

REFINITIV

# DELTA REPORT

## 10-Q

URBN - URBAN OUTFITTERS INC

10-Q - APRIL 30, 2025 COMPARED TO 10-Q - OCTOBER 31, 2024

The following comparison report has been automatically generated

**TOTAL DELTAS** 719

█ CHANGES 258

█ DELETIONS 250

█ ADDITIONS 211

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**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, DC 20549**  
**FORM 10-Q**

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

For the Quarterly Period Ended **October 31, April 30, 2024** 2025

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. 000-22754

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**Urban Outfitters, Inc.**

(Exact Name of Registrant as Specified in Its Charter)

Pennsylvania

23-2003332

(State or Other Jurisdiction of  
Incorporation or Organization)

(I.R.S. Employer  
Identification No.)

5000 South Broad Street, Philadelphia, PA

19112-1495

(Address of Principal Executive Offices)

(Zip Code)

Registrant's telephone number, including area code: (215) 454-5500

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

Title of each class	Trading Symbol(s)	Name of each exchange on which registered
Common Shares, par value \$.0001 per share	URBN	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, a smaller reporting company, or an emerging growth company. See the definitions 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 checked="" type="checkbox"/>	Accelerated filer	<input type="checkbox"/>
Non-accelerated filer	<input type="checkbox"/>	Smaller reporting 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

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Common shares, \$0.0001 par value—**92,277,114** 89,642,150 shares outstanding on **December 4, 2024** June 3, 2025.

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**PART I**  
**FINANCIAL INFORMATION**

**Item 1. Financial Statements**

<b>URBAN OUTFITTERS, INC.</b>						
<b>CONDENSED CONSOLIDATED BALANCE SHEETS</b>						
(amounts in thousands, except share data)						
	(unaudited)	October 31, 2024	January 31, 2024	October 31, 2023	April 30, 2025	January 31, 2025
		2024	2024	2023	2025	2024
<b>ASSETS</b>						
Current assets:						
Cash and cash equivalents		\$ 182,516	\$ 178,321	\$ 206,237	\$ 189,433	\$ 290,481
Marketable securities		340,445	286,744	249,176	285,585	319,949
Accounts receivable, net of allowance for doubtful accounts of \$1,423, \$1,465 and \$1,271, respectively		96,977	67,008	77,399		
Accounts receivable, net of allowance for doubtful accounts of \$1,964, \$1,384 and \$933, respectively		93,248	74,014	88,297		
Inventory		793,324	550,242	721,011	663,803	621,146
Prepaid expenses and other current assets		224,070	200,188	235,227	206,990	187,206
Total current assets		1,637,332	1,282,503	1,489,050	1,439,059	1,492,796
Property and equipment, net		1,324,545	1,286,541	1,272,652	1,346,557	1,331,077
Operating lease right-of-use assets		947,150	920,396	933,864	973,831	942,666
Marketable securities		240,237	314,152	132,939	365,937	410,208
Other assets		336,519	307,617	281,151	331,692	342,733
<b>Total Assets</b>		<b>\$ 4,485,783</b>	<b>\$ 4,111,209</b>	<b>\$ 4,109,656</b>	<b>\$ 4,457,076</b>	<b>\$ 4,519,480</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>						
Current liabilities:						
Accounts payable		\$ 363,187	\$ 253,342	\$ 319,115	\$ 302,104	\$ 295,767
Current portion of operating lease liabilities		228,443	226,645	223,781	231,361	227,149
Accrued expenses, accrued compensation and other current liabilities		533,915	514,218	506,028	495,593	552,763
Total current liabilities		1,125,545	994,205	1,048,924	1,029,058	1,075,679
Non-current portion of operating lease liabilities		879,362	851,853	857,791	909,168	871,209
Other non-current liabilities		127,953	152,611	156,383	87,043	101,088
<b>Total Liabilities</b>		<b>2,132,860</b>	<b>1,998,669</b>	<b>2,063,098</b>	<b>2,025,269</b>	<b>2,047,976</b>
Commitments and contingencies (see Note 11)						
Shareholders' equity:						
Preferred shares; \$0.001 par value, 10,000,000 shares authorized, none issued		—	—	—	—	—

Common shares; \$0.001 par value, 200,000,000 shares authorized, 92,275,849, 92,787,522 and 92,784,344 shares issued and outstanding, respectively	9	9	9			
Common shares; \$0.001 par value, 200,000,000 shares authorized, 89,614,734, 92,281,748 and 93,379,211 shares issued and outstanding, respectively	9	9	9			
Additional paid-in-capital	7,529	37,943	30,734	—	15,067	31,572
Retained earnings	2,382,767	2,113,735	2,065,984	2,460,876	2,503,068	2,175,500
Accumulated other comprehensive loss	(37,382)	(39,147)	(50,169)	(29,078)	(46,640)	(44,747)
Total Shareholders' Equity	<u>2,352,923</u>	<u>2,112,540</u>	<u>2,046,558</u>	<u>2,431,807</u>	<u>2,471,504</u>	<u>2,162,334</u>
Total Liabilities and Shareholders' Equity	<u>\$ 4,485,783</u>	<u>\$ 4,111,209</u>	<u>\$ 4,109,656</u>	<u>\$ 4,457,076</u>	<u>\$ 4,519,480</u>	<u>\$ 4,188,702</u>

The accompanying notes are an integral part of these condensed consolidated financial statements.

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URBAN OUTFITTERS, INC.					
CONDENSED CONSOLIDATED STATEMENTS OF INCOME					
(amounts in thousands, except share and per share data)					
(unaudited)					
					Three Months Ended
					October 31,
					2024
					2023
Net sales	\$ 1,361,855	\$ 1,281,174	\$ 3,914,546	\$ 3,667,043	Three Months Ended
Cost of sales (excluding store impairment and lease abandonment charges)	864,536	825,375	2,510,956	2,384,432	October 31,
Store impairment and lease abandonment charges	—	1,392	4,601	1,392	2024
Gross profit	497,319	454,407	1,398,989	1,281,219	2023
Selling, general and administrative expenses	368,628	345,429	1,050,539	968,760	
Income from operations	128,691	108,978	348,450	312,459	
Other income, net	7,141	705	20,816	5,123	
Income before income taxes	135,832	109,683	369,266	317,582	
Income tax expense	32,921	26,669	87,105	77,659	
Net income	<u>\$ 102,911</u>	<u>\$ 83,014</u>	<u>\$ 282,161</u>	<u>\$ 239,923</u>	
Net income per common share:					
Basic	\$ 1.12	\$ 0.89	\$ 3.04	\$ 2.59	
Diluted	\$ 1.10	\$ 0.88	\$ 2.99	\$ 2.55	

Weighted-average common shares outstanding:

Basic	92,270,583	92,780,736	92,819,987	92,667,878
Diluted	93,857,850	94,448,376	94,511,989	94,168,058

Three Months Ended

April 30,

	2025	2024
Net sales	\$ 1,329,501	\$ 1,200,732
Cost of sales (excluding store impairment and lease abandonment charges)	840,437	787,746
Store impairment and lease abandonment charges	—	4,601
Gross profit	489,064	408,385
Selling, general and administrative expenses	360,837	333,761
Income from operations	128,227	74,624
Other income, net	9,646	6,246
Income before income taxes	137,873	80,870
Income tax expense	29,526	19,105
Net income	\$ 108,347	\$ 61,765
Net income per common share:		
Basic	\$ 1.18	\$ 0.66
Diluted	\$ 1.16	\$ 0.65
Weighted-average common shares outstanding:		
Basic	91,752,408	93,124,568
Diluted	93,475,835	95,000,706

The accompanying notes are an integral part of these condensed consolidated financial statements.

**URBAN OUTFITTERS, INC.**

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

*(amounts in thousands)*

*(unaudited)*

	Three Months Ended		Nine Months Ended		Three Months Ended	
	October 31,		October 31,		April 30,	
	2024	2023	2024	2023	2025	2024
Net income	\$ 102,911	\$ 83,014	\$ 282,161	\$ 239,923	\$ 108,347	\$ 61,765
Other comprehensive income (loss):						
Foreign currency translation	671	(11,961)	1,133	(4,269)	16,064	(3,298)
Change in unrealized gains on marketable securities, net of tax	379	594	632	2,735		
Change in unrealized gains (losses) on marketable securities, net of tax	1,498	(2,302)				
Total other comprehensive income (loss)	1,050	(11,367)	1,765	(1,534)	17,562	(5,600)
Comprehensive income	\$ 103,961	\$ 71,647	\$ 283,926	\$ 238,389	\$ 125,909	\$ 56,165

The accompanying notes are an integral part of these condensed consolidated financial statements.

**URBAN OUTFITTERS, INC.**

**CONDENSED CONSOLIDATED STATEMENTS OF SHAREHOLDERS' EQUITY**

*(amounts in thousands, except share data)*

*(unaudited)*

	Accumulated						Accumulated					
	Common Shares		Additional		Other		Common Shares		Additional		Other	
	Number of Shares	Par Value	Paid-in Capital	Retained Earnings	Comprehensive Loss	Total	Number of Shares	Par Value	Paid-in Capital	Retained Earnings	Comprehensive Loss	Total
Balances as of July 31, 2024	92,260,283	\$ 9	\$ —	\$ 2,279,856	\$ (38,432)	\$ 2,241,433						
Balances as of January 31, 2025	92,281,748	\$ 9	\$ 15,067	\$ 2,503,068	\$ (46,640)	\$ 2,471,504						
Comprehensive income	—	—	—	102,911	1,050	103,961	—	—	—	108,347	17,562	125,909
Share-based compensation	—	—	7,810	—	—	7,810	—	—	7,763	—	—	7,763
Share-based awards	23,496	—	—	—	—	—	986,529	—	—	—	—	—
Share repurchases, inclusive of excise tax	(7,930)	—	(281)	—	—	(281)	(3,653,543)	—	(22,830)	(150,539)	—	(173,369)

Balances as of						
October 31,						
2024	92,275,849	\$ 9	\$ 7,529	\$ 2,382,767	\$ (37,382)	\$ 2,352,923
Balances as of						
April 30, 2025	89,614,734	\$ 9	\$ —	\$ 2,460,876	\$ (29,078)	\$ 2,431,807

	Accumulated					
	Common Shares		Additional		Other	
	Number of	Par	Paid-in	Retained	Comprehensive	
	Shares	Value	Capital	Earnings	Loss	Total
Balances as of July 31, 2023	92,773,249	\$ 9	\$ 23,214	\$ 1,982,970	\$ (38,802)	\$ 1,967,391
Comprehensive income	—	—	—	83,014	(11,367)	71,647
Share-based compensation	—	—	7,689	—	—	7,689
Share-based awards	16,165	—	—	—	—	—
Share repurchases	(5,070)	—	(169)	—	—	(169)
Balances as of October 31, 2023	92,784,344	\$ 9	\$ 30,734	\$ 2,065,984	\$ (50,169)	\$ 2,046,558

The accompanying notes are an integral part of these condensed consolidated financial statements.

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URBAN OUTFITTERS, INC.							
CONDENSED CONSOLIDATED STATEMENTS OF SHAREHOLDERS' EQUITY							
(amounts in thousands, except share data)							
(unaudited)							
Accumulated							
Common Shares		Additional		Other		Comprehensive	
Number of	Par	Paid-in	Capital	Retained	Earnings	Loss	Total
Shares	Value						
Balances as of January 31, 2024	92,787,522	\$ 9	\$ 37,943	\$ 2,113,735	\$ (39,147)	\$ 2,112,540	
Comprehensive income	—	—	—	282,161	1,765	—	283,926
Share-based compensation	—	—	23,366	—	—	—	23,366
Share-based awards	1,051,696	—	851	—	—	—	851
Share repurchases, inclusive of excise tax	(1,563,369)	—	(54,631)	(13,129)	—	—	(67,760)
Balances as of October 31, 2024	92,275,849	\$ 9	\$ 7,529	\$ 2,382,767	\$ (37,382)	\$ 2,352,923	
Accumulated				Accumulated			
Common Shares		Additional		Other		Comprehensive	
Number of	Par	Paid-in	Capital	Retained	Earnings	Loss	Total
Shares	Value	Capital	Earnings	Loss	Total		
Balances as of							
January 31, 2023	92,180,709	\$ 9	\$ 15,248	\$ 1,826,061	\$ (48,635)	\$ 1,792,683	
Balances as of							
January 31, 2024	92,787,522	\$ 9	\$ 37,943	\$ 2,113,735	\$ (39,147)	\$ 2,112,540	

Comprehensive income	—	—	—	239,923	(1,534)	238,389	—	—	—	61,765	(5,600)	56,165
Share-based compensation	—	—	23,245	—	—	23,245	—	—	7,599	—	—	7,599
Share-based awards	912,284	—	594	—	—	594	934,534	—	475	—	—	475
Share repurchases	(308,649)	—	(8,353)	—	—	(8,353)	(342,845)	—	(14,445)	—	—	(14,445)
<b>Balances as of</b>												
<b>October 31, 2023</b>	<b>92,784,344</b>	<b>\$ 9</b>	<b>\$ 30,734</b>	<b>\$ 2,065,984</b>	<b>\$ (50,169)</b>	<b>\$ 2,046,558</b>						
<b>Balances as of</b>												
<b>April 30, 2024</b>	<b>93,379,211</b>	<b>\$ 9</b>	<b>\$ 31,572</b>	<b>\$ 2,175,500</b>	<b>\$ (44,747)</b>	<b>\$ 2,162,334</b>						

The accompanying notes are an integral part of these condensed consolidated financial statements.

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**

*(amounts in thousands)*

*(unaudited)*

	Nine Months Ended		Three Months Ended	
	October 31,		April 30,	
	2024	2023	2025	2024
<b>Cash flows from operating activities:</b>				
Net income	\$ 282,161	\$ 239,923	\$ 108,347	\$ 61,765
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation and amortization	86,031	75,286	29,554	27,761
Non-cash lease expense	162,466	151,413	52,805	51,470
Provision for deferred income taxes	3,335	33,660	13,701	12,735
Share-based compensation expense	23,366	23,245	7,763	7,599
Amortization of tax credit investment	12,872	11,929	4,293	4,380
Store impairment and lease abandonment charges	4,601	1,392	—	4,601
Loss on disposition of property and equipment, net	1,553	146	94	135
Changes in assets and liabilities:				
Receivables	(29,682)	(7,233)	(15,036)	(21,512)
Inventory	(242,190)	(135,216)	(37,386)	(29,818)
Prepaid expenses and other assets	(52,548)	(74,957)	(17,058)	(37,542)
Payables, accrued expenses and other liabilities	113,773	138,735	(54,114)	36,663
Operating lease liabilities	(183,376)	(178,084)	(59,931)	(59,686)
Net cash provided by operating activities	<u>182,362</u>	<u>280,239</u>	<u>33,032</u>	<u>58,551</u>
<b>Cash flows from investing activities:</b>				
Cash paid for property and equipment	(144,052)	(151,037)	(46,158)	(41,091)
Cash paid for marketable securities	(267,276)	(335,508)	(117,878)	(95,799)
Sales and maturities of marketable securities	309,178	242,847	203,416	91,081
Initial cash payment for tax credit investment	<u>—</u>	<u>(20,000)</u>		
Net cash used in investing activities	<u>(102,150)</u>	<u>(263,698)</u>		
Net cash provided by (used in) investing activities	<u>39,380</u>	<u>(45,809)</u>		
<b>Cash flows from financing activities:</b>				
Proceeds from the exercise of stock options	851	594	—	475
Share repurchases related to share repurchase program	(52,262)	—	(151,935)	—
Share repurchases related to taxes for share-based awards	(15,264)	(8,353)	(20,241)	(14,445)
Tax credit investment liability payments	(6,220)	(3,007)	(4,172)	(1,341)
Net cash used in financing activities	<u>(72,895)</u>	<u>(10,766)</u>	<u>(176,348)</u>	<u>(15,311)</u>
Effect of exchange rate changes on cash and cash equivalents	<u>(3,122)</u>	<u>(798)</u>	<u>2,888</u>	<u>(1,757)</u>
Increase in cash and cash equivalents	<u>4,195</u>	<u>4,977</u>		
Decrease in cash and cash equivalents	<u>(101,048)</u>	<u>(4,326)</u>		
Cash and cash equivalents at beginning of period	<u>178,321</u>	<u>201,260</u>	<u>290,481</u>	<u>178,321</u>
Cash and cash equivalents at end of period	<u>\$ 182,516</u>	<u>\$ 206,237</u>	<u>\$ 189,433</u>	<u>\$ 173,995</u>
<b>Supplemental cash flow information:</b>				
Cash paid during the year for income taxes	\$ 75,926	\$ 35,576	\$ 6,596	\$ 2,983
Non-cash investing activities—Accrued capital expenditures	\$ 13,550	\$ 31,791	\$ 11,327	\$ 37,391
Right-of-use assets obtained in exchange for operating lease liabilities	\$ 220,005	\$ 154,426	\$ 85,109	\$ 60,868
Non-cash investing activities—Accrued tax credit investment installments	<u>\$ —</u>	<u>\$ 62,120</u>		

**URBAN OUTFITTERS, INC.**

**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

(dollars in thousands, except share and per share data)

(unaudited)

**1. Basis of Presentation**

The accompanying unaudited Condensed Consolidated Financial Statements have been prepared in accordance with generally accepted accounting principles in the United States ("U.S. GAAP") for interim financial information and with the instructions to Form 10-Q and Article 10 of Regulation S-X. In the opinion of management, all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation have been included. These condensed financial statements should be read in conjunction with Urban Outfitters, Inc.'s (the "Company's") Annual Report on Form 10-K for the fiscal year ended **January 31, 2024** **January 31, 2025**, filed with the United States Securities and Exchange Commission on **April 1, 2024** **April 1, 2025**.

The Company's business experiences seasonal fluctuations in net sales and net income, with a more significant portion of net sales typically realized in the second half of each year predominantly due to the year-end holiday period. Historically, and consistent with the retail industry, this seasonality also impacts our working capital requirements, particularly with regard to inventory. Accordingly, the results of operations for the three **and nine** months ended **October 31, 2024** **April 30, 2025** are not necessarily indicative of the results to be expected for the full year.

The Company's fiscal year ends on January 31. All references in these notes to the Company's fiscal years refer to the fiscal years ended on January 31 in those years. For example, the Company's fiscal year **2025** **2026** will end on **January 31, 2025** **January 31, 2026**.

**Recent Accounting Pronouncements**

In November 2024, the Financial Accounting Standards Board ("FASB") issued an accounting standards update which requires disaggregated disclosure of certain costs and expenses including purchases of inventory, employee compensation, depreciation, amortization and other costs within relevant income statement captions. The update will be effective for the Company in its annual consolidated financial statements for the fiscal year ending January 31, 2028, and interim periods thereafter. The Company is currently assessing this update and the additional disclosures that will be required within the notes to its consolidated financial statements.

In December 2023, the FASB issued an accounting standards update which includes amendments that further enhance income tax disclosures. The update requires disaggregated information about an entity's effective tax rate reconciliation and income taxes paid by jurisdiction, among other changes. The update will be effective for the Company in its annual consolidated financial statements for the fiscal year ending January 31, 2026, and can be applied prospectively or retrospectively. The Company is currently assessing this update and the additional disclosures that will be required within the notes to its consolidated financial statements.

In November 2023, the FASB issued an accounting standards update that introduces additional segment disclosure requirements. The update requires entities to quantitatively disclose significant segment expenses that are regularly provided to the chief operating decision maker for each reportable segment as well as an amount for other segment items for each reportable segment and a description of their composition. Entities are also required to disclose how reported measures of segment profit or loss are used in assessing segment performance and deciding how to allocate resources. The update will be effective for the Company in its annual consolidated financial statements for the fiscal year ending January 31, 2025, and interim periods thereafter. The Company is currently assessing this update and expects adoption of this update to result in additional disclosures in the notes to its consolidated financial statements. The update will be applied retrospectively to all prior periods presented.

## 2. Revenue from Contracts with Customers

Contract receivables occur when the Company satisfies all of its performance obligations under a contract and recognizes revenue prior to billing or receiving consideration from a customer for which it has an unconditional right to payment. Contract receivables arise from credit card and other electronic payment transactions and sales to the Company's wholesale segment customers and franchisees. For the **nine** **three** month period ended **October 31, 2024** **April 30, 2025**, the opening and closing balances of contract receivables, net of allowance for doubtful accounts, were \$

**774,014**

and \$

93,248, respectively. For the three month period ended April 30, 2024, the opening and closing balances of contract receivables, net of allowance for doubtful accounts, were \$67,008 and \$96,977, respectively. For the nine month period ended October 31, 2023, the opening and closing balances of contract receivables, net of allowance for doubtful accounts, were \$70,339 and \$77,399 **88,297**, respectively. Contract receivables are included in "Accounts receivable, net of allowance for doubtful accounts" in the Condensed Consolidated Balance Sheets.

Contract liabilities represent unearned revenue and result from the Company receiving consideration in a contract with a customer for which it has not satisfied all of its performance obligations. The Company's contract liabilities result from the issuance of gift cards, **customer deposits**, **Nuuly Rent** deferred subscription fee revenue, **customer deposits** and customer loyalty programs. Gift cards are expected to be redeemed within two years of issuance, with the majority of

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redemptions occurring in the first year. For the **nine** **three** month period ended **October 31, 2024** **April 30, 2025**, the opening and closing balances of contract liabilities were \$101,866 and \$100,887, respectively. For the three month period ended April 30, 2024, the opening and closing balances of contract liabilities were \$91,408 and \$87,517, respectively. For the nine month period ended October 31, 2023, the opening and closing balances of contract liabilities were \$82,867 and \$70,763 **89,127**, respectively. Contract liabilities are included in "Accrued expenses, accrued compensation and other current liabilities" in the Condensed Consolidated Balance Sheets. During the **nine** **three** month period ended **October 31, 2024** **April 30, 2025**, the Company recognized \$43,646 **39,773** of revenue that was included in the contract liability balance at the beginning of the period. During the **nine** **three** month period ended **October 31, 2023** **April 30, 2024**, the Company recognized \$32,828 **28,172** of revenue that was included in the contract liability balance at the beginning of the period.

## 3. Marketable Securities

During all periods shown, marketable securities are classified as available-for-sale. The amortized cost, gross unrealized gains (losses) and fair value of available-for-sale securities by major security type and class of security as of **October 31, 2024** **April 30, 2025**, **January 31, 2024** **January 31, 2025** and **October 31, 2023** **April 30, 2024** were as follows:

	Amortized Cost	Unrealized Gains	Unrealized (Losses)	Fair Value	Amortized Cost	Unrealized Gains	Unrealized (Losses)	Fair Value
<b>As of October 31, 2024</b>								
<b>As of April 30, 2025</b>								
Short-term Investments:								

Corporate bonds	\$ 178,736	\$ 151	\$ (187)	\$ 178,700	\$ 181,973	\$ 102	\$ (170)	\$ 181,905
US Treasury securities	3,952	—	(3)	3,949				
Federal government agencies	72,598	71	(20)	72,649	38,187	29	(4)	38,212
Municipal and pre-refunded municipal bonds	64,129	70	(33)	64,166	43,152	36	(10)	43,178
US Treasury securities	1,491	—	(3)	1,488				
Certificates of deposit	20,499	—	—	20,499	10,499	—	—	10,499
Commercial paper	2,943	—	—	2,943	7,842	—	—	7,842
	340,396	292	(243)	340,445	285,605	167	(187)	285,585
Long-term Investments:								
Corporate bonds	110,302	266	(398)	110,170	203,858	915	(108)	204,665
US Treasury securities	87,179	989	—	88,168				
Federal government agencies	35,098	16	(285)	34,829	46,308	44	(90)	46,262
Municipal and pre-refunded municipal bonds	16,778	30	(12)	16,796	6,775	37	(2)	6,810
US Treasury securities	59,507	197	(51)	59,653				
Mutual funds, held in rabbi trust	19,764	75	(807)	19,032				
Certificates of deposit	1,000	—	—	1,000	1,000	—	—	1,000
Mutual funds, held in rabbi trust	15,756	2,035	(2)	17,789				
	238,441	2,544	(748)	240,237	364,884	2,060	(1,007)	365,937
	\$ 578,837	\$ 2,836	\$ (991)	\$ 580,682	\$ 650,489	\$ 2,227	\$ (1,194)	\$ 651,522

	Amortized Cost	Unrealized Gains	Unrealized (Losses)	Fair Value	Amortized Cost	Unrealized Gains	Unrealized (Losses)	Fair Value
<b>As of January 31, 2024</b>								
<b>As of January 31, 2025</b>								
Short-term Investments:								
Corporate bonds	\$ 123,418	\$ 27	\$ (883)	\$ 122,562	\$ 186,732	\$ 103	\$ (114)	\$ 186,721
US Treasury securities	5,415	—	(5)	5,410				
Federal government agencies	68,730	35	(94)	68,671	53,663	55	(7)	53,711
Municipal and pre-refunded municipal bonds	47,915	9	(414)	47,510	53,772	70	(8)	53,834
US Treasury securities	27,231	—	(36)	27,195				
Certificates of deposit	10,249	—	—	10,249	10,499	—	—	10,499
Commercial paper	10,557	—	—	10,557	9,774	—	—	9,774
	288,100	71	(1,427)	286,744	319,855	228	(134)	319,949
Long-term Investments:								
Corporate bonds	147,924	441	(388)	147,977	233,418	298	(500)	\$ 233,216
US Treasury securities	92,852	226	(90)	92,988				
Federal government agencies	65,698	138	(94)	65,742	50,579	16	(292)	50,303
Municipal and pre-refunded municipal bonds	39,243	160	(35)	39,368	14,770	35	(8)	14,797
US Treasury securities	34,604	169	(26)	34,747				
Mutual funds, held in rabbi trust	15,673	2,246	(15)	17,904				

Certificates of deposit	11,250	—	—	11,250	1,000	—	—	1,000
Mutual funds, held in rabbi trust	13,817	1,344	(93)	15,068				
	312,536	2,252	(636)	314,152	408,292	2,821	(905)	410,208
	<u>\$ 600,636</u>	<u>\$ 2,323</u>	<u>\$ (2,063)</u>	<u>\$ 600,896</u>	<u>\$ 728,147</u>	<u>\$ 3,049</u>	<u>\$ (1,039)</u>	<u>\$ 730,157</u>
	<b>Amortized Cost</b>	<b>Unrealized Gains</b>	<b>Unrealized (Losses)</b>	<b>Fair Value</b>	<b>Amortized Cost</b>	<b>Unrealized Gains</b>	<b>Unrealized (Losses)</b>	<b>Fair Value</b>
<b>As of October 31, 2023</b>								
<b>As of April 30, 2024</b>								
Short-term Investments:								
Corporate bonds	\$ 102,766	\$ —	\$ (1,336)	\$ 101,430	\$ 145,891	\$ 3	\$ (1,000)	\$ 144,894
US Treasury securities	28,925	—	(127)	28,798				
Federal government agencies	66,216	—	(233)	65,983	76,515	—	(204)	76,311
Municipal and pre-refunded municipal bonds	48,115	—	(727)	47,388	49,515	4	(204)	49,315
US Treasury securities	13,157	—	(7)	13,150				
Certificates of deposit	249	—	—	249	10,249	—	—	10,249
Commercial paper	20,976	—	—	20,976	2,991	—	—	2,991
	<u>251,479</u>	<u>—</u>	<u>(2,303)</u>	<u>249,176</u>	<u>314,086</u>	<u>7</u>	<u>(1,535)</u>	<u>312,558</u>
Long-term Investments:								
Corporate bonds	53,555	4	(1,155)	52,404	119,907	19	(1,116)	118,810
US Treasury securities	49,943	—	(677)	49,266				
Federal government agencies	49,203	—	(388)	48,815	53,486	—	(502)	52,984
Municipal and pre-refunded municipal bonds	10,224	3	(136)	10,091	38,785	9	(286)	38,508
US Treasury securities	7,398	1	(71)	7,328				
Mutual funds, held in rabbi trust	15,950	443	(33)	16,360				
Certificates of deposit	1,250	—	—	1,250	11,250	—	—	11,250
Mutual funds, held in rabbi trust	13,252	147	(348)	13,051				
	<u>134,882</u>	<u>155</u>	<u>(2,098)</u>	<u>132,939</u>	<u>289,321</u>	<u>471</u>	<u>(2,614)</u>	<u>287,178</u>
	<u>\$ 386,361</u>	<u>\$ 155</u>	<u>\$ (4,401)</u>	<u>\$ 382,115</u>	<u>\$ 603,407</u>	<u>\$ 478</u>	<u>\$ (4,149)</u>	<u>\$ 599,736</u>

Proceeds from the sales and maturities of available-for-sale securities were \$309,178 203,416 and \$242,847 91,081 for the nine three months ended October 31, 2024 April 30, 2025, and 2023 2024, respectively. The Company included in "Other income, net," in the Condensed Consolidated Statements of Income, a net realized loss of \$17 and \$96 for the three and nine months ended October 31, 2024, respectively, and a net realized gain of \$2,266 and a net realized loss of \$4,23 for the three and nine months ended October 31, 2023, April 30, 2025 and 2024, respectively. Amortization of discounts and premiums, net, included in "Other income, net" in the Condensed Consolidated Statements of Income, resulted in a benefit of \$1,832 1,543 and \$6,053 2,155 for the three and nine months ended October 31, 2024, respectively, April 30, 2025 and a benefit of \$1,406 and \$2,578 for the three and nine months ended October 31, 2023, 2024, respectively. Amortization of discounts and premiums, net, is included in "Other income, net" in the Condensed Consolidated Statements of Income. Mutual funds represent assets held in an irrevocable rabbi trust for the Company's Non-qualified Deferred Compensation Plan ("NQDC"). These assets are a source of funds to match the funding obligations to participants in the NQDC but are subject to the Company's general creditors. The Company elected the fair value option for financial assets for the mutual funds held in the rabbi trust resulting in all unrealized gains and losses being recorded in "Other income, net" in the Condensed Consolidated Statements of Income.

#### 4. Fair Value

The Company utilizes a hierarchy that prioritizes fair value measurements based on the types of inputs used for the various valuation techniques (market approach, income approach and cost approach) that relate to its financial assets and financial liabilities. The levels of the hierarchy are described as follows:

- Level 1: Observable inputs such as quoted prices in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices that are observable for the asset or liability, either directly or indirectly; these include quoted prices for similar assets or liabilities in active markets and quoted prices for identical or similar assets or liabilities in markets that are not active.
- Level 3: Unobservable inputs that reflect the Company's own assumptions.

Management's assessment of the significance of a particular input to the fair value measurement requires judgment and may affect the valuation of financial assets and liabilities and their placement within the fair value hierarchy. The Company's financial assets that are accounted for at fair value on a recurring basis are presented in the tables below:

Assets:	Marketable Securities Fair Value as of				Marketable Securities Fair Value as of			
	October 31, 2024				April 30, 2025			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Corporate bonds	\$ —	\$ 288,870	\$ —	\$ 288,870	\$ —	\$ 386,570	\$ —	\$ 386,570
US Treasury securities	—	92,117	—	92,117	—	84,474	—	84,474
Federal government agencies	—	107,478	—	107,478	—	49,988	—	49,988
Municipal and pre-refunded municipal bonds	—	80,962	—	80,962	—	—	—	—
US Treasury securities	—	61,141	—	61,141	—	—	—	—
Mutual funds, held in rabbi trust	19,032	—	—	19,032	—	—	—	—
Certificates of deposit	—	21,499	—	21,499	—	11,499	—	11,499
Mutual funds, held in rabbi trust	17,789	—	—	17,789	—	—	—	—
Commercial paper	—	2,943	—	2,943	—	7,842	—	7,842
	\$ 17,789	\$ 562,893	\$ —	\$ 580,682	\$ 19,032	\$ 632,490	\$ —	\$ 651,522
Marketable Securities Fair Value as of								
January 31, 2024				January 31, 2025				
Assets:	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Corporate bonds	\$ —	\$ 270,539	\$ —	\$ 270,539	\$ —	\$ 419,937	\$ —	\$ 419,937
US Treasury securities	—	98,398	—	98,398	—	—	—	—
Federal government agencies	—	134,413	—	134,413	—	104,014	—	104,014
Municipal and pre-refunded municipal bonds	—	86,878	—	86,878	—	68,631	—	68,631
US Treasury securities	—	61,942	—	61,942	—	—	—	—
Mutual funds, held in rabbi trust	17,904	—	—	17,904	—	—	—	—
Certificates of deposit	—	21,499	—	21,499	—	11,499	—	11,499
Mutual funds, held in rabbi trust	15,068	—	—	15,068	—	—	—	—
Commercial paper	—	10,557	—	10,557	—	9,774	—	9,774
	\$ 15,068	\$ 585,828	\$ —	\$ 600,896	\$ 17,904	\$ 712,253	\$ —	\$ 730,157
Marketable Securities Fair Value as of								
October 31, 2023				April 30, 2024				
Assets:	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Corporate bonds	\$ —	\$ 153,834	\$ —	\$ 153,834	\$ —	\$ 263,704	\$ —	\$ 263,704
US Treasury securities	—	78,064	—	78,064	—	—	—	—
Federal government agencies	—	114,798	—	114,798	—	129,295	—	129,295
Municipal and pre-refunded municipal bonds	—	57,479	—	57,479	—	87,823	—	87,823

US Treasury securities	—	20,478	—	20,478			
Mutual funds, held in rabbi trust	16,360	—	—	16,360			
Certificates of deposit	—	1,499	—	1,499	—	21,499	—
Mutual funds, held in rabbi trust	13,051	—	—	13,051			
Commercial paper	—	20,976	—	20,976	—	2,991	—
	<u>\$ 13,051</u>	<u>\$ 369,064</u>	<u>\$ —</u>	<u>\$ 382,115</u>	<u>\$ 16,360</u>	<u>\$ 583,376</u>	<u>\$ —</u>
							<u>\$ 599,736</u>

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### Financial assets

Level 1 assets consist of financial instruments whose value has been based on inputs that use, as their basis, readily observable market data that are actively quoted and are validated through external sources, including third-party pricing services and brokers.

Level 2 assets consist of financial instruments whose value has been based on quoted prices for similar assets and liabilities in active markets as well as quoted prices for identical or similar assets or liabilities in markets that are not active.

Level 3 assets consist of financial instruments where there has been no active market. The Company held no Level 3 financial instruments as of **October 31, 2024** **April 30, 2025**, **January 31, 2024** **January 31, 2025** and **October 31, 2023** **April 30, 2024**.

The fair value of cash and cash equivalents (Level 1) approximates carrying value since cash and cash equivalents consist of short-term highly liquid investments with maturities of less than three months at the time of purchase. As of **October 31, 2024** **April 30, 2025**, **January 31, 2024** **January 31, 2025** and **October 31, 2023** **April 30, 2024**, cash and cash equivalents included cash on hand, cash in banks, money market accounts and marketable securities with maturities of less than three months at the time of purchase.

### Non-financial assets

The Company's non-financial assets, primarily consisting of property and equipment and lease-related right-of-use assets, are tested for impairment whenever events or changes in circumstances indicate that the carrying value may not be recoverable.

The fair value of property and equipment was determined using a discounted cash-flow model that utilized Level 3 inputs. The Company's retail locations are reviewed for impairment at the retail location level, which is the lowest level at which individual cash flows can be identified. In calculating future cash flows, the Company makes estimates regarding future operating results based on its experience and knowledge of market factors in its retail locations. Right-of-use assets are tested for impairment in the same manner as property and equipment. For lease right-of-use assets, the Company determines the estimated fair value of the assets by comparing the discounted contractual rent payments to estimated market rent using an acceptable valuation methodology.

During the **nine** **three** months ended **October 31, 2024** and **2023**, **April 30, 2025**, impairment charges were zero. During the **three** months ended **April 30, 2024**, the Company determined that certain long-lived assets at the Company's retail locations were unable to recover their carrying values and were written down to their fair values. During the **three** months ended **October 31, 2024**, impairment charges were zero. During the **nine** months ended **October 31, 2024** **April 30, 2024**, the Company recorded impairment charges of \$815 for one retail location, with a carrying value after impairment of \$1,500 related to the right-of-use asset. Additionally, during the fourth quarter of fiscal 2024, the Company committed to a cease-use date of February 29, 2024 at one retail location for which the lease was not terminated, resulting in lease abandonment charges of \$3,786 during the **nine** **three** months ended **October 31, 2024** **April 30, 2024**. During the **three** and **nine** months ended **October 31, 2023**, the Company recorded impairment charges of \$1,392 across five retail locations, with a carrying value after impairment of \$5,996 related to the right-of-use assets.

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## 5. Debt

On February 10, 2023, the Company and certain of its subsidiaries entered into the fourth amendment (the "Fourth Amendment") to the Company's amended and restated credit agreement (the "Amended Credit Agreement"), amending the Company's asset-based revolving credit facility with its lenders, including JPMorgan Chase Bank, N.A., as administrative agent, joint lead arranger and co-book managers along with Wells Fargo Bank, National Association (the "Amended Credit Facility"). The Fourth Amendment permits the Company to purchase an equity membership interest in a federal low-income housing tax credit entity. See Note 6, "Tax Credit Investment," for further discussion of the investment.

The Amended Credit Facility provides for loans and letters of credit up to \$350,000, subject to a borrowing base that is comprised of the Company's eligible accounts receivable and inventory and includes a swing-line sub-facility, a multicurrency sub-facility and the option to expand the facility by up to \$150,000. Borrowings under the Amended Credit Facility may be used for working capital and other general corporate purposes. The Amended Credit Facility matures in June 2027.

The Amended Credit Facility provides for interest on borrowings, at the Company's option, at either (i) adjusted SOFR, CDOR, SONIA or EURIBOR plus an applicable margin ranging from 1.125% to 1.375%, or (ii) an adjusted ABR plus an applicable margin ranging from 0.125% to 0.375%, each such applicable margin depending on the level of availability under the Amended Credit Facility. Depending on the type of borrowing, interest on the Amended Credit Facility is payable monthly, quarterly or at the end of the applicable interest period. A commitment fee of 0.20% is payable quarterly on the unused portion of the Amended Credit Facility.

All obligations under the Amended Credit Facility are unconditionally guaranteed by the Company and certain of its U.S. subsidiaries. The obligations under the Amended Credit Facility are secured by a first-priority security interest in inventory, accounts receivable and certain other assets of the Company and certain of its U.S. subsidiaries. The obligations of URBN Canada Retail, Inc. are secured by a first-priority security interest in its inventory, accounts receivable and certain other assets. The Amended Credit Agreement contains customary representations and warranties, negative and affirmative covenants and provisions relating to events of default.

As of **October 31, 2024** **April 30, 2025**, the Company had \$0 in borrowings under the Amended Credit Facility. As of **October 31, 2024** **April 30, 2025**, the Company was in compliance with the terms of the Amended Credit Agreement and expects to remain in compliance with all terms, including covenants, of the Amended Credit Agreement. Outstanding stand-by letters of credit, which reduce the funds available under the Amended Credit Facility, were \$9,668,891. Interest expense for the Amended Credit Facility was \$731,241 and \$727,240 for the **nine** **three** months ended **October 31, 2024** **April 30, 2025** and **2023**, 2024, respectively, which was included in "Other income, net" in the Condensed Consolidated Statements of Income.

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## 6. Tax Credit Investment

On February 10, 2023, the Company committed \$100,000 to purchase an equity membership interest in a federal low-income housing tax credit entity. An initial payment of \$20,000 was paid at closing with Refer to Note 10, "Income Taxes," in the remaining balance payable in quarterly installments

over a five-year period beginning in fiscal 2024. The present value of such payments was \$62,120 and was recorded as an increase **Notes** to the **Initial Consolidated Financial Statements** on Form 10-K for the fiscal year ended January 31, 2025, for additional information on the tax credit **investment asset** and liability. In exchange for the total payments of \$**investment**.

100,000, the Company expects to realize a comparable amount of tax credits and other tax benefits that will reduce its future federal income tax payments. Although the investment vehicle is considered a variable interest entity, the Company is not the primary beneficiary, and therefore, the investment is not consolidated. The Company has elected to use the practical expedient method of amortization, which approximates the proportional amortization method, to amortize the investment to income tax expense in proportion to the tax credits received over an estimated 10-year tax credit period beginning in the first quarter of fiscal 2024. The Company included in "Other income, net" in the Condensed Consolidated Statements of Income, interest expense related to the accretion of the liability of \$1,221 1,052 and \$3,763 1,286 for the three and nine months ended **October 31, 2024**, respectively, **April 30, 2025** and \$1,344 and \$4,875 for the three and nine months ended **October 31, 2023, 2024**, respectively. Included in "Income tax expense" in the Condensed Consolidated Statements of Income was amortization of the investment of \$4,112 4,293 and \$12,872 4,380 for the three and nine months ended **October 31, 2024**, respectively, **April 30, 2025** and \$3,976 and \$11,929 for the three and nine months ended **October 31, 2023, 2024**, respectively. Also included in "Income tax expense" in the Condensed Consolidated Statements of Income were income tax credits and other income tax benefits of \$6,012 5,967 and \$18,262 6,128 for the three and nine months ended **October 31, 2024**, respectively, **April 30, 2025** and \$5,600 and \$16,979 for the three and nine months ended **October 31, 2023, 2024**, respectively. The carrying value of the investment is recorded in "Other assets" in the Condensed Consolidated Balance Sheets. The liabilities for the present value of the estimated future capital contributions are recorded in "Accrued expenses, accrued compensation and other current liabilities" and "Other non-current liabilities" in the Condensed Consolidated Balance Sheets. The following table summarizes the balances related to the investment at **October 31, 2024** **April 30, 2025**, **January 31, 2024** **January 31, 2025** and **October 31, 2023** **April 30, 2024**:

	October 31,	January 31,	October 31,	April 30,	January 31,	April 30,
	2024	2024	2023	2025	2025	2024
Other assets	\$ 53,136	\$ 66,214	\$ 70,190	\$ 44,491	\$ 48,784	\$ 61,834
Accrued expenses, accrued compensation and other current liabilities	16,878	10,507	7,738	16,258	16,571	13,337
Other non-current liabilities	34,497	47,293	51,375	26,863	30,722	43,122

## 7. Share-Based Compensation

The Company maintains stock incentive plans pursuant to which it can grant restricted shares, unrestricted shares, incentive stock options, non-qualified stock options, restricted stock units ("RSUs"), performance stock units ("PSUs") or stock appreciation rights. The fair value of PSUs and RSUs is equal to the stock price on the date of the grant. Share-based compensation expense included in "Selling, general and administrative expenses" in the Condensed Consolidated Statements of Income, for the three and nine months ended **October 31, 2024** **April 30, 2025** and **2023, 2024**, was as follows:

	Three Months Ended		Nine Months Ended	
	October 31,		October 31,	
	2024	2023	2024	2023
Performance Stock Units	\$ 1,186	\$ 1,231	\$ 3,609	\$ 3,782
Restricted Stock Units	6,624	6,458	19,757	19,463
Total	\$ 7,810	\$ 7,689	\$ 23,366	\$ 23,245

Three Months Ended
April 30,

	2025	2024
Performance Stock Units	\$ 1,205	\$ 1,237
Restricted Stock Units	6,558	6,362
<b>Total</b>	<b>\$ 7,763</b>	<b>\$ 7,599</b>

Share-based awards granted and the weighted-average fair value of such awards for the **nine** **three** months ended **October 31, 2024** **April 30, 2025** was as follows:

	Nine Months Ended			April 30, 2025		
	October 31, 2024			Weighted-Average		
	Awards	Granted	Value	Awards	Granted	Value
Performance Stock Units	107,345	\$	41.92	84,051	\$	56.77
Restricted Stock Units	701,745	\$	41.79	498,046	\$	56.77
<b>Total</b>	<b>809,090</b>			<b>582,097</b>		

During the **nine** **three** months ended **October 31, 2024** **April 30, 2025**, **60,000** stock options were exercised, **157,082** **180,713** PSUs vested and **843,597** **805,816** RSUs vested.

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The total unrecognized compensation cost related to outstanding share-based awards and the weighted-average period in which the cost is expected to be recognized as of **October 31, 2024** **April 30, 2025** was as follows:

	October 31, 2024			April 30, 2025		
	Unrecognized Compensation		Weighted-Average	Unrecognized Compensation		Weighted-Average
	Cost	Years	Cost	Years	Cost	Years
Performance Stock Units	\$ 6,160	2.0	\$ 8,539	2.3		
Restricted Stock Units	36,207	2.0	50,634	2.4		
<b>Total</b>	<b>\$ 42,367</b>		<b>\$ 59,173</b>			

## 8. Shareholders' Equity

Share repurchase activity under the Company's share repurchase program was as follows:

	Three Months Ended		Nine Months Ended		Three Months Ended	
	October 31,		October 31,		April 30,	
	2024	2023	2024	2023	2025	2024
Number of common shares repurchased and subsequently retired			1,200,000	—	3,274,260	—
Total cost <sup>(1)</sup>	\$ —	\$ —	\$ 52,262	\$ —	\$ 151,935	\$ —
Average cost per share, including commissions	\$ —	\$ —	\$ 43.55	\$ —	\$ 46.40	\$ —

(1) Under the Inflation Reduction Act, the Company's share repurchases, net of issuances, are subject to a 1% excise tax. The total cost of share repurchases during the three and nine months ended October 31, 2024 April 30, 2025, excludes excise tax incurred of \$234 1,193.

On June 4, 2019, the Company's Board of Directors authorized the repurchase of 20,000,000 common shares under a share repurchase program. As of October 31, 2024 April 30, 2025, 17,956,390 14,682,130 common shares were remaining under the program.

During the nine three months ended October 31, 2024 April 30, 2025, the Company acquired and subsequently retired 363,369 379,283 common shares at a total cost of \$15,264 20,241 from employees to meet payroll tax withholding requirements on vested share-based awards. During the nine three months ended October 31, 2023 April 30, 2024, the Company acquired and subsequently retired 308,649 342,845 common shares at a total cost of \$8,353 14,445 from employees to meet payroll tax withholding requirements on vested share-based awards.

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## 9. Other Comprehensive Income (Loss) and Accumulated Other Comprehensive Loss

The following tables present the changes in "Accumulated other comprehensive loss," by component, net of tax, for the three and nine months ended October 31, 2024 April 30, 2025 and 2023; 2024.

	Three Months Ended October 31, 2024			Nine Months Ended October 31, 2024			Three Months Ended April 30, 2025		
	Unrealized Gains			Unrealized Gains			Unrealized Gains		
	Foreign	and (Losses) on	Foreign	and (Losses) on	Foreign	and (Losses) on	Foreign	and (Losses) on	Foreign
	Currency	Available-for-	Currency	Available-for-	Currency	Available-for-	Currency	Available-for-	Currency
	Translation	Sale Securities	Total	Translation	Sale Securities	Total	Translation	Sale Securities	Total
Balance at beginning of period	\$ (37,914)	\$ (518)	\$ (38,432)	\$ (38,376)	\$ (771)	\$ (39,147)	\$ (46,474)	\$ (166)	\$ (46,640)
Other comprehensive income before reclassifications	671	396	1,067	1,133	728	1,861	16,064	1,232	17,296
Amounts reclassified from accumulated other comprehensive loss	—	(17)	(17)	—	(96)	(96)	—	266	266
Net current-period other comprehensive income	671	379	1,050	1,133	632	1,765	16,064	1,498	17,562
Balance at end of period	\$ (37,243)	\$ (139)	\$ (37,382)	\$ (37,243)	\$ (139)	\$ (37,382)	\$ (30,410)	\$ 1,332	\$ (29,078)

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Three Months Ended October 31, 2023	Nine Months Ended October 31, 2023	Three Months Ended April 30, 2024
Unrealized Gains	Unrealized Gains	Unrealized Gains

	Foreign and (Losses) on Currency Available-for- Translation Sale Securities Total			Foreign and (Losses) on Currency Available-for- Translation Sale Securities Total			Foreign and (Losses) on Currency Available-for- Translation Sale Securities Total		
Balance at beginning of period	\$ (35,132)	\$ (3,670)	\$ (38,802)	\$ (42,824)	\$ (5,811)	\$ (48,635)	\$ (38,376)	\$ (771)	\$ (39,147)
Other comprehensive income before reclassifications	(11,961)	592	(11,369)	(4,269)	2,739	(1,530)			
Other comprehensive loss before reclassifications	(3,298)	(2,279)	(5,577)						
Amounts reclassified from accumulated other comprehensive loss	—	2	2	—	(4)	(4)	—	(23)	(23)
Net current-period other comprehensive income	(11,961)	594	(11,367)	(4,269)	2,735	(1,534)			
Net current-period other comprehensive loss	(3,298)	(2,302)	(5,600)						
Balance at end of period	<u>\$ (47,093)</u>	<u>\$ (3,076)</u>	<u>\$ (50,169)</u>	<u>\$ (47,093)</u>	<u>\$ (3,076)</u>	<u>\$ (50,169)</u>	<u>\$ (41,674)</u>	<u>\$ (3,073)</u>	<u>\$ (44,747)</u>

All unrealized gains and losses on available-for-sale securities reclassified from accumulated other comprehensive loss were recorded in "Other income, net" in the Condensed Consolidated Statements of Income.

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## 10. Net Income per Common Share

Basic net income per common share is calculated by dividing net income by the weighted-average number of common shares outstanding. Diluted net income per common share is calculated by dividing net income by the weighted-average number of common shares and potentially dilutive securities outstanding during the period using the treasury stock method for the Company's stock options, performance stock units and restricted stock units. The following is a reconciliation of the weighted-average common shares outstanding and calculation of basic and diluted net income per common share:

	Three Months Ended		Nine Months Ended		Three Months Ended	
	October 31,		October 31,		April 30,	
	2024	2023	2024	2023	2025	2024
Net income	\$ 102,911	\$ 83,014	\$ 282,161	\$ 239,923	\$ 108,347	\$ 61,765
Basic weighted-average common shares outstanding	92,270,583	92,780,736	92,819,987	92,667,878	91,752,408	93,124,568
Effect of dilutive options, performance stock units and restricted stock units	1,587,267	1,667,640	1,692,002	1,500,180	1,723,427	1,876,138
Diluted weighted-average shares outstanding	<u>93,857,850</u>	<u>94,448,376</u>	<u>94,511,989</u>	<u>94,168,058</u>	<u>93,475,835</u>	<u>95,000,706</u>
Net income per common share:						
Basic	\$ 1.12	\$ 0.89	\$ 3.04	\$ 2.59	\$ 1.18	\$ 0.66

Diluted	\$ 1.10	\$ 0.88	\$ 2.99	\$ 2.55	\$ 1.16	\$ 0.65
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For both the three months ended October 31, 2024 and April 30, 2025, there were no awards to purchase 40,000 common shares at a price of \$46.42 that were excluded from the calculation of diluted net income per common share because for which the impact would be anti-dilutive.

For the nine three months ended October 31, 2024 and April 30, 2024, awards to purchase 40,000 common shares at a price of \$46.42 and 66,667 common shares ranging in price from \$28.47 to \$46.42, respectively, were excluded from the calculation of diluted net income per common share because the impact would be anti-dilutive.

Excluded from the calculation of diluted net income per common share as of October 31, 2024 April 30, 2025 and October 31, 2023 April 30, 2024, were 270,441 209,248 and 272,554 270,441 performance-based equity awards, respectively, because they did not meet the required performance criteria.

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## 11. Commitments and Contingencies

The Company is party to various legal proceedings arising from normal business activities. Management believes that the ultimate resolution of these matters will not have a material adverse effect on the Company's financial position, results of operations or cash flows.

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## 12. Segment Reporting

The Company offers lifestyle-oriented general merchandise and consumer products and services through a portfolio of global consumer brands. The Company operates three reportable segments – "Retail," "Nuuly" "Subscription" and "Wholesale."

The Company's Retail segment includes Anthropologie (which includes the Anthropologie and Terrain brands), Free People (which includes the Free People and FP Movement brands), Urban Outfitters and Menus & Venues. The Company has aggregated its brands into the Retail segment based upon their shared management, customer base and economic characteristics. Reporting in this format provides management with the financial information necessary to evaluate the success of the segments and the overall business. The Company's Retail segment omni-channel strategy enhances its customers' brand experience by providing a seamless approach to the customer shopping experience. All Company-owned Retail segment shopping channels are closely integrated, including retail locations, websites, mobile applications, social media and third-party platforms, catalogs and customer contact centers.

The Nuuly Company's Subscription segment includes the Nuuly brand, which offers customers a more sustainable way to explore fashion primarily through a monthly women's apparel subscription rental service.

The Company's Wholesale segment includes the Free People, FP Movement and Urban Outfitters brands. The Wholesale segment sells through department and specialty stores worldwide, third-party digital businesses and the Company's Retail segment.

The Company evaluates Company's chief operating decision maker is the performance of each segment based on the chief executive officer ("CEO"). The CEO regularly reviews net sales, gross profit and income from operations (excluding intercompany charges) when evaluating the performance of each segment and considers actual-to-budget variances for both profit measures when assessing segment performance and making decisions about the allocation of operating and capital resources to each segment. The CEO uses net sales, gross profit and income from operations when evaluating each segment during the budget and forecasting processes. The Company accounts for intersegment sales and transfers as if the sales and transfers were made to third parties making similar volume purchases. Corporate General corporate expenses include expenses incurred and directed by the corporate office that are not allocated to segments. The principal identifiable assets for the Retail and Wholesale segments are inventory and property and equipment. The principal identifiable assets for the Nuuly Subscription segment are rental product and property and equipment.

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The accounting policies of the reportable segments are the same as the policies described in Note 2, "Summary of Significant Accounting Policies," in the Notes to Consolidated Financial Statements included in the Company's Annual Report on Form 10-K for the fiscal year ended **January 31, 2024** **January 31, 2025**. All of the Company's segments are highly diversified. No one customer constitutes more than 10% of the Company's total consolidated net sales. A summary of the information about the Company's operations by segment is as follows:

	Three Months Ended		Nine Months Ended	
	October 31,		October 31,	
	2024	2023	2024	2023
<b>Net sales</b>				
Retail operations	\$ 1,182,557	\$ 1,145,766	\$ 3,441,698	\$ 3,309,956
Nuuly operations	97,232	65,516	265,870	172,779
Wholesale operations	85,496	74,257	215,517	198,440
Intersegment elimination	(3,430)	(4,365)	(8,539)	(14,132)
<b>Total net sales</b>	<b>\$ 1,361,855</b>	<b>\$ 1,281,174</b>	<b>\$ 3,914,546</b>	<b>\$ 3,667,043</b>
<b>Income from operations</b>				
Retail operations	\$ 119,071	\$ 111,731	\$ 346,157	\$ 338,995
Nuuly operations	4,051	280	8,145	(2,430)
Wholesale operations	20,235	14,525	44,987	27,910
Intersegment elimination	153	54	95	(358)
<b>Total segment operating income</b>	<b>\$ 143,510</b>	<b>\$ 126,590</b>	<b>\$ 399,384</b>	<b>\$ 364,117</b>
General corporate expenses	(14,819)	(17,612)	(50,934)	(51,658)
<b>Total income from operations</b>	<b>\$ 128,691</b>	<b>\$ 108,978</b>	<b>\$ 348,450</b>	<b>\$ 312,459</b>

	Subscription			
	Retail Operations	Operations	Operations	Total Company
<b>Three Months Ended April 30, 2025:</b>				
Net sales <sup>(1)</sup>	\$ 1,130,510	\$ 124,354	\$ 74,637	\$ 1,329,501
Cost of sales <sup>(2)</sup>	701,759	89,786	48,892	840,437
<b>Segment gross profit</b>	<b>428,751</b>	<b>34,568</b>	<b>25,745</b>	<b>489,064</b>
Segment selling, general and administrative expenses	306,121	27,552	8,712	342,385
<b>Segment income from operations</b>	<b>\$ 122,630</b>	<b>\$ 7,016</b>	<b>\$ 17,033</b>	<b>\$ 146,679</b>
Less general corporate expenses				18,452

<b>Income from operations</b>				\$ 128,227
Other income, net				9,646
<b>Income before income taxes</b>				<u>\$ 137,873</u>

	October 31, 2024	January 31, 2024	October 31, 2023
<b>Inventory</b>			
Retail operations	\$ 734,930	\$ 505,271	\$ 679,757
Wholesale operations	58,394	44,971	41,254
Total inventory	<u>\$ 793,324</u>	<u>\$ 550,242</u>	<u>\$ 721,011</u>
<b>Rental product, net (1)</b>			
Nuuly operations	\$ 210,315	\$ 163,119	\$ 140,749
Total rental product, net	<u>\$ 210,315</u>	<u>\$ 163,119</u>	<u>\$ 140,749</u>

**Three Months Ended April 30, 2024:**

Net sales(1)	\$ 1,062,685	\$ 77,942	\$ 60,105	\$ 1,200,732
Cost of sales (excluding store impairment and lease abandonment charges)				
(2)	686,340	60,023	41,383	787,746
Store impairment and lease abandonment charges	4,601	—	—	4,601
<b>Segment gross profit</b>	<u>371,744</u>	<u>17,919</u>	<u>18,722</u>	<u>408,385</u>
Segment selling, general and administrative expenses	283,857	19,145	7,466	310,468
<b>Segment income (loss) from operations</b>	<u>\$ 87,887</u>	<u>\$ (1,226)</u>	<u>\$ 11,256</u>	<u>\$ 97,917</u>
Less general corporate expenses				23,293
<b>Income from operations</b>				\$ 74,624
Other income, net				6,246
<b>Income before income taxes</b>				<u>\$ 80,870</u>

(1) Eliminated from Wholesale segment net sales were intercompany sales of \$2,792 and \$3,147 for the three months ended April 30, 2025, and 2024, respectively.

(2) Eliminated from Wholesale segment cost of sales were intercompany charges of \$2,818 and \$3,095 for the three months ended April 30, 2025, and 2024, respectively.

	April 30, 2025	January 31, 2025	April 30, 2024
<b>Inventory</b>			
Retail operations	\$ 601,983	\$ 556,522	\$ 531,653
Wholesale operations	61,820	64,624	47,337
Total inventory	<u>\$ 663,803</u>	<u>\$ 621,146</u>	<u>\$ 578,990</u>
<b>Rental product, net (1)</b>			
Subscription operations	\$ 222,448	\$ 216,126	\$ 184,311

(1) Rental product, net is included in "Other assets" in the Condensed Consolidated Balance Sheets.

<b>Property and equipment, net</b>				
Retail operations	\$ 1,191,499	\$ 1,182,084	\$ 1,182,197	\$ 1,213,621
Nuuly operations	129,902	102,102	88,761	
Subscription operations	129,805	130,715	123,085	
Wholesale operations	<u>3,144</u>	<u>2,355</u>	<u>1,694</u>	<u>3,131</u>
				3,205
				2,413

Total property and equipment, net	\$ 1,324,545	\$ 1,286,541	\$ 1,272,652	\$ 1,346,557	\$ 1,331,077	\$ 1,304,548
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The following tables summarize net sales and percentage of net sales from contracts with customers by merchandise category and by segment:

	Three Months Ended				
	October 31,				
	2024		2023		
<b>Net sales</b>					
Apparel	\$ 797,709	67 %	\$ 771,166	67 %	
Home	169,001	14 %	173,062	15 %	
Accessories	161,851	14 %	148,338	13 %	
Other	53,996	5 %	53,200	5 %	
Retail operations	1,182,557	100 %	1,145,766	100 %	
Nuuly operations	97,232		65,516		
Apparel	76,072	93 %	61,324	88 %	
Accessories	5,656	7 %	8,331	12 %	
Other	338	0 %	237	0 %	
Wholesale operations <sup>(1)</sup>	82,066	100 %	69,892	100 %	
Total net sales	\$ 1,361,855		\$ 1,281,174		
<b>Nine Months Ended</b>					
October 31,					
2024		2023			
<b>Net sales</b>					
Apparel	\$ 2,373,092	69 %	\$ 2,253,486	68 %	
Home	473,358	13 %	492,689	15 %	
Accessories	439,960	13 %	408,977	12 %	
Other	155,288	5 %	154,804	5 %	
Retail operations	3,441,698	100 %	3,309,956	100 %	
Nuuly operations	265,870		172,779		
Apparel	193,115	93 %	166,381	90 %	
Accessories	13,046	6 %	16,350	9 %	
Other	817	1 %	1,577	1 %	
Wholesale operations <sup>(1)</sup>	206,978	100 %	184,308	100 %	

Total net sales	\$ 3,914,546		\$ 3,667,043	
	Three Months Ended			
	April 30,			
	2025		2024	
<b>Net sales</b>				
Apparel	\$ 783,005	69%	\$ 742,955	70%
Home	147,687	13%	142,099	13%
Accessories	146,689	13%	129,264	12%
Other	53,129	5%	48,367	5%
Retail operations	1,130,510	100%	1,062,685	100%
Subscription operations	124,354		77,942	
Apparel	67,615	91%	56,541	94%
Accessories	6,772	9%	3,348	6%
Other	250	0%	216	0%
Wholesale operations (1)	74,637	100%	60,105	100%
<b>Total net sales</b>	<b>\$ 1,329,501</b>		<b>\$ 1,200,732</b>	

(1) Net of intersegment elimination.

The Apparel category includes intimates and activewear. The Home category includes home furnishings, electronics, gifts and decorative items. The Accessories category includes footwear, jewelry and handbags. The Other category includes beauty and shipping and handling revenue.

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The Company has foreign operations primarily in Europe and Canada. Revenues and long-lived assets, based upon the Company's domestic and foreign operations, are as follows:

	October 31,	January 31,	October 31,	April 30,	January 31,	April 30,
	2024	2024	2023	2025	2025	2024
<b>Property and equipment, net</b>						
Domestic operations	\$ 1,175,015	\$ 1,130,332	\$ 1,123,317	\$ 1,193,445	\$ 1,188,769	\$ 1,153,245
Foreign operations	149,530	156,209	149,335	153,112	142,308	151,303
<b>Total property and equipment, net</b>	<b>\$ 1,324,545</b>	<b>\$ 1,286,541</b>	<b>\$ 1,272,652</b>	<b>\$ 1,346,557</b>	<b>\$ 1,331,077</b>	<b>\$ 1,304,548</b>

Net Sales	Three Months Ended		Nine Months Ended		Three Months Ended	
	October 31,		October 31,		April 30,	
	2024	2023	2024	2023	2025	2024
Domestic operations	\$ 1,191,418	\$ 1,121,033	\$ 3,425,791	\$ 3,205,038	\$ 1,172,150	\$ 1,058,923
Foreign operations	170,437	160,141	488,755	462,005	157,351	141,809
<b>Total net sales</b>	<b>\$ 1,361,855</b>	<b>\$ 1,281,174</b>	<b>\$ 3,914,546</b>	<b>\$ 3,667,043</b>	<b>\$ 1,329,501</b>	<b>\$ 1,200,732</b>

## Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

Certain matters contained in this filing with the United States Securities and Exchange Commission ("SEC") may contain forward-looking statements and are being made pursuant to the "safe harbor" provisions of the Private Securities Litigation Reform Act of 1995. When used in this Quarterly Report on Form 10-Q, the words "project," "believe," "plan," "will," "anticipate," "expect" and similar expressions are intended to identify forward-looking statements, although not all forward-looking statements contain these identifying words. Any one, or all, of the following factors could cause actual financial results to differ materially from those financial results mentioned in the forward-looking statements: overall economic and market conditions (including current levels of inflation) and worldwide political events and the resultant impact on consumer spending patterns and our pricing power, the difficulty in predicting and responding to shifts in fashion trends, changes in the level of competitive pricing and promotional activity and other industry factors, the effects of the implementation of the United Kingdom's withdrawal from membership in the European Union (commonly referred to as "Brexit"), including currency fluctuations, economic conditions and legal or regulatory changes, any effects of war, including geopolitical instability, impacts of the conflict in the Middle East and impacts of the war between Russia and Ukraine and from related sanctions imposed by the United States, European Union, United Kingdom and others, terrorism and civil unrest, natural disasters, severe or unseasonable weather conditions (including as a result of climate change) or public health crises (such as the coronavirus (COVID-19)), labor shortages and increases in labor costs, raw material costs and transportation costs, availability of suitable retail space for expansion, timing of store openings, risks associated with international expansion, seasonal fluctuations in gross sales, response to new concepts, our ability to integrate acquisitions, risks associated with digital sales, our ability to maintain and expand our digital sales channels, any material disruptions or security breaches with respect to our technology systems, our effective utilization of technological advancements, including in artificial intelligence, the departure of one or more key senior executives, import risks (including any shortage of transportation capacities or delays at ports), changes to U.S. and foreign trade policies (including the enactment of tariffs such as retaliatory tariffs), border adjustment taxes or increases in duties or quotas, quotas, the unexpected closing or disruption of, or any damage to, any of our distribution centers, our ability to protect our intellectual property rights, failure of our manufacturers and third-party vendors to comply with our social compliance program, risks related to environmental, social and governance activities, changes in our effective income tax rate, changes in accounting standards and subjective assumptions, regulatory changes and legal matters and other risks identified in our filings with the SEC, including those set forth in Item 1A of our Annual Report on Form 10-K for the fiscal year ended January 31, 2024 January 31, 2025, filed on April 1, 2024 April 1, 2025. We disclaim any intent or obligation to update forward-looking statements even if experience or future changes make it clear that actual results may differ materially from any projected results expressed or implied therein.

Unless the context otherwise requires, all references to the "Company," "we," "us" or "our" refer to Urban Outfitters, Inc., together with its subsidiaries.

### Overview

We operate under three reportable segments – Retail, Nuuly Subscription and Wholesale. Our Retail segment primarily includes our Anthropologie, Free People, FP Movement and Urban Outfitters brands. Our Retail segment consumer products and services are sold directly to our customers through our retail locations, websites, mobile applications, social media and third-party digital platforms, catalogs and customer contact centers and franchisee-owned stores. Our Nuuly Subscription segment includes the Nuuly brand, which offers customers a more sustainable way to explore fashion primarily through a monthly women's apparel subscription rental service. Our Wholesale segment primarily designs, develops and markets apparel, intimates, activewear and shoes. Our Wholesale segment includes our Free People, FP Movement and Urban Outfitters brands that sell through department and specialty stores worldwide, digital businesses and our Retail segment. Our Wholesale segment primarily designs, develops and markets apparel, intimates, activewear and shoes.

Our fiscal year ends on January 31. All references to our fiscal years refer to the fiscal years ended on January 31 in those years. For example, our fiscal year 2025 2026 will end on January 31, 2025 January 31, 2026, and our fiscal year 2024 2025 ended on January 31, 2024 January 31, 2025.

As used in this document, unless otherwise defined, "Anthropologie" refers to our Anthropologie and Terrain brands and "Free People" refers to our Free People and FP Movement brands.

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#### *Macroeconomic Environment and Other Recent Developments*

During 2025, the U.S. government enacted significant changes to its tariff regime that increased rates on virtually all imports. Certain foreign jurisdictions have responded with reciprocal tariffs which resulted in corresponding actions by the U.S. government. Certain of these tariffs have been paused or modified from time to time and the uncertainty of tariff rates among multiple jurisdictions is contributing to overall macroeconomic volatility and increasing recessionary concerns. The potential for additional tariff increases may continue to result in increased reciprocal tariffs or other restrictive trade measures by the U.S. or foreign jurisdictions. These factors may continue to contribute to uncertain global economic conditions (including inflationary costs, consumer spending patterns and volatility in foreign currencies), which may impact our operations.

We have been and continue to regularly evaluate global trade policies and take appropriate actions when necessary to mitigate the risks associated with tariffs. These actions include:

- Negotiating better terms with our vendors;
- Shifting our countries of origin where enabled by dual sourcing most of our own branded products (we currently have no single country that represents the majority of our production);
- Shifting our mode of transportation from air to ocean; and
- Gently raising prices in a strategic fashion where we believe we could without affecting the overall customer experience.

Based on these actions, we currently believe that tariffs could have a minimal negative impact on our financial results.

#### *Retail Segment*

Our Retail segment omni-channel strategy enhances our customers' brand experience by providing a seamless approach to the customer shopping experience. All Company-owned Retail segment shopping channels are closely integrated, including retail locations, websites, mobile applications, social media and third-party platforms, catalogs and customer contact centers. Our investments in areas such as marketing campaigns and technology advancements are designed to generate demand for the Retail segment omni-channel and not the separate store or digital channels. We manage and analyze our performance based on a single Retail segment omni-channel rather than separate channels and believe that the Retail segment omni-channel results present the most meaningful and appropriate measure of our performance.

Our comparable Retail segment net sales data is equal to the sum of our comparable store and comparable digital channel net sales. A store is considered to be comparable if it has been open at least 12 full months, unless it was materially expanded or remodeled within that year or was not otherwise operating at its full capacity within that year due to store specific closures from events such as damage from fire, flood and natural weather events. A digital channel is considered to be comparable if it has been operational for at least 12 full months. Sales from stores and digital channels that do not fall within the definition of comparable store or digital channel are considered to be non-comparable. Franchise net sales and the effects of foreign currency translation are also considered non-comparable.

We monitor Retail segment metrics including customer traffic, conversion rates and average units per transaction at our stores and on our websites and mobile applications. We also monitor average unit selling price and transactions at our stores and average order value on our websites and mobile applications. We believe that changes in any of these metrics may be caused by a response to our brands' fashion offerings, our marketing campaigns, circulation of our catalogs and an overall growth in brand recognition.

Net sales from the Retail segment accounted for approximately 85.0% of consolidated net sales for the three months ended April 30, 2025, compared to 88.5% for the comparable period in fiscal 2025.

The Anthropologie brand tailors its merchandise and inviting store environment to sophisticated and contemporary women aged 28 to 45. The internally designed and third-party branded brand product assortment includes women's apparel, accessories, intimates, shoes, furniture, home furnishings, a diverse array of gifts and decorative items decor and beauty and wellness. The brand also has a wedding bridal collection consisting of wedding, bridesmaid and party dresses, bridal accessories and decor. The Terrain brand is designed to appeal to women and men interested in a creative and sophisticated outdoor living and gardening experience. Merchandise includes lifestyle home, garden and outdoor living products, antiques, live plants, flowers,

wellness products and accessories. Anthropologie stores are located in specialty centers, upscale street locations and enclosed malls. Anthropologie operates websites and mobile applications in North America and Europe that capture the spirit of its brands by offering a similar yet broader selection of merchandise as found in its stores, offers catalogs in North America that markets select merchandise, most of which is also available in Anthropologie brand stores and sells merchandise through franchisee-owned stores in the Middle East. Anthropologie's North American Retail segment net sales accounted for approximately 41.4% 48.6% of consolidated total Retail segment net sales for the nine three months ended October 31, 2024 April 30, 2025, compared to approximately 40.9% 47.8% for the comparable period in fiscal 2024, 2025. European Retail segment net sales accounted for approximately 1.6% 1.8% of consolidated total Retail segment net sales for both the nine three months ended October 31, 2024 April 30, 2025, compared to approximately 1.5% for and the comparable period in fiscal 2024, 2025.

The Free People brand focuses its product offering on private label merchandise targeted to young contemporary women aged 25 to 30 and provides a unique merchandise mix of casual women's apparel, intimates, activewear, shoes, accessories, home products, gifts and beauty and wellness. The FP Movement brand offers performance-ready activewear, beyond-the-gym staples and wellness essentials. Free People stores are located in enclosed malls, upscale street locations and specialty centers. Free People operates websites and mobile applications in North America and Europe that capture the spirit of its brands by offering a similar yet broader selection of merchandise as found in its stores, as well as substantially all of the Free People and FP Movement brands' wholesale offerings. Free People also offers catalogs that market select merchandise, most of which is also available in our Free People stores. Free People's North American Retail segment net sales accounted for approximately 20.8% 23.8% of consolidated total Retail segment net sales for the nine three months ended October 31, 2024 April 30, 2025, compared to approximately 20.0% 23.6% for the comparable period in fiscal 2024, 2025. European Retail segment net sales accounted for approximately 1.1% 1.3% of consolidated total Retail segment net sales for the nine three months ended October 31, 2024 April 30, 2025, compared to approximately 1.0% 1.2% for the comparable period in fiscal 2024, 2025.

Urban Outfitters targets young adults aged 18 to 28 through a unique merchandise mix, compelling store environment, social media and third-party digital platforms, websites and mobile applications and a product offering that includes women's and men's fashion apparel, activewear, intimates, footwear, accessories, home goods, electronics and beauty. A large portion of our merchandise is exclusive to Urban Outfitters, consisting of an assortment

of products designed internally or designed in collaboration with third-party brands. Urban Outfitters stores are located in street locations in large metropolitan areas and select university communities, specialty centers and enclosed malls that accommodate our customers' propensity not only to shop, but also to congregate with their peers. Urban Outfitters operates websites and mobile applications in North America and Europe that capture the spirit of the brand by

offering a similar yet broader selection of merchandise as found in its stores and sells merchandise through franchisee-owned stores in the Middle East. Urban Outfitters' North American Retail segment net sales accounted for approximately 14.4% 14.8% of consolidated total Retail segment net sales for the nine three months ended October 31, 2024 April 30, 2025, compared to approximately 18.0% 16.8% for the comparable period in fiscal 2024, 2025. European Retail segment net sales accounted for approximately 7.9% 8.9% of consolidated total Retail segment net sales for the nine three months ended October 31, 2024 April 30, 2025, compared to approximately 8.2% for the comparable period in fiscal 2024, 2025.

Net Menus & Venues focuses on a dining and event experience that provides excellence in food, beverage and service. Menus & Venues net sales from the Retail segment accounted for approximately 87.9% less than 1.0% of consolidated total Retail segment net sales for both the nine three months ended October 31, 2024 April 30, 2025, compared to 90.3% for and the comparable period in fiscal 2024, 2025.

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Store data for the nine three months ended October 31, 2024 April 30, 2025 was as follows:

	January 31,	Stores	Stores	October 31,	January 31,	Stores	Stores	April 30,
	2024	Opened	Closed	2024	2025	Opened	Closed	2025
<b>Urban Outfitters</b>								
North America	196	3	(5)	194	187	—	—	187
Europe	66	4	—	70	68	2	—	70
<b>Urban Outfitters Global Total</b>	<b>262</b>	<b>7</b>	<b>(5)</b>	<b>264</b>	<b>255</b>	<b>2</b>	<b>—</b>	<b>257</b>
<b>Anthropologie</b>								
North America	218	9	(2)	225	222	2	—	224
Europe	19	—	(2)	17	17	—	—	17
<b>Anthropologie Global Total</b>	<b>237</b>	<b>9</b>	<b>(4)</b>	<b>242</b>	<b>239</b>	<b>2</b>	<b>—</b>	<b>241</b>
<b>Free People</b>								
Free People Brand								
North America	148	8	(2)	154	156	3	(2)	157
Europe	12	—	—	12	11	1	—	12
<b>Free People Brand Global Total</b>	<b>160</b>	<b>8</b>	<b>(2)</b>	<b>166</b>	<b>167</b>	<b>4</b>	<b>(2)</b>	<b>169</b>
FP Movement Brand (1)	38	12	—	50	63	5	—	68
<b>Free People Global Total</b>	<b>198</b>	<b>20</b>	<b>(2)</b>	<b>216</b>	<b>230</b>	<b>9</b>	<b>(2)</b>	<b>237</b>
<b>Menus &amp; Venues (2)</b>	<b>9</b>	<b>—</b>	<b>—</b>	<b>9</b>	<b>9</b>	<b>—</b>	<b>—</b>	<b>9</b>
<b>Total Company-Owned Stores</b>	<b>706</b>	<b>36</b>	<b>(11)</b>	<b>731</b>	<b>733</b>	<b>13</b>	<b>(2)</b>	<b>744</b>
<b>Franchisee-Owned Stores (3)</b>	<b>9</b>	<b>—</b>	<b>—</b>	<b>9</b>	<b>9</b>	<b>—</b>	<b>—</b>	<b>9</b>
<b>Total URBN</b>	<b>715</b>	<b>36</b>	<b>(11)</b>	<b>740</b>	<b>742</b>	<b>13</b>	<b>(2)</b>	<b>753</b>

(1) FP Movement brand stores are all located in North America.

(2) Menus & Venues includes various casual restaurants and event venues, all of which are located in North America.

(3) Franchisee-owned stores are located in the Middle East.

Selling square footage by brand as of **October 31, 2024** **April 30, 2025** and **2023** **2024** was as follows:

	October 31,			April 30,		
	2024	2023	Change	2025	2024	Change
<b>Selling square footage (in thousands):</b>						
Urban Outfitters	2,253	2,272	-0.8%	2,172	2,260	-3.9%
Anthropologie	1,826	1,813	0.7%	1,802	1,808	-0.3%
Free People Brand	378	362	4.4%	380	363	4.7%
FP Movement Brand	71	47	51.1%	100	50	100.0%
<b>Total URBN (1)</b>	<b>4,528</b>	<b>4,494</b>	<b>0.8%</b>	<b>4,454</b>	<b>4,481</b>	<b>-0.6%</b>

(1) Menus & Venues locations and franchisee-owned stores are not included in selling square footage.

We plan for future store growth for our brands to come from expansion domestically and internationally, which may include opening stores in new and existing markets or entering into additional franchise or joint venture agreements. We plan for future digital channel growth to come from expansion domestically and internationally.

Projected store openings and closings for fiscal **2025** **2026** are as follows:

	January 31,	Projected	Projected	January 31,	January 31,	Projected	Projected	January 31,
	2024	Openings	Closings	2025	2025	Openings	Closings	2026
Urban Outfitters	262	7	(15)	254	255	8	(10)	253
Anthropologie	237	13	(10)	240	239	16	(3)	252
Free People Brand	160	13	(6)	167	167	15	(4)	178
FP Movement Brand	38	25	—	63	63	25	—	88
Menus & Venues	9	—	—	9	9	—	—	9
<b>Total Company-Owned Stores</b>	<b>706</b>	<b>58</b>	<b>(31)</b>	<b>733</b>	<b>733</b>	<b>64</b>	<b>(17)</b>	<b>780</b>
Franchisee-Owned Stores	9	—	—	9	9	—	—	9
<b>Total URBN</b>	<b>715</b>	<b>58</b>	<b>(31)</b>	<b>742</b>	<b>742</b>	<b>64</b>	<b>(17)</b>	<b>789</b>

**Nuuly Subscription Segment**

Our **Nuuly Subscription** segment includes the Nuuly brand, which is primarily a monthly women's apparel subscription rental service. For a monthly fee, Nuuly subscribers can rent product from a wide selection of the Company's own brands, third-party brands and one-of-a-kind vintage pieces via a custom-built digital platform. Subscribers select their products each month, wear them as often as they like and then swap into new products the following month. Subscribers are also able to purchase rental product. Our **Nuuly Subscription** segment net sales accounted for approximately **6.8% 9.4%** of consolidated net sales for the **nine three** months ended **October 31, 2024 April 30, 2025**, compared to approximately **4.7% 6.5%** for the comparable period in fiscal **2024 2025**.

#### *Wholesale Segment*

Our Wholesale segment includes the Free People, FP Movement and Urban Outfitters brands that sell through department and specialty stores worldwide, third-party digital businesses and our Retail segment. The Wholesale segment primarily designs, develops and markets young women's contemporary casual apparel, intimates, FP Movement activewear and shoes under the Free People and FP Movement brands and the BDG and "iets frans" apparel collections under the Urban Outfitters brand. Our Wholesale segment net sales accounted for approximately **5.3% 5.6%** of consolidated net sales for the **nine three** months ended **October 31, 2024 April 30, 2025**, compared to 5.0% for the comparable period in fiscal **2024 2025**.

#### **Critical Accounting Policies and Estimates**

Our Condensed Consolidated Financial Statements have been prepared in accordance with generally accepted accounting principles in the United States. These generally accepted accounting principles require management to

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make estimates and assumptions that affect the reported amounts of assets, liabilities, net sales and expenses during the reporting period.

Our significant accounting policies are described in Note 2, "Summary of Significant Accounting Policies," in the Notes to our Consolidated Financial Statements for the fiscal year ended **January 31, 2024 January 31, 2025**, which are included in our Annual Report on Form 10-K filed with the SEC on **April 1, 2024 April 1, 2025**. Critical accounting policies are those that are most important to the portrayal of our financial condition, results of operations and cash flows and require management's most difficult, subjective and complex judgments, often as a result of the need to make estimates about the effect of matters that are inherently uncertain. If actual results were to differ significantly from estimates made, the reported results could be materially affected. We are not currently aware of any reasonably likely events or circumstances that would cause our actual results to be materially different from our estimates. There have been no significant changes to our critical accounting policies during the **nine three** months ended **October 31, 2024 April 30, 2025**.

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#### **Results of Operations**

##### *As a Percentage of Net Sales*

The tables below set forth, for the periods indicated, certain income statement data and the percentage of our net sales represented by such data. The tables should be read in conjunction with the discussion that follows.

**Three Months Ended October 31, 2024 April 30, 2025 (Fiscal 2025) 2026 Compared To  
Three Months Ended October 31, 2023 April 30, 2024 (Fiscal 2024) 2025**

(amounts in millions)	Three Months Ended				Three Months Ended			
	October 31,				April 30,			
	2024		2023		2025		2024	
Net sales	\$ 1,361.9	100.0 %	\$ 1,281.2	100.0 %	\$ 1,329.5	100.0 %	\$ 1,200.7	100.0 %
Cost of sales (excluding store impairment)	864.6	63.5	825.4	64.4				
Store impairment	—	—	1.4	0.1				
Cost of sales (excluding store impairment and lease abandonment charges)	840.4	63.2	787.7	65.6				
Store impairment and lease abandonment charges	—	—	4.6	0.4				
Gross profit	497.3	36.5	454.4	35.5	489.1	36.8	408.4	34.0
Selling, general and administrative expenses	368.6	27.1	345.4	27.0	360.9	27.2	333.8	27.8
Income from operations	128.7	9.4	109.0	8.5	128.2	9.6	74.6	6.2
Other income, net	7.1	0.6	0.7	0.1	9.7	0.8	6.3	0.5
Income before income taxes	135.8	10.0	109.7	8.6	137.9	10.4	80.9	6.7
Income tax expense	32.9	2.4	26.7	2.1	29.6	2.3	19.1	1.6
Net income	\$ 102.9	7.6 %	\$ 83.0	6.5 %	\$ 108.3	8.1 %	\$ 61.8	5.1 %

Net sales for the third quarter of fiscal 2025 were \$1.36 billion \$1.33 billion, compared to \$1.28 billion \$1.20 billion in the third quarter of fiscal 2024. The \$80.7 million \$128.8 million increase was attributable to a \$36.8 million \$67.8 million, or 3.2% 6.4%, increase in Retail segment net sales, a \$31.7 million \$46.4 million, or 48.4% 59.5%, increase in Nuuly Subscription segment net sales and a \$12.2 million \$14.5 million, or 17.4%, increase in Wholesale segment net sales.

The increase in our Retail segment net sales during the third quarter of fiscal 2025 was due to an increase of \$19.4 million in non-comparable net sales and an increase of \$17.4 million, or 1.5%, in Retail segment comparable net sales. Retail segment comparable net sales increased 5.8% at Anthropologie and 5.3% at Free People and decreased 8.9% at Urban Outfitters. Retail segment comparable net sales increased in both North America and Europe. The overall increase in Retail segment comparable net sales was driven by low single-digit positive growth in both digital channel net sales and retail store net sales. The digital channel comparable net sales increase was driven by increases in sessions and units per transaction, while average order value decreased. Comparable store net sales increased as a result of higher store traffic and transactions, while conversion rate and units per transaction decreased. The increase in non-comparable net sales during the third quarter of fiscal 2025 was primarily due to the impact of the 23 net new Company-owned stores and restaurants opened since the prior comparable period and the positive impact of foreign currency translation.

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The increase in Nuuly segment net sales was primarily driven by a 51.2% increase in the average number of active subscribers in the third quarter of fiscal 2025 as compared to the third quarter of fiscal 2024. The increase in Wholesale segment net sales in the third quarter of fiscal 2025 was driven by a \$13.1 million, or 20.3%, increase in Free People wholesale net sales due to an increase in net sales to specialty customers and department stores, partially offset by a \$0.9 million decrease in Urban Outfitters wholesale net sales.

Gross profit percentage for the third quarter of fiscal 2025 increased to 36.5% of net sales from 35.5% of net sales in the third quarter of fiscal 2024. Gross profit increased to \$497.3 million in the third quarter of fiscal 2025 from \$454.4 million in the third quarter of fiscal 2024. The increase in gross profit rate

was primarily due to higher initial merchandise markups for all segments primarily driven by Company cross-functional initiatives. Retail segment merchandise markdowns also improved, driven by lower merchandise markdowns at Urban Outfitters, which were partially offset by an increase at Free People. The increase in gross profit dollars was due to higher net sales and the improved gross profit rate.

Total inventory at October 31, 2024, as compared to October 31, 2023, increased by \$72.3 million, or 10.0%, to \$793.3 million. Total Retail segment inventory increased by 8.1% due to a Retail segment comparable inventory increase of 3.7% and planned early receipts of holiday merchandise. Wholesale segment inventory increased by 41.6% due to the timing of receipts and to support increased net sales.

Selling, general and administrative expenses increased by \$23.2 million, or 6.7%, in the third quarter of fiscal 2025, compared to the third quarter of fiscal 2024. Selling, general and administrative expenses as a percentage of net sales increased in the third quarter of fiscal 2025 to 27.1% of net sales, compared to 27.0% of net sales for the third quarter of fiscal 2024. The deleverage in selling, general and administrative expenses as a percentage of net sales was primarily related to increased marketing expenses to support growth in our customer base and increased net sales in the Retail and Nuuly segments. The dollar growth in selling, general and administrative expenses was primarily related to increased marketing expenses to support growth in our customer base and increased net sales in the Retail and Nuuly segments, as well as increased store payroll expenses to support the Retail segment stores comparable net sales growth.

Income from operations was 9.4% of net sales, or \$128.7 million, for the third quarter of fiscal 2025 compared to 8.5% of net sales, or \$109.0 million, for the third quarter of fiscal 2024. The increase in operating income dollars was primarily driven by the increase in gross profit dollars. The increase in operating income rate was primarily driven by the improved gross profit rate.

Our effective tax rate for the third quarter of fiscal 2025 was 24.2% compared to 24.3% in the third quarter of fiscal 2024. The decrease in the effective tax rate for the three months ended October 31, 2024 was primarily due to the favorable impact of equity awards that vested in the current year quarter.

**Nine Months Ended October 31, 2024 (Fiscal 2025) Compared To  
Nine Months Ended October 31, 2023 (Fiscal 2024)**

	Nine Months Ended					
	October 31,					
	2024				2023	
Net sales	\$ 3,914.5	100.0	%	\$ 3,667.0	100.0	%
Cost of sales (excluding store impairment and lease abandonment charges)	2,510.9	64.2		2,384.4	65.1	
Store impairment and lease abandonment charges	4.6	0.1		1.4	0.0	
Gross profit	1,399.0	35.7		1,281.2	34.9	
Selling, general and administrative expenses	1,050.5	26.8		968.7	26.4	
Income from operations	348.5	8.9		312.5	8.5	
Other income, net	20.8	0.5		5.1	0.2	
Income before income taxes	369.3	9.4		317.6	8.7	
Income tax expense	87.1	2.2		77.7	2.2	
Net income	\$ 282.2	7.2	%	\$ 239.9	6.5	%

Net sales for the nine months ended October 31, 2024 were \$3.91 billion, compared to \$3.67 billion in the comparable period of fiscal 2024. The \$247.5 million increase was attributable to a \$131.7 million, or 4.0%, increase in Retail segment net sales, a \$93.1 million, or 53.9%, increase in Nuuly segment net sales and a \$22.7 million, or 12.3%, increase in Wholesale segment net sales.

The increase in our Retail segment net sales during the first nine months quarter of fiscal 2025 2026 was due to an increase of \$83.9 million \$49.5 million, or 2.6% 4.8%, in Retail segment comparable net sales and an increase of \$47.8 million \$18.3 million in non-comparable net sales. Retail segment comparable net sales increased 9.3% 6.9% at Anthropologie, 3.1% at Free People and 7.5% at Anthropologie and decreased 10.6% 2.1% at Urban Outfitters. Retail segment comparable net sales increased in both North America and Europe. The overall increase in Retail segment comparable net sales was driven by mid single-digit positive growth in both retail store net sales and digital channel net sales and low single-digit positive growth in retail sales. Comparable store net sales, sales increased as a result of higher store traffic, transactions and conversion rate, while average unit retail decreased. The digital channel comparable net sales increase was driven by increases in sessions, conversion rate and units per transaction, while average order value and conversion rate decreased. Comparable store net sales increased as a result of higher store traffic and transactions, which were partially offset by a decrease in units per transaction. The increase in non-comparable net sales during the first nine months quarter of fiscal 2025 2026 was primarily due to the impact of the 31 38 net new Company-owned stores and restaurants opened since the prior comparable period and the positive impact of foreign currency translation period.

The increase in Nuuly Subscription segment net sales was primarily driven by a 50.4% 52.9% increase in the average number of active subscribers in the first nine months quarter of fiscal 2025 2026 as compared to the comparable period first quarter of fiscal 2024 2025. The increase in Wholesale segment net sales in the first nine months quarter of fiscal 2025 2026 was driven by a \$25.4 million \$14.3 million, or 15.1% 25.6%, increase in Free People wholesale net sales due to an increase in net sales to specialty customers and department stores, partially offset by a \$2.7 million decrease in Urban Outfitters wholesale net sales stores.

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Gross profit percentage for the first nine months quarter of fiscal 2025 2026 increased by 278 basis points to 35.7% 36.8% of net sales from 34.9% compared to 34.0% of net sales in the comparable period first quarter of fiscal 2024 2025. Gross profit increased to \$1.40 billion \$489.1 million in the first nine months quarter of fiscal 2025 2026 from \$1.28 billion \$408.4 million in the comparable period first quarter of fiscal 2024 2025. The gross profit rate in the first quarter of fiscal 2026 benefited from a non-recurring gain of \$4.8 million, or 36 basis points, recorded in the current year quarter and store impairment and lease abandonment charges of \$4.6 million, or 38 basis points, recorded in the prior year quarter not repeated in the current year quarter. The remaining 204 basis point increase in gross profit rate was primarily due to higher initial merchandise markups for all segments primarily improved Retail segment markdowns driven by Company cross-functional initiatives, lower markdowns at Urban Outfitters, leverage in delivery expense due to lower carrier costs and a reduction in average packages per order, and leverage in store occupancy costs due to the increase in Retail segment comparable net sales. The increase in gross profit dollars was due to higher net sales and the improved gross profit rate.

<sup>27</sup> Total inventory at April 30, 2025, as compared to April 30, 2024, increased by \$84.8 million, or 14.6%, to \$663.8 million. Total Retail segment inventory increased 13.2% and Retail segment comparable inventory increased 12.6%. Wholesale segment inventory increased 30.6%. The increase in inventory for both segments was due to increased net sales and early receipts of merchandise.

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Selling, general and administrative expenses increased by \$81.8 million \$27.1 million, or 8.4% 8.1%, in the first nine months quarter of fiscal 2025 2026, compared to the comparable period first quarter of fiscal 2024 2025. Selling, general and administrative expenses as a percentage of net sales increased decreased in the first nine months quarter of fiscal 2025 2026 to 26.8% 27.2% of net sales, compared to 26.4% 27.8% of net sales for in the comparable period first quarter of fiscal 2024 2025. The deleverage leverage in selling, general and administrative expenses as a percentage of net sales was

primarily related to increased marketing expenses to support growth in our customer base and increased sales in the Retail and Nuuly segments, current year quarter as compared to the prior year quarter. The dollar growth in selling, general and administrative expenses was primarily related to increased marketing expenses to support growth in our customer base growth and increased net sales in the Retail and Nuuly Subscription segments, as well as increased store payroll expenses to support the Retail segment stores comparable net sales growth.

Income from operations was 8.9% 9.6% of net sales, or \$348.5 million \$128.2 million, for the first nine months quarter of fiscal 2025 2026 compared to 8.5% 6.2% of net sales, or \$312.5 million \$74.6 million, for the comparable period first quarter of fiscal 2024 2025. The increase in operating income dollars was primarily driven by the increase in gross profit dollars. The increase in operating income rate was primarily driven by the improved gross profit rate.

Our effective tax rate for the first nine months quarter of fiscal 2025 2026 was 23.6% 21.4%, compared to 24.5% 23.6% in the first nine months quarter of fiscal 2024 2025. The decrease in the effective tax rate for the nine three months ended October 31, 2024 April 30, 2025, was primarily due attributable to the favorable impact ratio of equity awards that vested in the current year, foreign taxable earnings to global taxable earnings.

#### **Liquidity and Capital Resources**

The following tables set forth certain balance sheet and cash flow data for the periods indicated. These tables should be read in conjunction with the discussion that follows:

(amounts in millions)

	October 31,	January 31,	October 31,	April 30,	January 31,	April 30,
	2024	2024	2023	2025	2025	2024
Cash, cash equivalents and marketable securities	\$ 763.2	\$ 779.2	\$ 588.4	\$ 841.0	\$ 1,020.6	\$ 773.7
Working capital	511.8	288.3	440.1	410.0	417.1	339.5

	Nine Months Ended			
	October 31,		April 30,	
	2024	2023	2025	2024
Net cash provided by operating activities	\$ 182.4	\$ 280.2	\$ 33.0	\$ 58.6
Net cash used in investing activities	(102.2)	(263.7)		
Net cash provided by (used in) investing activities	39.4	(45.8)		
Net cash used in financing activities	(72.9)	(10.8)	(176.3)	(15.3)

The increase decrease in working capital as of October 31, 2024 April 30, 2025, as compared to January 31, 2024 January 31, 2025, was primarily due to the seasonal increase in inventory and an increase a decrease in cash, cash equivalents and current marketable securities due in large part to the repurchases of our common shares under our share repurchase program, partially offset by the timing of disbursements, disbursements and an increase in inventory. The increase in working capital as of October 31, 2024 April 30, 2025, as compared to October 31, 2023 April 30, 2024, was primarily due to an increase in inventory and an increase in cash, cash equivalents and current marketable securities, partially offset by the timing of disbursements, inventory.

During the last two years, we have satisfied our cash requirements primarily through our cash flow from operating activities, activities and through the sales and maturities of marketable securities. Our primary uses of cash have been to fund business operations, purchase inventory and rental product,

repurchase our common shares, open new stores and expand and improve our fulfillment centers, open new stores and repurchase our common shares, distribution network.

#### *Cash Flows from Operating Activities*

Our major source of cash from operations was merchandise sales and our primary outflow of cash from operations was for the payment of operational costs. The decrease in cash provided by operating activities in the first nine months of fiscal 2026 compared to the first three months of fiscal 2025 was primarily due to the timing of disbursements, partially offset by higher net income in the first three months of fiscal 2026 compared to the first nine months of fiscal 2024 was primarily due to higher inventory purchases in the first nine months of fiscal 2025 due in part to planned early receipts of holiday merchandise for the Retail segment and timing of receipts for the Wholesale segment. 2025.

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#### *Cash Flows from Investing Activities*

Cash provided by investing activities in the first three months of fiscal 2026 primarily related to the sales and maturities of marketable securities, partially offset by the purchases of marketable securities and property and equipment. Cash used in investing activities in the first nine months of fiscal 2025 primarily related to purchases of marketable securities and property and equipment, partially offset by the sales and maturities of marketable securities. Cash used in investing activities in the first nine months of fiscal 2024 primarily related to purchases of marketable securities, property and equipment and the initial cash payment for a tax credit investment, partially offset by the sales and maturities of marketable securities. Cash paid for property and equipment in the first nine months of fiscal 2026 and 2025 was \$46.2 million and 2024 was \$144.1 million and \$151.0 million \$41.1 million, respectively, which was primarily used to expand our fulfillment center store base in the first three months of fiscal 2026 and to expand our distribution network and store base in both periods. the first three months of fiscal 2025.

#### *Cash Flows from Financing Activities*

Cash used in financing activities in the first nine months of fiscal 2025 2026 primarily related to repurchases of our common shares under our share repurchase program and from employees to meet payroll tax withholding requirements on vested share-based awards. Cash used in financing activities in the first nine months of fiscal 2024 2025 primarily related to repurchases of our common shares from employees to meet payroll tax withholding requirements on vested share-based awards.

#### *Credit Facilities*

See Note 5, "Debt," of the Notes to our Condensed Consolidated Financial Statements included in this Quarterly Report on Form 10-Q for additional information regarding the Company's debt.

#### *Capital and Operating Expenditures*

During fiscal 2025, 2026, we plan to open approximately 58 64 new Company-owned retail locations, expand or relocate certain existing retail locations, expand our home office to support our growing business, invest in our distribution network, invest in new products, markets and brands, purchase inventory and rental product for our operating segments at levels appropriate to maintain our planned sales volumes, upgrade our systems, improve and expand our digital capabilities, invest in omni-channel marketing when appropriate and repurchase our common shares. Additionally, in the first quarter of fiscal 2025, we opened a new Nuuly fulfillment center in Raymore, Missouri in response to the growth in the number of Nuuly subscribers. We believe that our new brand initiatives, new store openings, merchandise expansion programs, international growth opportunities and our marketing, social media, website and mobile initiatives are significant contributors to our sales growth and plan to continue our investment in these initiatives for all brands. We anticipate our capital expenditures during fiscal 2025 2026 will be approximately \$210 million, \$240 million primarily related to retail store expansion and support, technology and distribution network

investments and home office expansion to support new store openings and new and expanded fulfillment and distribution centers. our growing business. All fiscal 2025 2026 capital expenditures are expected to be financed by cash flow from operating activities and existing cash and cash equivalents.

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We believe that our new store investments generally have the potential to generate positive cash flow within a year. We may also enter into one or more acquisitions or transactions related to the expansion of our brand offerings, including additional franchise and joint venture agreements. We believe that our existing cash and cash equivalents, availability under our current credit facilities and future cash flows provided by operations will be sufficient to fund these initiatives.

#### **Share Repurchases**

See Note 8, "Shareholders' Equity," of the Notes to our Condensed Consolidated Financial Statements included in this Quarterly Report on Form 10-Q for additional information regarding the Company's share repurchases.

#### **Other Matters**

See Note 1, "Basis of Presentation," *Recent Accounting Pronouncements*, of the Notes to our Condensed Consolidated Financial Statements included in this Quarterly Report on Form 10-Q for a description of recent accounting pronouncements.

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#### **Item 3. Quantitative and Qualitative Disclosures About Market Risk**

There have been no material changes to our quantitative or qualitative disclosures found in Item 7A, "Quantitative and Qualitative Disclosures About Market Risk," in the Company's Annual Report on Form 10-K for the fiscal year ended January 31, 2024 January 31, 2025.

#### **Item 4. Controls and Procedures**

We maintain disclosure controls and procedures designed to ensure that information required to be disclosed by us in our Securities Exchange Act of 1934 reports is recorded, processed, summarized and reported on a timely basis and that such information is accumulated and communicated to management, including the Principal Executive Officer and the Principal Financial Officer, as appropriate, to allow timely decisions regarding the required disclosure. As of the end of the period covered by this Quarterly Report on Form 10-Q, an evaluation was performed under the supervision and with the participation of our management, including the Principal Executive Officer and the Principal Financial Officer, of the effectiveness of the design and operation of these disclosure controls and procedures. Based on that evaluation, the Principal Executive Officer and the Principal Financial Officer concluded that our disclosure controls and procedures were effective.

There have been no changes in our internal controls over financial reporting during the three months ended October 31, 2024 April 30, 2025 that have materially affected, or are reasonably likely to materially affect, our internal controls over financial reporting.

**PART II**  
**OTHER INFORMATION**

**Item 1. Legal Proceedings**

We are party to various legal proceedings arising from normal business activities. Management believes that the ultimate resolution of these matters will not have a material adverse effect on our financial position, results of operations or cash flows.

**Item 1A. Risk Factors**

There have been no material changes in our risk factors since January 31, 2024 January 31, 2025. Please refer to our Annual Report on Form 10-K for the fiscal year ended January 31, 2024 January 31, 2025, filed with the SEC on April 1, 2024 April 1, 2025, for our risk factors.

**Item 2. Unregistered Sales of Equity Securities and the Use of Proceeds**

A summary of the repurchase activity under the Company's share repurchase program, excluding excise tax, for the quarter ended April 30, 2025, is as follows:

Period	Total Number of Shares Purchased (1)	Average Price Paid per share	Total Number of Shares Purchased	Maximum Number of Shares that as Part of Publicly Announced Plans or Programs	Number of Shares that May Yet Be Purchased Under the Plans or Programs (2)
			as Part of Publicly Announced Plans or Programs	Number of Shares that May Yet Be Purchased Under the Plans or Programs (2)	
February 1, 2025 through February 28, 2025	—	\$ —	—	—	17,956,390
March 1, 2025 through March 31, 2025	148,865	\$ 49.22	148,865	148,865	17,807,525
April 1, 2025 through April 30, 2025	3,125,395	\$ 46.27	3,125,395	3,125,395	14,682,130
<b>Total Fiscal 2026 First Quarter</b>	<b>3,274,260</b>		<b>3,274,260</b>	<b>3,274,260</b>	<b>14,682,130</b>

- (1) In addition to the shares repurchased under the share repurchase program, for the quarter ended April 30, 2025, the Company acquired and subsequently retired 379,283 common shares from employees to meet payroll tax withholding requirements on vested share-based awards. These shares do not reduce the number of shares that may yet be purchased under our publicly announced share repurchase program.
- (2) On June 4, 2019, the Company's Board of Directors authorized the repurchase of 20,000,000 shares under a share repurchase program. See Note 8, "Shareholders' Equity," of the Notes to our Condensed Consolidated Financial Statements included in this Quarterly Report on Form 10-Q for additional information regarding the Company's share repurchases.

**Item 5. Other Information**

On October 10, 2024 During the fiscal quarter ended April 30, 2025, Harry S. Cherken, Jr., a director or officer of the Company adopted a Rule 10b5-1 adopted or terminated a "Rule 10b5-1 trading arrangement" or a "non-Rule 10b5-1 trading arrangement, for the sale" as each term is defined in Item 408(a) of up to 70,000 common shares of the Company from January 9, 2025 through March 3, 2025, that was intended to satisfy the affirmative defense of Rule 10b5-1(c). Regulation S-K.

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**Item 6. Exhibits**

<u>Exhibit</u>	<u>Description</u>
<u>Number</u>	
3.1	<a href="#">Amended and Restated Articles of Incorporation are incorporated by reference to Exhibit 3.1 of the Company's Quarterly Report on Form 10-Q (file no. 000-22754) filed on September 9, 2004.</a>
3.2	<a href="#">Amendment No. 1 to Amended and Restated Articles of Incorporation is incorporated by reference to Exhibit 3.2 of the Company's Quarterly Report on Form 10-Q (file no. 000-22754) filed on September 9, 2004.</a>
3.3	<a href="#">Amendment No. 2 to Amended and Restated Articles of Incorporation is incorporated by reference to Exhibit 3.1 of the Company's Current Report on Form 8-K (file no 000-22754) filed on May 31, 2013.</a>
3.4	<a href="#">Amended and Restated By-laws are incorporated by reference to Exhibit 3.1 of the Company's Current Report on Form 8-K (file no 000-22754) filed on March 30, 2020.</a>
31.1*	<a href="#">Rule 13a-14(a)/15d-14(a) Certification of the Principal Executive Officer.</a>
31.2*	<a href="#">Rule 13a-14(a)/15d-14(a) Certification of the Principal Financial Officer.</a>
32.1**	<a href="#">Section 1350 Certification of the Principal Executive Officer.</a>
32.2**	<a href="#">Section 1350 Certification of the Principal Financial Officer.</a>
101.INS*	Inline XBRL Instance Document.
101.SCH*	Inline XBRL Taxonomy Extension Schema with Embedded Linkbase Documents
104	Cover Page Interactive Data File (formatted as inline XBRL and contained in Exhibit 101)

\* Filed herewith

\*\* Furnished herewith

Attached as Exhibits 101 to this report are the following financial statements from the Company's Quarterly Report on Form 10-Q for the three **and nine** months ended **October 31, 2024** **April 30, 2025**, filed with the Securities and Exchange Commission on **December 10, 2024** **June 9, 2025**, formatted in inline XBRL (eXtensible Business Reporting Language): (i) the Condensed Consolidated Balance Sheets; (ii) the Condensed Consolidated Statements of Income; (iii) the Condensed Consolidated Statements of Comprehensive Income; (iv) the Condensed Consolidated Statements of Shareholders' Equity; (v) the Condensed Consolidated Statements of Cash Flows and (vi) the Notes to Condensed Consolidated Financial Statements.

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## 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.

URBAN OUTFITTERS, INC.

Date: **December 10, 2024** June 9, 2025

By: \_\_\_\_\_ /s/ RICHARD A. HAYNE

Richard A. Hayne

Chief Executive Officer

URBAN OUTFITTERS, INC.

Date: **December 10, 2024** June 9, 2025

By: \_\_\_\_\_ /s/ MELANIE MAREIN-EFRON

Melanie Marein-Efron

Chief Financial Officer

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## EXHIBIT 31.1

### CERTIFICATION OF PRINCIPAL EXECUTIVE OFFICER PURSUANT TO SECTION 302 OF THE SARBANES-OXLEY ACT OF 2002

I, Richard A. Hayne, certify that:

1. I have reviewed this quarterly report on Form 10-Q of Urban Outfitters, 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: **December 10, 2024** June 9, 2025

By:

**/s/ RICHARD A. HAYNE**

Richard A. Hayne

Chief Executive Officer

(Principal Executive Officer)

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**EXHIBIT 31.2**

**CERTIFICATION OF PRINCIPAL FINANCIAL OFFICER**  
**PURSUANT TO SECTION 302 OF THE SARBANES-OXLEY ACT OF 2002**

I, Melanie Marein-Efron, certify that:

1. I have reviewed this quarterly report on Form 10-Q of Urban Outfitters, 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):

- 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
- 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: **December 10, 2024** June 9, 2025

By: \_\_\_\_\_ /s/ MELANIE MAREIN-EFRON  
\_\_\_\_\_  
Melanie Marein-Efron  
Chief Financial Officer  
(Principal Financial Officer)

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**EXHIBIT 32.1**

**Certification Pursuant to 18 U.S.C. Section 1350, as Adopted  
Pursuant to Section 906 of the Sarbanes-Oxley Act of 2002**

I, Richard A. Hayne, hereby certify, pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, that (1) the Form 10-Q of Urban Outfitters, Inc. (the "Company") for the three month period ended **October 31, 2024** April 30, 2025, as filed with the Securities and Exchange Commission (the "Form 10-Q"), fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. 78m or 78o(d)); and (2) the information contained in the Form 10-Q fairly presents, in all material respects, the financial condition and results of operations of the Company.

Date: **December 10, 2024** June 9, 2025

By: \_\_\_\_\_ /s/ RICHARD A. HAYNE  
\_\_\_\_\_  
Richard A. Hayne  
Chief Executive Officer  
(Principal Executive Officer)

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**EXHIBIT 32.2**

**Certification Pursuant to 18 U.S.C. Section 1350, as Adopted  
Pursuant to Section 906 of the Sarbanes-Oxley Act of 2002**

I, Melanie Marein-Efron, hereby certify, pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, that (1) the Form 10-Q of Urban Outfitters, Inc. (the "Company") for the three month period ended **October 31, 2024** April 30, 2025, as filed with the Securities and Exchange Commission (the "Form 10-Q"), fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. 78m or 78o(d)); and (2) the information contained in the Form 10-Q fairly presents, in all material respects, the financial condition and results of operations of the Company.

Date: December 10, 2024 June 9, 2025

By: /s/ MELANIE MAREIN-EFRON

Melanie Marein-Efron

Chief Financial Officer

(Principal Financial Officer)

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