.

*** As we are required to combination settle the 2024 Convertible Notes effective January 1, 2024, the 3.4 million principal shares are not included for the three months ended March 31, 2024 and only the weighted average shares of 1.7 million are included for the six months ended March 31, 2024. Additionally, no potential common shares related to the accreted value of the 2024 Convertible Notes are included for the three or six months ended March 31, 2024 as the average market rate was not above the initial conversion price of \$10.00 per share for the noted reporting periods. See Note 7: Debt for conversion price, and initial conversion rate of and additional information on the 2024 Convertible Notes, 2025 Convertible Notes, and 2029 Convertible Notes.

**** Includes antidilutive share-based awards as well as performance-based share-based awards that are contingently issuable, but for which the condition for issuance has not been met as of the end of the reporting period.

NOTE 4: LEASES

We determine if a contract contains a lease at inception. Our lease portfolio consists primarily of operating leases for pawn store locations and corporate offices with lease terms ranging from three to ten years and finance leases for vehicles with lease terms ranging from two to five years.

The table below presents balances of our lease assets and liabilities and their balance sheet locations for both operating and financing leases:

(in thousands)

(in thousands)

(in thousands)

Lease assets:

Lease assets:

Lease assets:

Operating lease right-of-use assets
Operating lease right-of-use assets
Operating lease right-of-use assets
Financing lease assets
Financing lease assets
Financing lease assets
Total lease assets
Total lease assets
Total lease assets

Lease liabilities:

Lease liabilities:

Lease liabilities:

Current:

Current:

Current:

Operating lease liabilities
Operating lease liabilities
Operating lease liabilities
Financing lease liabilities
Financing lease liabilities
Financing lease liabilities
Total current lease liabilities
Total current lease liabilities
Total current lease liabilities

Non-current:

Non-current:

Non-current:

Operating lease liabilities

Operating lease liabilities
Operating lease liabilities
Financing lease liabilities
Financing lease liabilities
Financing lease liabilities
Total non-current lease liabilities
Total non-current lease liabilities
Total non-current lease liabilities
Total lease liabilities
Total lease liabilities
Total lease liabilities

The table below provides major components of our lease costs:

		Three Months Ended December 31,		Three Months Ended December 31,		Three Months Ended December 31,	
(in thousands)							
(in thousands)							
		Three Months Ended March 31,		Six Months Ended March 31,			
(in thousands)	(in thousands)	2024	2023		2024		2023
Operating lease cost:							
Operating lease cost:							
Operating lease cost:							
Operating lease cost *							
Operating lease cost *							
Operating lease cost *							
Variable lease cost							
Variable lease cost							
Variable lease cost							
Total operating lease cost							
Total operating lease cost							
Total operating lease cost							
Financing lease cost:							
Financing lease cost:							
Financing lease cost:							
Amortization of financing lease assets							
Amortization of financing lease assets							
Amortization of financing lease assets							
Interest on financing lease liabilities							
Interest on financing lease liabilities							
Interest on financing lease liabilities							
Total financing lease cost							
Total financing lease cost							
Total financing lease cost							
Total lease cost							
Total lease cost							
Total lease cost							

* Includes a reduction for sublease rental income of \$1.1 \$0.6 million and \$0.8 \$1.1 million for the three months ended December 31, 2023 March 31, 2024 and 2022, 2023, respectively, and \$1.7 million and \$1.8 million for the

six months ended March 31, 2024 and 2023, respectively.

Lease expense is recognized on a straight-line basis over the lease term with variable lease expense recognized in the period in which the costs are incurred. The components of lease expense are included in "Store" "Store expenses" and "General and Administrative" expense, administrative" under operating expenses, based on the underlying lease use. Cash paid for operating leases was \$20.3 \$24.3 million and \$21.4 \$18.9 million for the three months ended December 31, 2023 March 31, 2024 and 2022, 2023, respectively, and \$44.6 million and \$37.4 million for the six months ended March 31, 2024 and 2023, respectively. Cash paid for principal and interest on finance leases was \$0.1 million and \$0.1 million, respectively, for the three months ended December 31, 2023 March 31, 2024 and \$0.3 million and \$0.1 million for the six months ended March 31, 2024 respectively. There was no cash paid for principal and or interest on finance leases during the three and six months ended December 31, 2022 March 31, 2023.

The weighted-average term and discount rates for leases are as follows:

		Three Months Ended December 31,			
		2023		2022	
		Six Months Ended March 31,			
		2024		2023	
Weighted-average remaining lease term (years):					
Weighted-average remaining lease term (years):					
Weighted-average remaining lease term (years):					
Operating leases					
Operating leases					
Operating leases		4.86	5.21	4.88	5.16
Financing leases	Financing leases	3.42	4.03	3.17	3.97
Weighted-average discount rate:					
Weighted-average discount rate:					
Weighted-average discount rate:					
Operating leases					
Operating leases					
Operating leases	8.53 %	8.36 %	8.41 %	8.42 %	%
Financing leases	11.14 %	11.14 %	11.14 %	11.14 %	%

As of December 31, 2023 March 31, 2024, maturities of lease liabilities under ASC 842 by fiscal year were as follows:

(in thousands)	(in thousands)	Operating Leases	Financing Leases	(in thousands)	Operating Leases	Financing Leases
Remaining 2024						
Fiscal 2025						
Fiscal 2026						
Fiscal 2027						
Fiscal 2028						
Thereafter						
Total lease liabilities						
Less: portion representing imputed interest						
Total net lease liabilities						
Less: current portion						
Total long term net lease liabilities						

We recorded \$9.3 \$35.0 million and \$20.5 \$34.5 million in non-cash additions to our operating right-of-use assets and lease liabilities for the three six months ended December 31, 2023 March 31, 2024 and 2022, 2023, respectively. We recorded \$0.1 \$0.2 million and \$0.4 \$1.2 million in non-cash finance lease additions for the three six months ended December 31, 2023 March 31, 2024 and 2022, 2023, respectively.

NOTE 5: STRATEGIC INVESTMENTS

Cash Converters International Limited

As of December 31, 2023 March 31, 2024, we owned 273,939,157 shares, or approximately 43.7%, of Cash Converters. We acquired our original investment (representing approximately 30% of the outstanding shares) in November 2009 and have increased our ownership through the acquisition of additional shares periodically since that time.

We received cash dividends from Cash Converters of \$1.7 million and \$1.8 million, during the three six months ended December 31, 2023 March 31, 2024 and 2022 2023, respectively.

The following tables present summary financial information for Cash Converters Converters' most recently reported results at June 30, 2023 December 31, 2023 after translation to U.S. dollars:

		June 30,		December 31,	
(in thousands)	(in thousands)	2023	2022	(in thousands)	2023 2022
Current assets					
Current assets					
Current assets					
Non-current assets					
Total assets					
Current liabilities					
Current liabilities					
Current liabilities					
Non-current liabilities					
Shareholders' equity					
Total liabilities and shareholders' equity					

		Full-Year Ended June 30,		Half-Year Ended December 31,	
(in thousands)	(in thousands)	2023	2022	(in thousands)	2023 2022
Gross revenues					
Gross revenues					
Gross revenues					
Gross profit					
Net (loss) profit					
Net profit (loss)					

During the three months and sixmonths ended December 31, 2023 and 2022, March 31, 2024, we recorded our share of income of \$1.2 \$1.7 million and \$1.6 \$2.9 million, respectively, from Cash Converters. During the three and six months ended March 31, 2023 we recorded a loss of \$32.5 million and \$30.9 million, respectively, from Cash Converters, which included in \$32.4 million as our share of their non-cash goodwill impairment charge during the quarter ended March 31, 2023 that was recorded to "Equity in net income (income) loss of unconsolidated affiliates" in the condensed consolidated statements of operations.

See Note 6: Fair Value Measurements for the fair value and carrying value of our investment in Cash Converters.

Founders One, LLC

In October 2021, we invested \$15.0 million in exchange for a non-redeemable voting participating preferred equity interest in Founders One, LLC ("Founders"), a then newly-formed entity with one other member.

On December 2, 2022, we contributed an additional \$15.0 million to Founders associated with our preferred interest. In addition, we loaned \$15.0 million to Founders in exchange for a Demand Promissory Note secured by the common interest in Founders held by the other member.

In October 2023, we contributed an additional \$15.0 million to Founders associated with our preferred interest, bringing our total preferred equity investment in Founders to \$45.0 million.

We have an interest in Founders, a variable interest entity, but because the Company is not the primary beneficiary, we do not consolidate Founders. Further, as we are not the appointed manager, we do not have the ability to direct the activities of the investment entity that most significantly impact its economic performance. Consequently, our preferred equity investment in Founders is accounted for utilizing the measurement alternative within ASC 321, Investments — Equity Securities. As of December 31, 2023 March 31, 2024, our \$45.0 million carrying value of the preferred equity investment and \$15.0 million Demand Promissory Note are included in "Other investments" and "Prepaid expenses and other current assets" in our condensed consolidated balance sheets, respectively. As of December 31, 2023 March 31, 2024, our maximum exposure for losses related to our investment in Founders was our \$45.0 million preferred equity investment and \$15.0 million Demand Promissory Note plus accrued and unpaid interest.

See Note 6: Fair Value Measurements for the fair value and carrying value of our loan to Founders.

NOTE 6: FAIR VALUE MEASUREMENTS

The fair value of a financial instrument is the amount that could be received upon the sale of an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value hierarchy prioritizes the quality and reliability of the information used to determine fair values. Categorization within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The fair value hierarchy is defined into the following three categories:

- Level 1 — Quoted market prices in active markets for identical assets or liabilities.
- Level 2 — Other observable market-based inputs or unobservable inputs that are corroborated by market data.
- Level 3 — Unobservable inputs that are not corroborated by market data.

We have elected not to measure at fair value any eligible items for which fair value measurement is optional.

There were no transfers in or out of Level 1, Level 2 or Level 3 for financial assets or liabilities measured at fair value on a recurring basis during the periods presented.

Financial Assets and Liabilities Not Measured at Fair Value

The tables below present our estimates of fair value of financial assets and liabilities that were not measured at fair value:

	Carrying Value		Estimated Fair Value		Carrying Value		Estimated Fair Value		
			Fair Value Measurement Using				Fair Value Measurement Using		
(in thousands)	(in thousands)	December 31, 2023	Level 1	Level 2	March 31, 2024	March 31, 2024	Level 1	Level 2	Level 3

Financial assets:

Financial assets:

Financial assets:

Promissory note receivable due April 2024

Promissory note receivable due April 2024

Promissory note receivable due April 2024

Promissory note receivable from

Founders

Investments in unconsolidated affiliates

Investments in unconsolidated affiliates

Investments in unconsolidated affiliates

Financial liabilities:

2024 Convertible Notes

2024 Convertible Notes

2024 Convertible Notes

2025 Convertible Notes

2029 Convertible Notes

	Carrying Value		Estimated Fair Value			
			Fair Value Measurement Using			
(in thousands)	December 31, 2022	December 31, 2022	Level 1	Level 2	Level 3	
Financial assets:						
Promissory note receivable due April 2024	\$ 1,224	\$ 1,224	\$ —	\$ —	\$ 1,224	
Promissory note receivable from Founders	15,100	15,100	—	—	15,100	
Investments in unconsolidated affiliates	37,789	43,497	43,497	—	—	
Financial liabilities:						
2024 Convertible Notes	\$ 34,143	\$ 35,851	\$ —	\$ 35,851	\$ —	
2025 Convertible Notes	102,192	89,883	—	89,883	—	
2029 Convertible Notes	222,649	225,975	—	225,975	—	

	Carrying Value	Carrying Value	Estimated Fair Value		Carrying Value	Estimated Fair Value	
			Fair Value Measurement Using			Fair Value Measurement Using	
	September 30, 2023		Level 1	Level 2	March 31, 2023	Level 1	Level 2

(in thousands)	(in thousands)	Level 1	Level 2	March 31, 2023	Level 1	Level 2	Level 3
Financial assets:							
Financial assets:							
Financial assets:							
Promissory note receivable due April 2024							
Promissory note receivable due April 2024							
Promissory note receivable due April 2024							
Promissory note receivable from Founders							
Investments in unconsolidated affiliates							
Investments in unconsolidated affiliates							
Investments in unconsolidated affiliates							
Financial liabilities:							
Financial liabilities:							
Financial liabilities:							
2024 Convertible Notes							
2024 Convertible Notes							
2024 Convertible Notes							
2025 Convertible Notes							
2029 Convertible Notes							

(in thousands)	Carrying Value		Estimated Fair Value		
	September 30, 2023	September 30, 2023	Fair Value Measurement Using		
			Level 1	Level 2	Level 3
Financial assets:					
Promissory note receivable due April 2024	\$ 1,251	\$ 1,251	\$ —	\$ —	\$ 1,251
Promissory note receivable from Founders	16,500	16,500	—	—	16,500
Investments in unconsolidated affiliates	10,987	35,998	35,998	—	—
Financial liabilities:					
2024 Convertible Notes	\$ 34,265	\$ 35,765	\$ —	\$ 35,765	\$ —
2025 Convertible Notes	102,563	96,137	—	96,137	—
2029 Convertible Notes	223,284	224,112	—	224,112	—

Based primarily on the short-term nature of cash and cash equivalents, pawn loans, pawn service charges receivable and other liabilities, we estimate that their carrying value approximates fair value. We consider our cash and cash equivalents, including money market accounts, to be measured using Level 1 inputs and our pawn loans, pawn service charges receivable and other liabilities to be measured using Level 3 inputs. Significant increases or decreases in the underlying assumptions used to value pawn loans, pawn service charges receivable, fees and interest receivable and other debt could significantly increase or decrease these fair value estimates.

The Company remeasured its acquisition-related contingent obligation associated with the acquisition in June 2021 of PLO del Bajío S. de R.S. de C.V., which owned stores operating under the name "Cash Apoyo Efectivo," at the end of each reporting period. This remeasurement resulted in a \$2.5 million reduction of the obligation with an offset recorded to "Other" as an operating item in our condensed consolidated statement of operations during the second quarter of fiscal 2023. The remaining obligation of \$2.5 million is included in "Accounts payable, accrued expenses and other current liabilities" in our Consolidated Balance Sheet as of March 31, 2023. The key assumptions used to determine the fair value of acquisition-related contingent consideration are estimated by management, not observable in the market and, therefore, considered Level 3 inputs within the fair value hierarchy.

In March 2019, we received \$1.1 million in previously escrowed seller funds as a result of settling certain indemnification claims with the seller of GPMX. In April 2019, we loaned the \$1.1 million back to the seller of GPMX in exchange for a promissory note. The note bears interest at the rate of 2.89% per annum and is secured by certain marketable securities owned by the seller and held in a U.S. brokerage account. All principal and accrued interest is due and payable in April 2024. Based primarily on the short-term nature of the note, we estimate that its carrying value approximates fair value as of December 31, 2023 March 31, 2024. As of December 31, 2023 March 31, 2024, our \$1.3 million carrying value of the promissory note is recorded within "Prepaid expenses and other current assets" in our condensed consolidated balance sheets. All principal and accrued interest was received in April 2024.

In December 2022, we loaned \$15.0 million to Founders in exchange for a Demand Promissory Note secured by the common interest in Founders held by the other member. As of December 31, 2023 March 31, 2024, the interest rate on the note was 15.00% per annum, and all principal and accrued interest is due on demand. Based primarily on the short-

term nature of the note, we estimate that its carrying value approximates fair value as of **December 31, 2023** **March 31, 2024**.

We use the equity method of accounting to account for our ownership interest in Cash Converters. The inputs used to generate the fair value of the investment in Cash Converters were considered Level 1 inputs. These inputs consist of (a) the quoted stock price on the Australian Stock Exchange multiplied by (b) the number of shares we owned multiplied by (c) the applicable foreign currency exchange rate as of the end of our reporting period. We included no control premium for owning a large percentage of outstanding shares.

We measured the fair value of the 2024, 2025 and 2029 Convertible Notes using quoted price inputs. The notes are not actively traded, and thus the price inputs represent a Level 2 measurement. As the quoted price inputs are highly variable from day to day, the fair value estimates disclosed above could significantly increase or decrease.

NOTE 7: DEBT

The following table presents the Company's debt instruments outstanding:

	December 31, 2023			December 31, 2022			September 30, 2023			March 31, 2024			March 31, 2023			September 30, 2023		
	Gross Amount	Debt Issuance Costs	Carrying Amount	Gross Amount	Debt Issuance Costs	Carrying Amount	Gross Amount	Debt Issuance Costs	Carrying Amount	Gross Amount	Debt Issuance Costs	Carrying Amount	Gross Amount	Debt Issuance Costs	Carrying Amount	Gross Amount	Debt Issuance Costs	Carrying Amount
(in thousands)																		
2029 Convertible Notes																		
2029 Convertible Notes																		
2029 Convertible Notes																		
2025 Convertible Notes																		
2024 Convertible Notes																		
Total																		
Total																		
Total																		
Less current portion																		
Total long-term debt																		

The following table presents the Company's contractual maturities related to the debt instruments as of **December 31, 2023** **March 31, 2024**:

(in thousands)	Schedule of Contractual Maturities				
	2029 Convertible Notes		2025 Convertible Notes		2024 Convertible Notes
Remaining 2024	\$	—	\$	—	\$ 34,389
Fiscal 2025		—		103,373	—
Fiscal 2026		—		—	—
Fiscal 2027		—		—	—
Fiscal 2028		—		—	—
Thereafter		230,000		—	—
Total long-term debt	\$	230,000	\$	103,373	\$ 34,389

The following table presents the Company's interest expense related to the Convertible Notes for the three **and six** months ended **December 31, 2023** **March 31, 2024** and **2022; 2023:**

(in thousands)	Three Months Ended December 31,	
	2023	2022
2029 Convertible Notes:		
Contractual interest expense	\$ 2,156	\$ 431
Amortization of deferred financing costs	244	52
Total interest expense	\$ 2,400	\$ 483
2025 Convertible Notes:		
Contractual interest expense	\$ 614	\$ 942
Amortization of deferred financing costs	131	188
Gain on extinguishment	—	(5,389)
Total interest expense	\$ 745	\$ (4,259)
2024 Convertible Notes:		
Contractual interest expense	\$ 247	\$ 876
Amortization of deferred financing costs	42	138
Loss on extinguishment	—	8,935
Total interest expense	\$ 289	\$ 9,949

(in thousands)	Three Months Ended March 31,		Six Months Ended March 31,	
	2024	2023	2024	2023
2029 Convertible Notes:				
Contractual interest expense	\$ 2,157	\$ 2,156	\$ 4,313	\$ 2,587
Amortization of deferred financing costs	228	197	472	249
Total interest expense	\$ 2,385	\$ 2,353	\$ 4,785	\$ 2,836
2025 Convertible Notes:				
Contractual interest expense	\$ 614	\$ 614	\$ 1,228	\$ 1,556
Amortization of deferred financing costs	123	120	254	308
Gain on extinguishment	—	—	—	(5,389)
Total interest expense	\$ 737	\$ 734	\$ 1,482	\$ (3,525)
2024 Convertible Notes:				
Contractual interest expense	\$ 247	\$ 247	\$ 494	\$ 1,123
Amortization of deferred financing costs	39	41	81	179
Loss on extinguishment	—	—	—	8,935
Total interest expense	\$ 286	\$ 288	\$ 575	\$ 10,237

3.750% Convertible Senior Notes Due 2029

In December 2022, we issued \$230.0 million aggregate principal amount of 3.750% Convertible Senior Notes Due 2029 (the "2029 Convertible Notes"), for which \$230.0 million remains outstanding as of **December 31, 2023** **March 31, 2024**. The 2029 Convertible Notes were issued pursuant to an indenture dated December 12, 2022 (the "2022 Indenture") by and between the Company and Truist Bank, as trustee. The 2029 Convertible Notes were issued in a private offering under Rule 144A under the Securities Act of 1933. The 2029 Convertible Notes pay interest semi-annually in arrears at a rate of 3.750% per annum on June 15 and December 15 of each year, commencing June 15, 2023, and mature on December 15, 2029 (the "2029 Maturity Date"), unless converted, redeemed or repurchased in accordance with the terms prior to such date. At maturity, the holders of the 2029 Convertible Notes will be entitled to receive cash equal to the principal of the 2029 Convertible Notes plus accrued interest.

The effective interest rate for the three **and six** months ended **December 31, 2023** **March 31, 2024** was approximately 4.28%. As of **December 31, 2023** **March 31, 2024**, the remaining unamortized debt issuance costs will be amortized using the effective interest method through the 2029 Maturity Date assuming no early conversion.

The 2029 Convertible Notes are convertible based on an initial conversion rate of 89.0313 shares of Class A Common Stock per \$1,000 principal amount (equivalent to an initial conversion price of \$11.23 per share). The conversion rate will not be adjusted for any accrued and unpaid interest. The 2029 Convertible Notes contain certain make-whole fundamental change premiums and customary anti-dilution adjustments. Upon conversion, we may settle in cash, shares of Class A Common Stock or any combination thereof, at our election.

Prior to June 15, 2029, the 2029 Convertible Notes will be convertible only under the following circumstances: (1) during any fiscal quarter commencing after the fiscal quarter ending on March 31, 2023 (and only during such fiscal quarter), if the last reported sale price of our Class A Common Stock for at least 20 trading days (whether or not consecutive) during a period of 30 consecutive trading days ending on the last trading day of the immediately preceding fiscal quarter is greater than or equal to 130% of the conversion price on each applicable trading day; (2) during the five business day period after any five consecutive trading day period (the "measurement period") in which the trading price, as defined in the 2022 Indenture, per \$1,000 principal amount of notes for each trading day of the measurement period was less than 98% of the product of the last reported sale price of our Class A Common Stock and the conversion rate on such trading day; (3) if we call any or all of the 2029 Convertible Notes for redemption, at any time prior to the close of business on the business day immediately preceding the redemption date; or (4) upon the occurrence of specified corporate events, as defined in the 2022 Indenture. On or after June 15, 2029 until the close of business on the business day immediately preceding the 2029 Maturity Date, holders of 2029 Convertible Notes may, at their option, convert their 2029 Convertible Notes at any time, regardless of the foregoing circumstances.

We may not redeem the 2029 Convertible Notes prior to December 21, 2026. At our option, we may redeem for cash all or any portion of the 2029 Convertible Notes on or after December 21, 2026, if the last reported sale price of the Class A Common Stock has been at least 130% of the conversion price then in effect for at least 20 trading days (whether or not consecutive), including the trading day immediately preceding the date on which we provide notice of redemption, during any 30 consecutive trading day period ending on, and including, the trading day immediately preceding the date on which we provide notice of redemption. The redemption price will be equal to 100% of the principal amount of the 2029 Convertible Notes to be redeemed, plus accrued and unpaid interest to, but excluding, the redemption date.

The stock trading price condition and other triggers are measured on a quarter-by-quarter basis and were not met as of December 31, 2023 March 31, 2024. As of December 31, 2023 March 31, 2024, the if-converted value of the 2029 Convertible Notes did not exceed the principal amount.

Note Repurchases

In December 2022, the Company repurchased approximately \$109.4 million aggregate principal amount of 2.875% Convertible Senior Notes Due 2024 for approximately \$117.5 million plus accrued interest and approximately \$69.1 million aggregate principal amount of 2.375% Convertible Senior Notes Due 2025 for approximately \$62.9 million plus accrued interest and recognized a \$3.5 million loss on extinguishment of debt recorded to "Interest expense" in the Company's condensed consolidated statement of operations for the three months ended December 31, 2022.

2.375% 2025 Convertible Senior Notes Due 2025

In May 2018, we issued \$172.5 million aggregate principal amount of 2.375% Convertible Senior Notes Due 2025 (the "2025 Convertible Notes"), for which \$103.4 million remains outstanding as of December 31, 2023 March 31, 2024. The 2025 Convertible Notes were issued pursuant to an indenture dated May 14, 2018 (the "2018 Indenture") by and between the Company and Wells Fargo Bank, National Association, as the original trustee. Effective October 1, 2019, Truist (formerly BB&T) assumed the duties and responsibilities as trustee under the 2018 Indenture. The 2025 Convertible Notes were issued in a private offering under Rule 144A under the Securities Act of 1933. The 2025 Convertible Notes pay interest semi-annually in arrears at a rate of 2.375% per annum on May 1 and November 1 of each year, commencing November 1, 2018, and mature on May 1, 2025 (the "2025 Maturity Date"), unless converted, redeemed or repurchased in accordance with the terms prior to such date.

The effective interest rate for the three and six months ended December 31, 2023 March 31, 2024 was approximately 2.88% for the 2025 Convertible Notes. As of December 31, 2023 March 31, 2024, the remaining unamortized debt issuance costs will be amortized using the effective interest method through the 2025 Maturity Date assuming no early conversion.

The 2025 Convertible Notes are convertible based on an initial conversion rate of 62.8931 shares of Class A Common Stock per \$1,000 principal amount (equivalent to an initial conversion price of \$15.90 per share). The conversion rate will not be adjusted for any accrued and unpaid interest. The 2025 Convertible Notes contain certain make-whole fundamental change premiums and customary anti-dilution adjustments. Upon conversion, we may settle in cash, shares of Class A Common Stock or any combination thereof, at our election.

Prior to November 1, 2024, the 2025 Convertible Notes are convertible only under the following circumstances: (1) during any fiscal quarter commencing after the fiscal quarter ended on June 30, 2018 (and only during such fiscal quarter), if the last reported sale price of our Class A Common Stock for at least 20 trading days (whether or not consecutive) during a period of 30 consecutive trading days ending on the last trading day of the immediately preceding fiscal quarter is greater than or equal to 130% of the conversion price on each applicable trading day; (2) during the five business day period after any five consecutive trading day period (the "measurement period") in which the trading price, as defined in the 2018 Indenture, per \$1,000 principal amount of notes for each trading day of the measurement period was less than 98% of the product of the last reported sale price of our Class A Common Stock and the conversion rate on such trading day; (3) if we call any or all of the 2025 Convertible Notes for redemption, at any time prior to the close of business on the business day immediately preceding the redemption date; or (4) upon the occurrence of specified corporate events, as defined in the 2018 Indenture. On or after November 1, 2024 until the close of business on the business day immediately preceding the 2025 Maturity Date, holders of 2025 Convertible Notes may, at their option, convert their 2025 Convertible Notes at any time, regardless of the foregoing circumstances.

At our option, we may redeem for cash all or any portion of the 2025 Convertible Notes on or after May 1, 2022, if the last reported sale price of the Class A Common Stock has been at least 130% of the conversion price then in effect for at least 20 trading days (whether or not consecutive), including the trading day immediately preceding the date on which we provide notice of redemption, during any 30 consecutive trading day period ending on, and including, the trading day immediately preceding the date on which we provide notice of redemption. The redemption price will be equal to 100% of the principal amount of the 2025 Convertible Notes to be redeemed, plus accrued and unpaid interest to, but excluding, the redemption date.

The stock trading price condition and other triggers are measured on a quarter-by-quarter basis and were not met as of December 31, 2023 March 31, 2024. As of December 31, 2023 March 31, 2024, the if-converted value of the 2025 Convertible Notes did not exceed the principal amount.

2.875% Convertible Senior Notes Due 2024

In July 2017, we issued \$143.75 million aggregate principal amount of 2.875% Convertible Senior Notes Due 2024 (the “2024 Convertible Notes”), for of which \$34.4 million remains outstanding as of December 31, 2023 March 31, 2024. The 2024 Convertible Notes were issued pursuant to an indenture dated July 5, 2017 (the “2017 Indenture”) by and between the Company and Wells Fargo Bank, National Association, as the original trustee. Effective October 1, 2019, Trusti (formerly BB&T) assumed the duties and responsibilities as trustee under the 2017 Indenture. The 2024 Convertible Notes were issued in a private offering under Rule 144A under the Securities Act of 1933. The 2024 Convertible Notes pay interest semi-annually in arrears at a rate of 2.875% per annum on January 1 and July 1 of each year, commencing January 1, 2018, and mature on July 1, 2024 (the “2024 Maturity Date”), unless converted, redeemed or repurchased in accordance with the terms prior to such date. At maturity, the holders of the 2024 Convertible Notes will be entitled to receive cash equal to the principal of the 2024 Convertible Notes plus accrued interest.

The effective interest rate for the three and six months ended December 31, 2023 March 31, 2024 was approximately 3.35%. As of December 31, 2023 March 31, 2024, the remaining unamortized debt issuance costs will be amortized using the effective interest method through the 2024 Maturity Date assuming no early conversion.

The 2024 Convertible Notes are convertible based on an initial conversion rate of 100 shares of Class A Common Stock per \$1,000 principal amount (equivalent to an initial conversion price of \$10.00 per share). The conversion rate will not be adjusted for any accrued and unpaid interest. The 2024 Convertible Notes contain certain make-whole fundamental change premiums and customary anti-dilution adjustments. Upon conversion, we may settle in cash, shares of Class A Common Stock or any combination thereof, at our election.

Prior to January 1, 2024, the 2024 Convertible Notes would have been convertible only under the following circumstances: (1) during any fiscal quarter commencing after the fiscal quarter ending on September 30, 2017 (and only during such fiscal quarter), if the last reported sale price of our Class A Common Stock for at least 20 trading days (whether or not consecutive) during a period of 30 consecutive trading days ending on the last trading day of the immediately preceding fiscal quarter was greater than or equal to 130% of the conversion price on each applicable trading day; (2) during the five business day period after any five consecutive trading day period (the “measurement period”) in which the trading price, as defined in the 2017 Indenture, per \$1,000 principal amount of notes for each trading day of the measurement period was less than 98% of the product of the last reported sale price of our Class A Common Stock and the conversion rate on such trading day; (3) if we had called any or all of the 2024 Convertible Notes for redemption, at any time prior to the close of business on the business day immediately preceding the redemption date; or (4) upon the occurrence of specified corporate events, as defined in the 2017 Indenture. From January 1, 2024 until the close of business on the business day immediately preceding the 2024 Maturity Date, holders of 2024 Convertible Notes may, at their option, convert their 2024 Convertible Notes at any time, regardless time.

Because we did not elect an alternative settlement method prior to January 1, 2024, conversions will be settled by combination settlement, which is \$1,000 cash (per the \$1,000 principal value) plus stock equal to the accreted value as defined in the 2017 Indenture.

As of March 31, 2024, based on the terms of the foregoing circumstances.

At our option, we may redeem for cash all or any portion of the 2024 Convertible Notes on or after July 6, 2021, if the last reported sale price of the Class A Common Stock has been at least 130% of the conversion price then in effect for at least 20 trading days (whether or not consecutive), including the trading day immediately preceding the date on which we provide notice of redemption, during any 30 consecutive trading day period ending on, and including, the trading day immediately preceding the date on which we provide notice of redemption. The redemption price will be equal to 100% of the principal amount of the 2024 Convertible Notes to be redeemed, plus accrued and unpaid interest to, but excluding, the redemption date.

The stock trading price condition and other triggers are measured on a quarter-by-quarter basis and were not met as of December 31, 2023. As of December 31, 2023, 2017 Indenture, the if-converted value of the 2024 Convertible Notes did not exceed exceeded the principal amount. amount by \$2.2 million, or approximately 205,000 Class A common shares. As of March 31, 2024, no holders of the 2024 Convertible Notes have delivered a conversion notice.

NOTE 8: COMMON STOCK AND STOCK COMPENSATION

Common Stock Repurchase Program

On May 3, 2022, the Company's Board of Directors (the “Board”) authorized the repurchase of up to \$50 million of our Class A Common Stock over three years (the “Common Stock Repurchase Program”). Execution of the program will be responsive to fluctuating market conditions and valuations, liquidity needs and the expected return on investment compared to other opportunities.

The amount and timing of purchases will be dependent on a variety of factors, including stock price, trading volume, general market conditions, legal and regulatory requirements, general business conditions, the level of cash flows, and corporate considerations determined by management and the Board, such as liquidity and capital needs and the availability of attractive alternative investment opportunities. The Board of Directors has reserved the right to modify, suspend or terminate the program at any time. As of December 31, 2023 March 31, 2024, we had repurchased and retired 1,981,927 2,287,402 shares of our Class A Common Stock for \$17.0 \$20.0 million under the Common Stock Repurchase Program, of which 354,882 305,475 and 660,357 shares were repurchased and retired for \$3.0 million and \$6.0 million during the quarter three and six months ended December 31, 2023, March 31, 2024, respectively. During the quarter three and six months ended December 31, 2023 March 31, 2023, 243,062 448,331 and 691,393 shares were repurchased and retired for \$2.0 \$3.9 million and \$6.0 million, respectively, under the Common Stock Repurchase Program. The repurchase amount is allocated between “Additional paid-in capital” and “Retained earnings” in our condensed consolidated balance sheets.

Other Common Stock Repurchases

During December 2022, the Company used approximately \$5.0 million of the net proceeds from the 2029 Convertible Notes offering to repurchase for cash 578,703 shares of its Class A common stock from purchasers of the notes in privately negotiated transactions. Such transactions were authorized separately from, and not considered a part of, the publicly announced share repurchase program discussed above. The repurchase amount is allocated between “Additional paid-in capital” and “Retained earnings” in our condensed consolidated balance sheets.

Stock Compensation

We maintain a Board-approved incentive plan to retain the services of our valued officers, directors and employees and to incentivize such persons to make contributions to our company and motivate excellent performance (the "Incentive Plan"). Under the Incentive Plan, we grant awards of restricted stock or restricted stock units to employees and non-employee directors. Awards granted to employees are typically subject to performance and service conditions. Awards granted to non-employee directors are time-based awards subject only to service conditions. Awards granted under the Incentive Plan are measured at the grant date fair value with compensation costs associated with the awards recognized over the requisite service period, usually the vesting period, on a straight-line basis.

The following table presents a summary of stock compensation activity:

	Shares	Shares	Weighted Average Grant Date Fair Value	Shares	Weighted Average Grant Date Fair Value
Outstanding as of September 30, 2023					
Outstanding as of September 30, 2023					
Outstanding as of September 30, 2023					
Granted ^(a)					
Released ^(b)					
Cancelled					
Outstanding as of December 31, 2023					
Outstanding as of March 31, 2024					

(a) Includes performance adjustment of 353,993 shares awarded above their target grants resulting from the achievement of performance targets established at the grant date.
(b) 377,231 shares were withheld to satisfy related income tax withholding.

NOTE 9: CONTINGENCIES

Currently, and from time to time, we are involved in various claims, disputes, lawsuits, investigations, and legal and regulatory proceedings. We accrue for contingencies if it is probable that a liability has been incurred and the amount of the loss can be reasonably estimated. Because these matters are inherently unpredictable and unfavorable developments or resolutions can occur, assessing contingencies requires judgments and is highly subjective about future events, and the amount of resulting loss may differ from these estimates. We do not believe the resolution of any particular matter will have a material adverse effect on our financial condition, results of operations or liquidity.

NOTE 10: SEGMENT INFORMATION

Our operations are primarily managed on a geographical basis and are comprised of three reportable segments. The factors for determining our reportable segments include the manner in which our chief operating decision maker evaluates performance for purposes of allocating resources and assessing performance.

We currently report our segments as follows:

- U.S. Pawn — all pawn activities in the United States;
- Latin America Pawn — all pawn activities in Mexico and other parts of Latin America; and
- Other Investments — primarily our equity interest in the net income of Cash Converters along with our investment in RDC and our investment in and notes receivable from Founders.

There are no inter-segment revenues presented below, and the amounts below were determined in accordance with the same accounting principles used in our condensed consolidated financial statements.

The following income (loss) before income taxes tables present revenue for each reportable segment, disaggregated revenue within our reportable segments and Corporate, segment profits and segment contribution.

	Three Months Ended December 31, 2023					Three Months Ended March 31, 2024								
		Latin						Latin						
(in thousands)	(in thousands)	U.S. Pawn	America Pawn	Other Investments	Total Segments	Corporate Items	Consolidated	(in thousands)	U.S. Pawn	America Pawn	Other Investments	Total Segments	Corporate Items	Consolidated
Revenues:														
Revenues:														
Revenues:														
Merchandise sales														
Merchandise sales														
Merchandise sales														

Jewelry scrapping sales
Pawn service charges
Other revenues
Total revenues
Merchandise cost of goods sold
Jewelry scrapping cost of goods sold
Gross profit
Gross profit
Gross profit
Segment and corporate expenses (income):
Store expenses
Store expenses
Store expenses
General and administrative
Depreciation and amortization
Depreciation and amortization
Depreciation and amortization
Loss (gain) on sale or disposal of assets and other
Interest expense
Interest expense
(Gain) loss on sale or disposal of assets and other
Other income
Interest expense
Interest income
Equity in net income of unconsolidated affiliates
Other (income) expense
Other (income) expense
Other (income) expense
Other expense (income)
Other expense (income)
Other expense (income)
Segment contribution
Segment contribution
Segment contribution
Income (loss) before income taxes
Income (loss) before income taxes
Income (loss) before income taxes

	Three Months Ended December 31, 2022							Three Months Ended March 31, 2023						
	(in thousands)	U.S. Pawn	Latin America Pawn	Other Investments	Total Segments	Corporate Items	Consolidated	(in thousands)	U.S. Pawn	Latin America Pawn	Other Investments	Total Segments	Corporate Items	Consolidated
Revenues:														
Revenues:														

Revenues:
Merchandise sales
Merchandise sales
Merchandise sales
Jewelry scrapping sales
Pawn service charges
Other revenues
Total revenues
Merchandise cost of goods sold
Jewelry scrapping cost of goods sold
Gross profit
Gross profit
Gross profit
Segment and corporate expenses (income):
Store expenses
Store expenses
Store expenses
General and administrative
Depreciation and amortization
Depreciation and amortization
Depreciation and amortization
Loss (gain) on sale or disposal of assets and other
Interest expense
Interest expense
Loss (gain) on sale or disposal of assets
Other income
Interest expense
Interest income
Equity in net income of unconsolidated affiliates
Equity in net loss of unconsolidated affiliates
Other expense (income)
Other expense (income)
Other expense (income)
Segment contribution
Other (income) expense
Other (income) expense
Other (income) expense
Segment contribution (loss)
Income (loss) before income taxes
Income (loss) before income taxes
Income (loss) before income taxes

Six Months Ended March 31, 2024							
(in thousands)	Latin America						
	U.S. Pawn	Pawn	Other Investments	Total Segments	Corporate Items	Consolidated	
Revenues:							
Merchandise sales	\$ 240,362	\$ 103,728	\$ —	\$ 344,090	\$ —	\$ 344,090	
Jewelry scrapping sales	25,501	2,295	—	27,796	—	27,796	
Pawn service charges	159,083	54,529	—	213,612	—	213,612	
Other revenues	66	31	35	132	—	132	
Total revenues	425,012	160,583	35	585,630	—	585,630	
Merchandise cost of goods sold	151,507	69,962	—	221,469	—	221,469	
Jewelry scrapping cost of goods sold	22,078	1,918	—	23,996	—	23,996	
Gross profit	251,427	88,703	35	340,165	—	340,165	
Segment and corporate expenses (income):							
Store expenses	158,095	67,042	—	225,137	—	225,137	
General and administrative	—	—	—	—	34,809	34,809	
Depreciation and amortization	5,140	4,731	—	9,871	6,913	16,784	
(Gain) loss on sale or disposal of assets and other	(4)	(262)	—	(266)	97	(169)	
Other income	—	—	—	—	(765)	(765)	
Interest expense	—	—	—	—	6,842	6,842	
Interest income	—	(1,028)	(1,206)	(2,234)	(3,287)	(5,521)	
Equity in net loss of unconsolidated affiliates	—	—	(2,872)	(2,872)	—	(2,872)	
Other (income) expense	—	(47)	15	(32)	(404)	(436)	
Segment contribution	\$ 88,196	\$ 18,267	\$ 4,098	\$ 110,561			
Income (loss) before income taxes				\$ 110,561	\$ (44,205)	\$ 66,356	

Six Months Ended March 31, 2023							
(in thousands)	Latin America						
	U.S. Pawn	Pawn	Other Investments	Total Segments	Corporate Items	Consolidated	
Revenues:							
Merchandise sales	\$ 227,054	\$ 89,240	\$ —	\$ 316,294	\$ —	\$ 316,294	
Jewelry scrapping sales	16,990	3,719	—	20,709	—	20,709	
Pawn service charges	139,255	46,368	—	185,623	—	185,623	
Other revenues	57	35	32	124	—	124	
Total revenues	383,356	139,362	32	522,750	—	522,750	
Merchandise cost of goods sold	140,899	61,317	—	202,216	—	202,216	
Jewelry scrapping cost of goods sold	14,766	4,089	—	18,855	—	18,855	
Gross profit	227,691	73,956	32	301,679	—	301,679	
Segment and corporate expenses (income):							
Store expenses	145,250	56,822	—	202,072	—	202,072	
General and administrative	—	(3)	—	(3)	31,088	31,085	
Depreciation and amortization	5,315	4,547	—	9,862	6,089	15,951	
Loss (gain) on sale or disposal of assets	84	(27)	—	57	—	57	
Other income	—	(2,465)	—	(2,465)	—	(2,465)	
Interest expense	—	—	—	—	9,580	9,580	
Interest income	(1)	(467)	—	(468)	(2,094)	(2,562)	
Equity in net loss of unconsolidated affiliates	—	—	30,917	30,917	—	30,917	
Other expense (income)	—	24	10	34	(188)	(154)	
Segment contribution (loss)	\$ 77,043	\$ 15,525	\$ (30,895)	\$ 61,673			
Income (loss) before income taxes				\$ 61,673	\$ (44,475)	\$ 17,198	

The following table presents separately identified segment assets:

(in thousands)	(in thousands)	U.S. Pawn	Latin America Pawn	Other Investments (a)	Corporate Items	Total	(in thousands)	U.S. Pawn	Latin America Pawn	Other Investments (a)	Corporate Items	Total
As of December 31, 2023												
As of December 31, 2023												
As of December 31, 2023												
As of March 31, 2024												
As of March 31, 2024												
As of March 31, 2024												
Pawn loans												
Pawn loans												
Pawn loans												
Pawn service charges receivable, net												
Inventory, net												
Total assets												
As of December 31, 2022												
As of December 31, 2022												
As of December 31, 2022												
As of March 31, 2023												
As of March 31, 2023												
As of March 31, 2023												
Pawn loans												
Pawn loans												
Pawn loans												
Pawn service charges receivable, net												
Inventory, net												
Total assets												
As of September 30, 2023												
As of September 30, 2023												
As of September 30, 2023												
Pawn loans												
Pawn loans												
Pawn loans												
Pawn service charges receivable, net												
Inventory, net												
Total assets												

(a) Segment assets as of September 30, 2023 have been recast to conform to current year presentation as CCV no longer meets the 10 percent threshold to be considered its own segment.

NOTE 11: SUPPLEMENTAL CONSOLIDATED FINANCIAL INFORMATION

The following table provides supplemental information on net amounts included in our condensed consolidated balance sheets:

(in thousands)	(in thousands)	December 31, 2023	December 31, 2022	September 30, 2023	(in thousands)	March 31, 2024	March 31, 2023	September 30, 2023
Gross pawn service charges receivable								
Gross pawn service charges receivable								

Gross pawn service charges receivable
Allowance for uncollectible pawn service charges receivable
Pawn service charges receivable, net
Gross inventory
Gross inventory
Gross inventory
Inventory reserves
Inventory, net
Prepaid expenses and other
Prepaid expenses and other
Prepaid expenses and other
Accounts receivable, notes receivable and other
Income taxes prepaid and receivable
Prepaid expenses and other current assets
Property and equipment, gross
Property and equipment, gross
Property and equipment, gross
Accumulated depreciation
Property and equipment, net
Accounts payable
Accounts payable
Accounts payable
Accrued payroll
Incentive accrual
Other payroll related expenses
Accrued sales and VAT taxes
Accrued income taxes payable
Other current liabilities
Accounts payable, accrued expenses and other current liabilities

The following table provides supplemental disclosure of condensed consolidated statements of cash flows information:

The following table provides supplemental disclosure of condensed consolidated statements of cash flows information:						
	Three Months Ended December 31,		Six Months Ended March 31,			
(in thousands)	(in thousands)	2023	2022	(in thousands)	2024	2023
Supplemental disclosure of cash flow information						
Supplemental disclosure of cash flow information						
Supplemental disclosure of cash flow information						
Cash and cash equivalents at beginning of period						
Cash and cash equivalents at beginning of period						
Cash and cash equivalents at beginning of period						
Restricted cash at beginning of period						
Total cash and cash equivalents and restricted cash at beginning of period						
Cash and cash equivalents at end of period						
Cash and cash equivalents at end of period						
Cash and cash equivalents at end of period						
Restricted cash at end of period						
Total cash and cash equivalents and restricted cash at end of period						
Non-cash investing and financing activities:						
Non-cash investing and financing activities:						
Non-cash investing and financing activities:						
Pawn loans forfeited and transferred to inventory						

Pawn loans forfeited and transferred to inventory
Pawn loans forfeited and transferred to inventory
Transfer of equity consideration for acquisition
Transfer of equity consideration for acquisition
Transfer of equity consideration for acquisition
Acquisition earn-out contingency
Accrued acquisition consideration

ITEM 2. MANAGEMENT’S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

Management’s Discussion and Analysis of Financial Condition and Results of Operations is intended to inform the reader about matters affecting the financial condition and results of operations of EZCORP, Inc. and its subsidiaries (collectively, “we,” “us”, “our”, “EZCORP” or the “Company”). The following discussion should be read together with our condensed consolidated financial statements and related notes included elsewhere within this report. This discussion contains forward-looking statements. Our actual results could differ materially from those anticipated in these forward-looking statements. See “Part I, Item 1A — Risk Factors” of our Annual Report on Form 10-K for the year ended September 30, 2023, as supplemented by the information set forth in “Part I, Item 3 — Quantitative and Qualitative Disclosures about Market Risk” and “Part II, Item 1A — Risk Factors” of this Report, for a discussion of certain risks, uncertainties and assumptions associated with these statements.

Business Overview

EZCORP is a Delaware corporation headquartered in Austin, Texas. We are a leading provider of pawn services in the United States and Latin America. Pawn loans are nonrecourse loans collateralized by personal property. We also sell merchandise, primarily collateral forfeited from unpaid loans or goods and pre-owned merchandise purchased directly from customers.

We exist to serve our customers’ short-term cash needs, helping them to live and enjoy their lives. We are focused on three strategic pillars:

Strengthen the Core	Relentless focus on superior execution and operational excellence in our core pawn business
Cost Efficiency and Simplification	Shape a culture of cost efficiency through ongoing focus on simplification and optimization
Innovate and Grow	Broaden customer engagement to service more customers more frequently in more locations

Pawn Activities

At our pawn stores, we advance cash against the value of collateralized tangible personal property. We earn pawn service charges (“PSC”) for those cash advances, and the PSC rate varies by state and transaction size. At the time of the transaction, we take possession of the pawned collateral, which consists of tangible personal property, generally jewelry, consumer electronics, tools, sporting goods or musical instruments. If the customer chooses to redeem their pawn, they will repay the amount advanced plus any accrued PSC. If the customer chooses not to redeem their pawn, the pawned collateral becomes our inventory, which we sell in our retail merchandise sales activities or, in some cases, scrap for its inherent gold or precious stone content. Consequently, the success of our pawn business is largely dependent on our ability to accurately assess the probability of pawn redemption and the estimated resale or scrap value of the collateralized personal property.

Our ability to offer quality second-hand goods at prices significantly lower than original retail prices attracts value-conscious customers. The gross profit on sales of inventory depends primarily on our assessment of the estimated resale or scrap value at the time the property is either accepted as pawn collateral or purchased and our ability to sell that merchandise in a timely manner. As a significant portion of our inventory and sales involve gold and jewelry, our results can be influenced by the market price of gold and diamonds.

Growth and Expansion

Our strategy is to expand the number of locations we operate through opening new (“de novo”) locations and through acquisitions and investments in both Latin America, the United States and potential new markets. Our ability to open de novo stores, acquire new stores and make other related investments is dependent on several variables, such as projected achievement of internal investment hurdles, the availability of acceptable sites or acquisition candidates, the alignment of acquirer/seller price expectations, the regulatory environment, local zoning ordinances, access to capital and the availability of qualified personnel.

Seasonality and Quarterly Results

In the United States, PSC is historically highest in our fourth fiscal quarter (July through September) due to a higher average loan balance during the summer lending season. PSC is historically lowest in our third fiscal quarter (April through June) following the tax refund season and merchandise sales are highest in our first and second fiscal quarters (October through March) due to the holiday season, jewelry sales surrounding Valentine’s Day and the availability of tax refunds. In Latin America, most of our customers receive additional

compensation from their employers in December, and many receive additional compensation in June or July, applying downward pressure on loan balances and fueling some merchandise sales in those periods. In Mexico, we saw similar downward pressure in loan balances during the third quarter of prior year fiscal 2023 due to a recent change in law related to company profit sharing payments to employees. We believe this change will continue to impact pawn loan balances in May and June going forward. As a net effect of these and other factors and excluding discrete charges, our consolidated income before tax is generally highest in our first fiscal quarter (October through December) and lowest in our third fiscal quarter (April through June).

Financial Highlights

We remain focused on optimizing our balance of pawn loans outstanding ("PLO") and the resulting higher PSC. The following chart presents sources of gross profit, including PSC, merchandise sales gross profit ("Merchandise sales GP") and jewelry scrapping gross profit ("Jewelry Scrapping GP") for the three and six months ended December 31, 2023 March 31, 2024 and 2022: 2023:



The following chart presents sources of gross profit by geographic disbursement for the three and six months ended December 31, 2023 March 31, 2024 and 2022: 2023:



Business Developments

Founders

During October 2023, we contributed an additional \$15.0 million to Founders One, LLC ("Founders") associated with our preferred interest, bringing our total equity investment in Founders to \$45.0 million. See Note 5 of Notes to Condensed Consolidated Financial Statements included in "Part I, Item 1 — Financial Statements."

Results of Operations

Non-GAAP Constant Currency and Same Store Financial Information

To supplement our condensed consolidated financial statements, which are prepared and presented in accordance with GAAP, we provide certain other non-GAAP financial information on a constant currency basis ("constant currency") and "same store" basis. We use constant currency results to evaluate our Latin America Pawn operations, which are denominated primarily in Mexican pesos, Guatemalan quetzales and other Latin American currencies. We analyze results on a same store basis (which is defined as stores open during the entirety of the comparable periods) to better understand existing store performance without the influence of increases or decreases resulting solely from changes in store count. We believe presentation of constant currency and same store results is meaningful and useful in understanding the activities and business metrics of our Latin America Pawn operations and reflect an additional way of viewing aspects of our business that, when viewed with GAAP results, provide a better understanding and evaluation of factors and trends affecting our business. We provide non-GAAP financial information for informational purposes and to enhance understanding of our GAAP consolidated financial statements. We use this non-GAAP financial information to evaluate and compare operating results across accounting periods. Readers should consider the information in addition to, but not rather than or superior to, our financial statements prepared in accordance with GAAP. This non-GAAP financial information may be determined or calculated differently by other companies, limiting the usefulness of those measures for comparative purposes.

Constant currency results reported herein are calculated by translating consolidated balance sheet and consolidated statement of operations items denominated in local currency to U.S. dollars using the exchange rate from the prior-year comparable period, as opposed to the current period, in order to exclude the effects of foreign currency rate fluctuations. In addition, we have an equity method investment that is denominated in Australian dollars and is translated into U.S. dollars. We used the end-of-period rate for balance sheet items and the average closing daily exchange rate on a monthly basis during the appropriate period for statement of operations items. Our statement of operations constant currency results reflect the monthly exchange rate fluctuations and are not directly calculable from the rates below. Constant currency results, where presented, also exclude the foreign currency gain or loss. The end-of-period and approximate average exchange rates for each applicable currency as compared to U.S. dollars as of and for the three and six months ended December 31, 2023 March 31, 2024 and 2022 2023 were as follows:

	December 31,		Three Months Ended		Six Months Ended	
	December 31,		March 31,		March 31,	
	December 31,		March 31,		March 31,	
	2023	2023	2024	2023	2024	2023
Mexican peso						
Mexican peso						
Mexican peso						

Guatemalan quetzal
Guatemalan quetzal
Guatemalan quetzal
Honduran lempira
Honduran lempira
Honduran lempira
Australian dollar
Australian dollar
Australian dollar

Operating Results

Segments

We manage our business and report our financial results in three reportable segments:

- U.S. Pawn — Represents all pawn activities in the United States;
- Latin America Pawn — Represents all pawn activities in Mexico and other parts of Latin America; and
- Other Investments — Represents our equity interest in the net income of Cash Converters along with our investment in Rich Data Corporation (“RDC”) and our investment in and notes receivable from Founders.

Store Count by Segment

	Three Months Ended December 31, 2023		Three Months Ended March 31, 2024			
	U.S. Pawn	Latin America Pawn	Consolidated	U.S. Pawn	Latin America Pawn	Consolidated
As of September 30, 2023						
As of September 30, 2023						
As of September 30, 2023						
New locations opened						
Locations acquired						
As of December 31, 2023						
As of December 31, 2023						
As of December 31, 2023						
New locations opened						
Locations acquired						
Locations combined or closed						
As of March 31, 2024						

	Three Months Ended December 31, 2022		
	U.S. Pawn	Latin America Pawn	Consolidated
As of September 30, 2022	515	660	1,175
New locations opened	—	2	2
Locations acquired	10	—	10
Locations sold, combined or closed	—	(1)	(1)
As of December 31, 2022	525	661	1,186

	Three Months Ended March 31, 2023		
	U.S. Pawn	Latin America Pawn	Consolidated
As of December 31, 2022	525	661	1,186
New locations opened	2	11	13
As of March 31, 2023	527	672	1,199

	Six Months Ended March 31, 2024		
	U.S. Pawn	Latin America Pawn	Consolidated

As of September 30, 2023	529	702	1,231
New locations opened	—	14	14
Locations acquired	7	—	7
Locations combined or closed	(1)	(5)	(6)
As of March 31, 2024	535	711	1,246

	Six Months Ended March 31, 2023		
	U.S. Pawn	Latin America Pawn	Consolidated
As of September 30, 2022	515	660	1,175
New locations opened	2	13	15
Locations acquired	10	—	10
Locations combined or closed	—	(1)	(1)
As of March 31, 2023	527	672	1,199

Three Months Ended December 31, 2023 March 31, 2024 vs. Three Months Ended December 31, 2022 March 31, 2023

These tables, as well as the discussion that follows, should be read in conjunction with the accompanying Condensed Consolidated Financial Statements and related notes.

U.S. Pawn

The following table presents selected summary financial data for our U.S. Pawn segment:

		Three Months Ended December 31,				Three Months Ended March 31,			
		Change				Change			
(in thousands)									
Gross profit:									
Gross profit:									
Gross profit:									
Pawn service charges									
Pawn service charges									
Pawn service charges		\$ 79,073	\$	\$ 69,310	14%	\$ 80,010	\$	\$ 69,945	14%
Merchandise sales									
Merchandise sales									
Merchandise sales		125,513	118,314	118,314	6%	114,849	108,740	108,740	6%
Merchandise sales gross profit	Merchandise sales gross profit	46,804	45,058	45,058	4%	42,051	41,097	41,097	2%
Gross margin on merchandise sales	Gross margin on merchandise sales	37 %	38 %	(100)bps		37 %	38 %		
Jewelry scrapping sales									
Jewelry scrapping sales									
Jewelry scrapping sales		12,815	7,176	7,176	79%	12,686	9,814	9,814	29%
Jewelry scrapping sales gross profit	Jewelry scrapping sales gross profit	1,531	960	960	59%	1,892	1,264	1,264	50%
Gross margin on jewelry scrapping sales	Gross margin on jewelry scrapping sales	12 %	13 %	(100)bps		15 %	13 %		
Other revenues									
Other revenues									

Other revenues		37	25	25	48%		48%	29	32		32	(9)%
Gross profit	Gross profit	127,445	115,353	115,353	10%		10%	Gross profit	123,982		112,338	10%
Segment operating expenses:												
Segment operating expenses:												
Segment operating expenses:												
Store expenses												
Store expenses												
Store expenses		77,255	73,304	73,304	5%		5%	80,840	71,946		71,946	12%
Depreciation and amortization	Depreciation and amortization	2,624	2,755	2,755	(5)%		(5)%	Depreciation and amortization	2,516		2,560	(2)%
Loss on sale or disposal of assets and other		26		3	*							
(Gain) loss on sale or disposal of assets and other		(30)		81	137%							
Segment operating contribution		\$ 40,656		\$ 37,751	8%							
Other segment income												
Other segment income												
Other segment income		—		(1)	(100)%							
Segment contribution	Segment contribution	\$ 47,540	\$	\$ 39,291	21%		21%	Segment contribution	\$ 40,656	\$	\$ 37,752	8%
Other data:												
Other data:												
Other data:												
Net earning assets (a)												
Net earning assets (a)												
Net earning assets (a)		\$317,774	\$	\$284,880	12%		12%	\$ 295,607	\$	\$269,190	10%	
Inventory turnover	Inventory turnover	2.7	2.6	2.6	4%		4%	Inventory turnover	2.6	2.6	2.6	—9
Average monthly ending pawn loan balance per store (b)	Average monthly ending pawn loan balance per store (b)	\$ 359	\$	\$ 315	14%		14%	Average monthly ending pawn loan balance per store (b)	\$ 345	\$	\$ 310	11%
Monthly average yield on pawn loans outstanding	Monthly average yield on pawn loans outstanding	14 %		14 %	—bps			Monthly average yield on pawn loans outstanding	14 %		14 %	
General merchandise as a % of PLO	General merchandise as a % of PLO	33 %		34 %	(100)bps			General merchandise as a % of PLO	33 %		34 %	
Jewelry as a % of PLO	Jewelry as a % of PLO	67 %		66 %	100bps			Jewelry as a % of PLO	67 %		66 %	

(a) Balance includes pawn loans and inventory.

(b) Balance is calculated based upon the average of the monthly ending balances during the applicable period.

PLO ended the quarter at \$190.8 million, up 14% (13% 11% (9% on a same store basis).

Total revenue was up 12% revenues and gross profit increased was up 10%, reflecting increased PSC and higher merchandise sales.

PSC increased 14% as a result of higher average PLO.

Merchandise sales increased 6% and gross margin decreased to 37% from 38%. Aged general merchandise, was 1.1% which is inventory over one year old, increased to 3.0% of total general merchandise inventory, primarily driven by luxury handbags in our Max Pawn stores.

Net inventory increased 8% 9%, as expected with the growth in PLO. Inventory turnover increased to 2.7x from remained flat at 2.6x.

Store expenses increased **5%** **12%**, primarily due to **wage inflationary pressures**, **salaries and benefits** as we continue to support our team members as a part of People, Pawn and Passion focus, higher store count and, to a lesser extent, **rent**, **expenses related to our loyalty program**.

Segment contribution increased **21%** **8%** to **\$47.5 million** **\$40.7 million**, due to the changes noted above.

Segment

During the quarter, **net** store count increased by **1** store during the quarter **five** due to **an acquisition**.

the acquisition of six stores and the consolidation of one store.

Latin America Pawn

The following table presents selected summary financial data for the Latin America Pawn segment, including constant currency results, after translation to U.S. dollars from its functional currencies noted above under "Results of Operations — Non-GAAP Constant Currency and Same Store Financial Information."

	Three Months Ended December 31,								Three Months Ended March 31,																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																							
(in thousands)	(in thousands)	2023 (GAAP)	2022 (GAAP)	Change (GAAP)		2023 (Constant Currency)		Change (Constant Currency)	(in thousands)	2024 (GAAP)		202 (GAAP)																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																				
Gross profit:																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																
Gross profit:																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																
Gross profit:																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																
Pawn service charges																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																
Pawn service charges																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																
Pawn service charges		\$27,376	\$	\$23,283	18%		18%		\$	25,212	8%																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																					

PLO improved to \$52.5 million \$62.0 million, up 22% (11% 26% (19% on constant currency basis). On a same store basis, PLO increased 19% (8% 22% (15% on a constant currency basis), due to improved operational performance and continued strong pawn demand.

Total revenue revenues was up 19% (9% 12% (4% on constant currency basis), and gross profit increased 22% (11% 18% (10% on a constant currency basis), reflecting increased PSC, higher merchandise sales and improved merchandise sales gross profit.

PSC increased 18% (8% (10% on a constant currency basis) as a result of higher average PLO.

Merchandise sales gross margin increased to 33% from 30% to 32%. Aged general merchandise was 1.6% 1.4% of total merchandise inventory.

Net inventory remained flat (decreased 11% increased 9%(2% on a constant currency basis) due. Inventory turnover increased to PLO growth, offset by increased inventory turnover at 3.8x, up 3.6x from 3.3x. 3.5x.

Store expenses increased 21% (10% 15% (7% on a constant currency basis), primarily due to increases in minimum wage and headcount, higher store count and, to a lesser extent, rent. count. Same-store expenses increased 16% (6% 10% (2% on a constant currency basis).

Segment contribution increased 35% (27% 2% (decreased 3% on a constant currency basis) to \$10.1 million \$8.1 million, due to the changes noted above, above, in addition to the impact of the prior year reversal of contingent consideration liability in connection with a previously completed acquisition, which was recorded to "Other income."

Segment During the quarter, net store count increased by 5 four due to the opening of nine de novo stores opened during and the quarter. consolidation of five stores.

Other Investments

The following table presents selected financial data for our Other Investments segment after translation to U.S. dollars from its functional currency of primarily Australian dollars:

	Three Months Ended December 31,				Three Months Ended March 31,								
(in thousands)					Change				Change				
Gross profit:													
Gross profit:													
Gross profit:													
Consumer loan fees, interest and other													
Consumer loan fees, interest and other													
Consumer loan fees, interest and other	\$	4	\$	22	(82)%	(82)%	\$	31	\$	10	210%	210%	
Gross profit													
Gross profit													
Gross profit	4	22	22	(82)%	(82)%	31	10	10	210%	210%			
Segment operating expenses:													
Segment operating expenses:													
Segment operating expenses:													
Interest income													
Interest income													
Interest income	(573)	—	—	*	*	(633)	—	—	*	*			
Equity in net income of unconsolidated affiliates	(1,153)	(1,584)	(27)%										
Segment operating contribution	1,730	1,606	8%										
Equity in net (income) loss of unconsolidated affiliates	(1,719)	32,501	105%										
Segment operating contribution (loss)	2,383	(32,491)	107%										
Other segment loss													
Other segment loss													
Other segment loss	1	4	4	(75)%	(75)%	14	6	6	133%	133%			
Segment contribution	\$	1,729	\$	1,602	8%								
Segment contribution (loss)	\$	2,369	\$	(32,497)	107%								

* Represents a percentage computation that is not mathematically meaningful.

Segment contribution was \$1.7 million \$2.4 million, an increase of \$0.1 million \$34.9 million primarily due to interest income on our notes receivable to Founders, partially offset by the decrease in our share of equity the net loss from Cash Converters related to their non-cash goodwill impairment charge taken during the prior year quarter.

Other Items

The following table reconciles our consolidated segment contribution discussed above to net income (loss) attributable to EZCORP, Inc., including items that affect our consolidated financial results but are not allocated among segments:

(in thousands)	Three Months Ended March 31,		Percentage Change
	2024	2023	
Segment contribution	\$ 51,143	\$ 13,251	286%
Corporate expenses (income):			
General and administrative	18,266	15,609	17%
Depreciation and amortization	3,311	3,071	8%
Loss on sale or disposal of assets and other	99	—	*
Other income	(765)	—	*
Interest expense	3,402	3,390	—%
Interest income	(1,641)	(1,599)	3%
Other (income) expense	(180)	120	250%
Income (loss) before income taxes	28,651	(7,340)	*
Income tax expense (benefit)	7,172	(550)	*
Net income (loss)	\$ 21,479	\$ (6,790)	*

* Represents a percentage computation that is not mathematically meaningful.

Segment contribution increased \$37.9 million over the prior year quarter. That increase was primarily attributable to the increase in our Other Investments segment due to our share of the net loss from Cash Converters during the prior year quarter and the improved operating results of the U.S. Pawn and Latin America Pawn segments above.

General and administrative expense increased \$2.7 million or 17%, primarily due to labor driven by incentive compensation related to an increase in share price and, to a lesser extent, costs related to the implementation of Workday.

Income tax expense increased \$7.7 million primarily due to an increase in income before income taxes of \$36.0 million this quarter compared to the prior year quarter. That increase was primarily attributable to our share of the net loss from Cash Converters. Converters in the prior year quarter and the improved operating results this quarter within the U.S. Pawn segment and the Latin American Pawn segment.

Income tax expense includes other items that do not necessarily correspond to pre-tax earnings and create volatility in our effective tax rate. These items include the net effect of state taxes, non-deductible items and the foreign rate differential. See our Annual Report on Form 10-K for the year ended September 30, 2023, Note 11: Income Taxes of Notes to Consolidated Financial Statements included in "Part II, Item 8 — Financial Statements and Supplemental Data" for quantification of these items.

Six Months Ended March 31, 2024 vs. Six Months Ended March 31, 2023

The tables below and discussion that follows should be read in conjunction with the accompanying condensed consolidated financial statements and related notes.

U.S. Pawn

The following table presents selected summary financial data for the U.S. Pawn segment:

(in thousands)	Six Months Ended March 31,		Change
	2024	2023	
Gross profit:			
Pawn service charges	\$ 159,083	\$ 139,255	14%
Merchandise sales	240,362	227,054	6%
Merchandise sales gross profit	88,855	86,155	3%
Gross margin on merchandise sales	37 %	38 %	(100)bps
Jewelry scrapping sales	25,501	16,990	50%
Jewelry scrapping sales gross profit	3,423	2,224	54%
Gross margin on jewelry scrapping sales	13 %	13 %	—bps
Other revenues	66	57	16%
Gross profit	251,427	227,691	10%

Segment operating expenses:				
Store expenses		158,095	145,250	9%
Depreciation and amortization		5,140	5,315	(3)%
(Gain) loss on sale or disposal of assets and other		(4)	84	105%
Segment operating contribution		88,196	77,042	14%
Other segment income		—	(1)	(100)%
Segment contribution	\$	88,196	\$ 77,043	14%
Other data:				
Average monthly ending pawn loan balance per store (a)	\$	352	\$ 312	13%
Monthly average yield on pawn loans outstanding		14 %	14 %	—bps

(a) Balance is calculated based upon the average of the monthly ending balances during the applicable period.

During the six months ended March 31, 2024, net store count increased by six due to the acquisition of seven stores and the consolidation of one store.

Pawn service charges increased 14% as a result of higher average PLO.

Merchandise sales increased 6% and merchandise sale gross profit increased 3%, reflecting a 100bps decrease in gross margin.

Store expenses increased 9%, primarily due to primarily due to wage inflationary pressures, higher store count and, to a lesser extent, expenses related to our loyalty program.

Segment contribution increased \$11.2 million, or 14%, primarily due to the changes described above.

Latin America Pawn

The following table presents selected summary financial data our Latin America Pawn segment, including constant currency results, after translation to U.S. dollars from functional currencies. See "Results of Operations — Non-GAAP Constant Currency and Same Store Financial Information" above.

(in thousands)	Six Months Ended March 31,				
	2024 (GAAP)	2023 (GAAP)	Change (GAAP)	2024 (Constant Currency)	Change (Constant Currency)
Gross profit:					
Pawn service charges	\$ 54,529	\$ 46,368	18%	\$ 50,579	9%
Merchandise sales	103,728	89,240	16%	95,275	7%
Merchandise sales gross profit	33,766	27,923	21%	30,984	11%
Gross margin on merchandise sales	33 %	31 %	200bps	33 %	200bps
Jewelry scrapping sales	2,295	3,719	(38)%	2,142	(42)%
Jewelry scrapping sales gross profit	377	(370)	202%	342	192%
Gross margin on jewelry scrapping sales	16 %	(10)%	*	16 %	*
Other revenues, net	31	35	(11)%	28	(20)%
Gross profit	88,703	73,956	20%	81,933	11%
Segment operating expenses:					
Store expenses	67,042	56,822	18%	61,683	9%
Depreciation and amortization	4,731	4,547	4%	4,340	(5)%
Other income	—	(2,465)	(100)%	—	(100)%
Gain on sale or disposal of assets and other	(262)	(27)	*	(255)	*
Segment operating contribution	17,192	15,079	14%	16,165	7%
Other segment income	(1,075)	(446)	141%	(1,170)	162%
Segment contribution	\$ 18,267	\$ 15,525	18%	\$ 17,335	12%

Other data:						
Average monthly ending pawn loan balance per store (a)	\$	79	\$	71	11%	\$ 74 4%
Monthly average yield on pawn loans outstanding		16 %		17 %	(100)bps	16 % (100)bps

* Represents a percentage computation that is not mathematically meaningful.

(a) Balance is calculated based upon the average of the monthly ending balances during the applicable period.

	2024 Change (GAAP)	2024 Change (Constant Currency)
Same Store data:		
PLO	22%	15%
PSC	15%	6%
Merchandise Sales	12%	2%
Merchandise Sales Gross Profit	21%	11%
Store Expenses	13%	4%

During the six months ended March 31, 2024, net store count increased by nine due to the opening of fourteen de novo stores and the consolidation of five stores.

PSC increased 18% to \$54.5 million (9% to \$50.6 million on a constant currency basis) as a result of higher average PLO.

Merchandise sales increased 16% (7% on a constant currency basis) and 12% on a same store basis (2% on a constant currency basis). Merchandise sales gross margin increased 200 bps to 33% from 31%.

Store expenses increased by 18% (9% on a constant currency basis) primarily due to increases in minimum wage and headcount, higher store count and, to a lesser extent, rent. On a same-store basis, store expenses increased 13% (4% on a constant currency basis).

Segment contribution increased \$2.7 million, or 18% (\$1.8 million, or 12%, on a constant currency basis), due to the changes noted above, in addition to the impact of the prior year reversal of contingent consideration liability in connection with a previously completed acquisition, which was recorded to "Other income."

Other Investments

The following table presents selected financial data for our Other Investments segment after translation to U.S. dollars from its functional currency of primarily Australian dollars:

(in thousands)	Six Months Ended March 31,			Change	
	2024	2023			
Gross profit:					
Consumer loan fees, interest and other	\$	35	\$	32	9%
Gross profit		35		32	9%
Segment operating expenses:					
Interest income		(1,206)		—	*
Equity in net (income) loss of unconsolidated affiliates		(2,872)		30,917	109%
Segment operating contribution (loss)		4,113		(30,885)	113%
Other segment loss		15		10	50%
Segment contribution (loss)	\$	4,098	\$	(30,895)	113%

* Represents a percentage computation that is not mathematically meaningful.

Segment income was \$4.1 million, an increase of \$35.0 million from the prior-year six months ended March 31, 2023, primarily due to our share of the prior year net loss from Cash Converters related to their non-cash goodwill impairment charge.

Other Items

The following table reconciles our consolidated segment contribution discussed above to net income attributable to EZCORP, Inc., including items that affect our consolidated financial results but are not allocated among segments:

	Three Months Ended December 31,	Percentage Change	Six Months Ended March 31,	Percentage Change
(in thousands)				

September 30, 2023, Note 11: Income Taxes of Notes to Consolidated Financial Statements included in "Part II, Item 8 — Financial Statements and Supplemental Data" for quantification of these items.

Liquidity and Capital Resources

Cash and Cash Equivalents

Our cash and equivalents balance was \$218.5 million \$229.1 million at December 31, 2023 March 31, 2024 compared to \$220.6 million at September 30, 2023. At December 31, 2023 March 31, 2024, our cash and equivalents were held in cash depository accounts with major banks or invested in high quality, short-term liquid investments.

Cash Flows

The table and discussion below presents a summary of the selected sources and uses of our cash:

	Three Months Ended December 31,				Percentage Change	Six Months Ended March 31,				Percentage Change		
(in thousands)												
Net cash provided by operating activities												
Net cash provided by operating activities												
Net cash provided by operating activities	\$21,481	\$	\$ 11,668	84%	84%	\$ 36,548	\$	\$46,827	(22)%	(22)%		
Net cash used in investing activities	Net cash used in investing activities	(16,864)	(44,618)	(44,618)	(62)%	(62)%	Net cash used in investing activities	(18,242)	(40,649)	(40,649)	(55)%	(55)%
Net cash (used in) provided by financing activities	Net cash (used in) provided by financing activities	(6,392)	33,993	33,993	(119)%	(119)%	Net cash (used in) provided by financing activities	(9,539)	29,976	29,976	(132)%	(132)%
Effect of exchange rate changes on cash, cash equivalents and restricted cash	Effect of exchange rate changes on cash, cash equivalents and restricted cash	(207)	605	605	(134)%	(134)%	Effect of exchange rate changes on cash, cash equivalents and restricted cash	(43)	1,056	1,056	*	*
Net (decrease) increase in cash, cash equivalents and restricted cash												
\$ (1,982) \$ 1,648 *												
Net increase in cash, cash equivalents and restricted cash												
\$ 8,724 \$ 37,210 (77)%												

The increase decrease in cash flows provided by operating activities quarter-over-quarter year-over-year was primarily due to an increase in net income as well as changes in working capital primarily related to the timing of payments of accounts payable, income taxes and prepaid expenses, and accounts payable, offset by an increase in net income (when considering adjustments for non-cash items affecting net income).

The \$27.8 \$22.4 million decrease in cash flows used in investing activities year-over-year was primarily due to a \$29.8 \$21.1 million decrease in cash flows used to fund acquisitions and strategic investments offset by and a \$10.2 \$16.8 million increase in cash inflows from the sale of forfeited collateral, and offset by an increase of \$14.0 \$22.1 million in net pawn lending outflows.

The \$40.4 \$39.5 million decrease in cash flows provided by financing activities was primarily related to the December 2022 financing of the 2029 Convertible Notes, in which we issued \$230.0 million (less issuance costs) principal amount of 3.750% Convertible Senior Notes Due 2029 offset by the extinguishment of approximately \$109.4 million aggregate principal amount of our 2024 Convertible Notes for approximately \$117.5 million plus accrued interest and approximately \$69.1 million aggregate principal amount of our 2025 Convertible Notes for approximately \$62.9 million plus accrued interest. In addition, we used approximately \$5.0 million of the net proceeds from the 2029 Convertible Notes offering to repurchase 578,703 shares of our Class A common stock from purchasers of the notes in privately negotiated transactions.

The net effect of these changes was a \$2.0 an \$8.7 million decrease increase in cash on hand during the current year to date period, resulting in a \$227.0 \$237.7 million ending cash and restricted cash balance.

Sources and Uses of Cash

In December 2022, we issued \$230.0 million aggregate principal amount of 2029 Convertible Notes. In conjunction with the issuance of the 2029 Convertible Notes, we extinguished approximately \$109.4 million aggregate principal amount of our 2024 Convertible Notes for approximately \$117.5 million plus accrued interest and approximately \$69.1 million aggregate principal amount of our 2025 Convertible Notes for approximately \$62.9 million plus accrued interest. In addition, we used approximately \$5.0 million of the net proceeds from the 2029 Convertible Notes offering to repurchase 578,703 shares of our Class A common stock from purchasers of the notes in privately negotiated transactions. See Note 7 of Notes to Condensed Consolidated Financial Statements included in "Part I, Item 1 — Financial Statements." The shares repurchased in conjunction with the transactions discussed above were authorized separately from, and not considered part of, the publicly announced share repurchase program referred to below.

On May 3, 2022, our Board authorized the repurchase of up to \$50 million of our Class A Common Stock over three years. As of **December 31, 2023** **March 31, 2024**, we have repurchased **1,981,927** **2,287,402** shares of our Class A Common Stock under the program for **\$17.0** **\$20.0** million. Execution of the program will be responsive to fluctuating market conditions and valuations, liquidity needs and the expected return on investment compared to other opportunities.

Under the stock repurchase program, we may purchase Class A Non-Voting common stock from time to time at management's discretion in accordance with applicable securities laws, including through open market transactions, block or privately negotiated transactions, or any combination thereof. In addition, we may purchase shares pursuant to a trading plan meeting the requirements of Rule 10b5-1 under the Securities Exchange Act of 1934.

The amount and timing of purchases will be dependent on a variety of factors, including stock price, trading volume, general market conditions, legal and regulatory requirements, general business conditions, the level of cash flows and corporate considerations determined by management and the Board, such as liquidity and capital needs and the availability of attractive alternative investment opportunities. The Board of Directors has reserved the right to modify, suspend or terminate the program at any time. See Note 8 of Notes to Condensed Consolidated Financial Statements included in "Part I, Item 1 — Financial Statements."

We anticipate that cash flows from operations and cash on hand will be adequate to fund ongoing operations, current debt service requirements, tax payments, any future stock repurchases, strategic investments, our contractual obligations, planned de novo store growth, capital expenditures and working capital requirements through the next twelve months. We continue to explore acquisition opportunities, both large and small, and may choose to pursue additional debt, equity or equity-linked financings in the future should the need arise. Depending on the level of acquisition activity and other factors, our ability to repay our longer-term debt obligations, including the convertible debt maturing in 2025 and 2029, may require us to refinance these obligations through the issuance of new debt securities, equity securities, convertible securities or through new credit facilities.

Contractual Obligations

In "Part II, Item 7 — Management's Discussion and Analysis of Financial Condition and Results of Operations" of our Annual Report on Form 10-K for the year ended September 30, 2023, we reported that we had \$736.6 million in total contractual obligations as of September 30, 2023. There have been no material changes to this total obligation since September 30, 2023.

We are responsible for the maintenance, property taxes and insurance at most of our locations. In the fiscal year ended September 30, 2023, these collectively amounted to \$16.3 million.

Recently Adopted Accounting Policies and Recently Issued Accounting Pronouncements

See Note 1 of the Notes to Condensed Consolidated Financial Statements included in "Part I, Item 1 — Financial Statements" of this Quarterly Report for recently issued accounting pronouncements including the expected dates of adoption and estimated effects, if any, on our consolidated financial statements.

Cautionary Statement Regarding Risks and Uncertainties that May Affect Future Results

This Quarterly Report on Form 10-Q, including Management's Discussion and Analysis of Financial Condition and Results of Operations, includes "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. We intend that all forward-looking statements be subject to the safe harbors created by these laws. All statements, other than statements of historical facts, regarding our strategy, future operations, financial position, future revenues, projected costs, prospects, plans and objectives are forward-looking statements. These statements are often, but not always, made with words or phrases like "may," "should," "could," "will," "predict," "anticipate," "believe," "estimate," "expect," "intend," "plan," "projection" and similar expressions. Such statements are only predictions of the outcome and timing of future events based on our current expectations and currently available information and, accordingly, are subject to substantial risks, uncertainties and assumptions. Actual results could differ materially from those expressed in the forward-looking statements due to a number of risks and uncertainties, many of which are beyond our control. In addition, we cannot predict all of the risks and uncertainties that could cause our actual results to differ from those expressed in the forward-looking statements. Accordingly, you should not regard any forward-looking statements as a representation that the expected results will be achieved. Important risk factors that could cause results or events to differ from current expectations are identified and described in "Part I, Item 1A — Risk Factors" of our Annual Report on Form 10-K for the year ended September 30, 2023 and "Part II, Item 1A — Risk Factors" of this Report.

We specifically disclaim any responsibility to publicly update any information contained in a forward-looking statement except as required by law. All forward-looking statements attributable to us are expressly qualified in their entirety by this cautionary statement.

ITEM 3. QUANTITATIVE AND QUALITATIVE DISCLOSURES ABOUT MARKET RISK

Market risks relating to our operations result primarily from changes in interest rates, gold values and foreign currency exchange rates, and are described in detail in "Part II, Item 7A — Quantitative and Qualitative Disclosures about Market Risk" of our Annual Report on Form 10-K for the year ended September 30, 2023. There have been no material changes in our reported market risks or risk management policies since the filing of our Annual Report on Form 10-K for the year ended September 30, 2023.

ITEM 4. CONTROLS AND PROCEDURES

This report includes the certifications of our Chief Executive Officer and Chief Financial Officer required by Rule 13a-14 of the Securities Exchange Act of 1934 (the "Exchange Act"). See Exhibits 31.1 and 31.2. This Item 4 includes information concerning the controls and control evaluations referred to in those certifications.

Evaluation of Disclosure Controls and Procedures

Disclosure controls and procedures (as defined in Rules 13a-15(e) and 15d-15(e) under the Securities Exchange Act of 1934) are designed to ensure that information required to be disclosed in the reports we file or submit under the Securities Exchange Act is recorded, processed, summarized and reported within the time periods specified in SEC rules and forms and that such information is accumulated and communicated to our management, including our Chief Executive Officer and Chief Financial Officer, to allow timely decisions regarding required disclosures.

Under the supervision and with the participation of our Chief Executive Officer and Chief Financial Officer, our management evaluated the effectiveness of the design and operation of our disclosure controls and procedures as of **December 31, 2023** **March 31, 2024**. Our principal executive officer and principal financial officer have concluded that as of **December 31, 2023** **March 31, 2024**, our disclosure controls and procedures were effective to provide reasonable assurance that information required to be disclosed in our reports under the Exchange Act is recorded, processed, summarized, and reported within the time periods specified in the SEC rules and forms and that such information is accumulated and communicated to management as appropriate to allow timely decisions regarding required disclosure.

Changes in Internal Control Over Financial Reporting

There were no changes in our internal control over financial reporting during the quarter ended **December 31, 2023** **March 31, 2024** that have materially affected, or are reasonably likely to materially affect, our internal control over financial reporting.

Inherent Limitations on Internal Controls

Our management, including our Chief Executive Officer and Chief Financial Officer, does not expect that our disclosure controls or our internal controls will prevent or detect all errors and all fraud. A control system, no matter how well designed and operated, can provide only reasonable, not absolute, assurance that the control system's objectives will be met. Because of the inherent limitations in all control systems, no evaluation of controls can provide absolute assurance that all control issues and instances of fraud, if any, within the Company have been detected. The design of any system of controls is based in part upon certain assumptions about the likelihood of future events, and there can be no assurance that any design will succeed in achieving its stated goals under all potential future conditions. Over time, controls may become inadequate because of changes in conditions or deterioration in the degree of compliance with associated policies or procedures. Because of the inherent limitations in a cost-effective control system, misstatements due to error or fraud may occur and not be detected.

PART II — OTHER INFORMATION

ITEM 1. LEGAL PROCEEDINGS

See Note 9: Contingencies of Notes to Condensed Consolidated Financial Statements included in "Part I, Item 1 — Financial Statements."

ITEM 1A. RISK FACTORS

Important risk factors that could affect our operations and financial performance, or that could cause results or events to differ from current expectations, are described in "Part I, Item 1A — Risk Factors" of our Annual Report on Form 10-K for the year ended September 30, 2023, **as supplemented by the information set forth below.**

Illinois recently passed the Pawnbroker Regulation Act of 2023, which went into effect on March 22, 2024.

The new law clarifies that pawn transactions are exempt from the Illinois Predatory Loan Prevention Act. It also reduces the monthly finance charge on certain pawn transactions, which is not expected to have a material adverse impact on our business in Illinois (20 stores) or the Company as a whole.

ITEM 2. Unregistered Sale of Equity Security and Use of Proceeds

The table below provides certain information about our repurchase of shares of Class A Non-voting Common Stock during the quarter ended **December 31, 2023** **March 31, 2024**.

	Share Repurchases			
	Total Number of Shares Purchased (1)	Average Price Paid Per Share	Total Number of Shares Purchased as Part of Publicly Announced Programs	Approximate Dollar Value of Shares That May Yet Be Purchased Under the Programs (1)
(in thousands, except number of shares and average price information)				
October 1, 2023 through October 31, 2023	122,677	\$ 8.15	122,677	\$ 35,004
November 1, 2023 through November 30, 2023	69,062	\$ 8.24	69,062	\$ 34,435

December 1, 2023 through December 31, 2023	163,143	\$	8.77	163,143	\$	33,004
Quarter ended December 31, 2023	354,882	\$	8.45	354,882	\$	33,004

	Share Repurchases					
	Total Number of Shares Purchased ⁽¹⁾	Average Price Paid Per Share	Total Number of Shares Purchased as Part of Publicly Announced Programs	Approximate Dollar Value of Shares That May Yet Be Purchased Under the Programs ⁽¹⁾		
(in thousands, except number of shares and average price information)						
January 1, 2024 through January 31, 2024	116,124	\$	8.61	116,124	\$	32,004
February 1, 2024 through February 29, 2024	96,900	\$	10.50	96,900	\$	30,986
March 1, 2024 through March 31, 2024	92,451	\$	10.58	92,451	\$	30,008
Quarter ended March 31, 2024	305,475	\$	9.81	305,475	\$	30,008

(1) On May 3, 2022, the Board of Directors approved a share repurchase program, under which we are authorized to repurchase up to \$50 million of our Class A Non-Voting common shares over a three-year period. All repurchases under this program were in open market transactions at prevailing market prices and were executed pursuant to a trading plan under Rule 10b5-1 under the Securities Exchange Act of 1934. Execution of the program will be responsive to fluctuating market conditions and valuations, liquidity needs and the expected return on investment compared to other opportunities.

ITEM 5. Other Information

Insider Trading Arrangements

On November 29, 2023 February 7, 2024, Pablo Lagos Espinosa, Matthew Appel, Director, as sole beneficial owner of Lakeside Growth Enterprises, LP, entered into a prearranged trading plan to sell up to 20,000 26,490 shares of the Company's Class A Non-Voting Common Stock between March 4, 2024 May 15, 2024 and February 28, 2025 May 12, 2025 pursuant to the terms of the plan. The plan is designed to satisfy the affirmative defense conditions of Rule 10b5-1(c) under the Exchange Act and comply with the Company's policies regarding stock transactions.

Other than as described above, no Director or Executive Officer adopted, modified or terminated any contract, instruction, written plan or other trading arrangement relating to the purchase or sale of Company securities during the fiscal quarter ended December 31, 2023 March 31, 2024.

ITEM 6. EXHIBITS

The following exhibits are filed with, or incorporated by reference into, this report.

Exhibit	Description of Exhibit	Incorporated by Reference				Filed Herewith
		Form	File No.	Exhibit	Filing Date	
31.1	Certification of Principal Executive Officer, pursuant to Rule 13a-14(a) under the Securities Exchange Act of 1934					x
31.2	Certification of Principal Financial Officer, pursuant to Rule 13a-14(a) under the Securities Exchange Act of 1934					x
32.1†	Certifications of Principal Executive Officer and Principal Financial Officer, pursuant to 18 U.S.C. Section 1350					x
101.INS	Inline XBRL Instance Document (the instance document does not appear in the interactive data files because the XBRL tags are embedded within the Inline XBRL document)					
101.SCH	Inline XBRL Taxonomy Extension Schema Document					x
101.CAL	Inline XBRL Taxonomy Extension Calculation Linkbase Document					x
101.DEF	Inline XBRL Taxonomy Extension Definition Linkbase Document					x
101.LAB	Inline XBRL Taxonomy Extension Labels Linkbase Document					x
101.PRE	Inline XBRL Taxonomy Extension Presentation Linkbase Document					x
104	Cover Page Interactive Data File in Inline XBRL format (contained in Exhibit 101)					

† The certifications furnished in Exhibit 32.1 hereto are deemed to accompany this Quarterly Report on Form 10-Q and will not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended, except to the extent that the registrant specifically incorporates it by reference.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

EZCORP, INC.

Date: January 31, May 1, 2024

/s/ Timothy K. Jugmans

Timothy K. Jugmans,
Chief Financial Officer

34 39

Exhibit 31.1

**Certification of Lachlan P. Given, Chief Executive Officer,
pursuant to Rule 13a-14(a) under the Securities Exchange Act of 1934,
as adopted pursuant to Section 302 of the Sarbanes-Oxley Act of 2002**

I, Lachlan P. Given, certify that:

1. I have reviewed this Quarterly Report on Form 10-Q of EZCORP, Inc.;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;
4. The registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:
 - a. Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
 - b. Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
 - c. Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and
 - d. Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
5. The registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
 - a. All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and
 - b. Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: January 31, 2024 May 1, 2024

/s/ Lachlan P. Given
Lachlan P. Given
Chief Executive Officer

Exhibit 31.2

**Certification of Timothy K. Jugmans, Chief Financial Officer,
pursuant to Rule 13a-14(a) under the Securities Exchange Act of 1934,
as adopted pursuant to Section 302 of the Sarbanes-Oxley Act of 2002**

I, Timothy K. Jugmans, certify that:

1. I have reviewed this Quarterly Report on Form 10-Q of EZCORP, Inc.;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;
4. The registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:
 - a. Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
 - b. Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
 - c. Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and
 - d. Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
5. The registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
 - a. All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and
 - b. Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: January 31, 2024 May 1, 2024

/s/ Timothy K. Jugmans
Timothy K. Jugmans
Chief Financial Officer

**Certification of Lachlan P. Given, Chief Executive Officer, and Timothy K. Jugmans, Chief Financial Officer,
pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002**

The undersigned officers of EZCORP, Inc. hereby certify that (a) EZCORP's Quarterly Report on Form 10-Q for the quarter ended **December 31, 2023** **March 31, 2024**, as filed with the Securities and Exchange Commission, fully complies with the requirements of section 13(a) of the Securities Exchange Act of 1934, as amended, and (b) the information contained in the report fairly presents, in all material respects, the financial condition and results of operations of EZCORP.

Date: **January 31, 2024** **May 1, 2024**

/s/ Lachlan P. Given

Lachlan P. Given

Chief Executive Officer

Date: **January 31, 2024** **May 1, 2024**

/s/ Timothy K. Jugmans

Timothy K. Jugmans

Chief Financial Officer

DISCLAIMER

THE INFORMATION CONTAINED IN THE REFINITIV CORPORATE DISCLOSURES DELTA REPORT™ IS A COMPARISON OF TWO FINANCIALS PERIODIC REPORTS. THERE MAY BE MATERIAL ERRORS, OMISSIONS, OR INACCURACIES IN THE REPORT INCLUDING THE TEXT AND THE COMPARISON DATA AND TABLES. IN NO WAY DOES REFINITIV OR THE APPLICABLE COMPANY ASSUME ANY RESPONSIBILITY FOR ANY INVESTMENT OR OTHER DECISIONS MADE BASED UPON THE INFORMATION PROVIDED IN THIS REPORT. USERS ARE ADVISED TO REVIEW THE APPLICABLE COMPANY'S ACTUAL SEC FILINGS BEFORE MAKING ANY INVESTMENT OR OTHER DECISIONS.

©2024, Refinitiv. All rights reserved. Patents Pending.