

REFINITIV

DELTA REPORT

10-Q

CHGG - CHEGG, INC

10-Q - JUNE 30, 2024 COMPARED TO 10-Q - MARCH 31, 2024

The following comparison report has been automatically generated

TOTAL DELTAS	1181
CHANGES	137
DELETIONS	775
ADDITIONS	269

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q


(Mark One)

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

For the quarterly period ended **March 31, 2024** **June 30, 2024**
or

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

For the transition period from _____ to _____
Commission file number 001-36180

 Chegg new logo 2021.jpg

CHEGG, INC.
(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of
incorporation or organization)

20-3237489
(I.R.S. Employer
Identification No.)

3990 Freedom Circle
Santa Clara, CA, 95054
(Address of principal executive offices)
(408) 855-5700
(Registrant's telephone number, including area code)

Title of each class	Trading symbol(s)	Name of each exchange on which registered
Common stock, \$0.001 par value per share	CHGG	The New York Stock Exchange

- 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 (Exchange Act) 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 x 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 x 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	x	Accelerated filer	<input type="checkbox"/>
Non-accelerated filer	<input type="checkbox"/>	Smaller reporting company	<input type="checkbox"/>
Emerging growth company	<input type="checkbox"/>		

- If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended 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 x
- As of **April 22, 2024** **July 29, 2024**, the Registrant had **102,217,351** **103,669,879** outstanding shares of Common Stock.

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Unless the context requires otherwise, the words “we,” “us,” “our,” “Company” and “Chegg” refer to Chegg, Inc. and its subsidiaries taken as a whole.

Chegg, Chegg.com, Chegg Study, EasyBib, the Chegg “C” logo, and Busuu are some of our trademarks used in this Quarterly Report on Form 10-Q. Solely for convenience, our trademarks, trade names and service marks referred to in this Quarterly Report on Form 10-Q appear without the ®, ™ and SM symbols, but those references are not intended to indicate, in any way, that we will not assert, to the fullest extent under applicable law, our rights to these trademarks and trade names. Other trademarks appearing in this Quarterly Report on Form 10-Q are the property of their respective holders.

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NOTE ABOUT FORWARD-LOOKING STATEMENTS

This Quarterly Report on Form 10-Q contains forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. All statements contained in this Quarterly Report on Form 10-Q other than statements of historical fact, including statements regarding our future results of operations and financial position, our business strategy and plans, and our objectives for future operations and results of operations are forward-looking statements. The words “believe,” “may,” “will,” “would,” “could,” “estimate,” “continue,” “anticipate,” “intend,” “project,” “endeavor,” “expect,” “plan to,” “if,” “future,” “likely,” “potentially,” and similar expressions are intended to identify forward-looking statements. We have based these forward-looking statements largely on our current expectations and projections about future events and trends that we believe may affect our financial condition, results of operations, business strategy, short-term and long-term business operations and objectives, and financial needs. These forward-looking statements are subject to a number of risks, uncertainties, and assumptions, including those described in Part I, Item 1A, “Risk Factors” in our Annual Report on Form 10-K for the fiscal year ended December 31, 2023. Moreover, we operate in a very competitive and rapidly changing environment and new risks emerge from time to time. It is not possible for our management to predict all risks, nor can we assess the impact of all factors on our business or the extent to which any factor, or combination of factors, may cause actual results to differ materially from those contained in any forward-looking statements we may make. In light of these risks, uncertainties, and assumptions, the future events and trends discussed in this Quarterly Report on Form 10-Q may not occur and actual results could differ materially and adversely from those anticipated or implied in the forward-looking statements. You should read this Quarterly Report on Form 10-Q completely and with the understanding that our actual future results may be materially different from what we expect.

Our forward-looking statements speak only as of the date of this Quarterly Report on Form 10-Q, and we undertake no obligation to revise or publicly release the results of any revision to these forward-looking statements, except as required by law. Given these risks and uncertainties, readers are cautioned not to place undue reliance on such forward-looking statements.

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PART I - FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS (UNAUDITED)

CHEGG, INC.
CONDENSED CONSOLIDATED BALANCE SHEETS
(in thousands, except for number of shares and par value)
(unaudited)

	March 31, 2024	December 31, 2023	June 30, 2024	December 31, 2023
Assets				
Current assets				
Current assets				
Current assets				
Cash and cash equivalents				
Short-term investments				
Accounts receivable, net of allowance of \$290 and \$376 at March 31, 2024 and December 31, 2023, respectively				
Accounts receivable, net of allowance of \$183 and \$376 at June 30, 2024 and December 31, 2023, respectively				
Prepaid expenses				
Other current assets				
Total current assets				
Long-term investments				
Property and equipment, net				
Goodwill				
Intangible assets, net				
Right of use assets				
Deferred tax assets				
Other assets				
Total assets				
Liabilities and stockholders' equity	Liabilities and stockholders' equity		Liabilities and stockholders' equity	
Current liabilities	Current liabilities		Current liabilities	
Accounts payable				
Deferred revenue				
Accrued liabilities				
Current portion of convertible senior notes, net				
Total current liabilities				
Long-term liabilities	Long-term liabilities		Long-term liabilities	
Convertible senior notes, net				
Long-term operating lease liabilities				
Other long-term liabilities				
Total long-term liabilities				
Total liabilities				
Commitments and contingencies (Note 6)				
Commitments and contingencies (Note 8)				
Stockholders' equity:	Stockholders' equity:		Stockholders' equity:	
Preferred stock, \$0.001 par value per share, 10,000,000 shares authorized, no shares issued and outstanding				
Common stock, \$0.001 par value per share: 400,000,000 shares authorized; 101,569,933 and 102,823,700 shares issued and outstanding at March 31, 2024 and December 31, 2023, respectively				
Common stock, \$0.001 par value per share: 400,000,000 shares authorized; 103,360,633 and 102,823,700 shares issued and outstanding at June 30, 2024 and December 31, 2023, respectively				
Additional paid-in capital				

Accumulated other comprehensive loss
Accumulated deficit
Total stockholders' equity
Total liabilities and stockholders' equity

See Notes to Condensed Consolidated Financial Statements.

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CHEGG, INC.					
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS					
(in thousands, except per share amounts)					
(unaudited)					
		Three Months Ended		Six Months Ended	
		June 30,		June 30,	
		2024	2023	2024	2023
Net revenues					
Net revenues					
Net revenues					
Cost of revenues					
Cost of revenues					
Cost of revenues					
Gross profit					
Gross profit					
Gross profit					
Operating expenses:					
Operating expenses:					
Operating expenses:					
Research and development					
Research and development					
Research and development					
Sales and marketing					
Sales and marketing					
Sales and marketing					
General and administrative					
General and administrative					
General and administrative					
Total operating expenses					
Total operating expenses					
Impairment expense					
Total operating expenses					
Loss from operations					
Loss from operations					
Loss from operations					
Interest expense, net and other income, net:					
Interest expense, net and other income, net:					
Interest expense, net and other income, net:					
Interest expense, net					
Interest expense, net					
Interest expense, net					
Other income, net					
Other income, net					
Other income, net					

Total interest expense, net and other income, net
Total interest expense, net and other income, net
Total interest expense, net and other income, net
Income before provision for income taxes
Income before provision for income taxes
Income before provision for income taxes
Provision for income taxes
Provision for income taxes
(Loss) income before provision for income taxes
Provision for income taxes
Net (loss) income
Net (loss) income
Net (loss) income
Net (loss) income per share
Net (loss) income per share
Net (loss) income per share
Basic
Basic
Basic
Diluted
Diluted
Diluted
Weighted average shares used to compute net (loss) income per share
Weighted average shares used to compute net (loss) income per share
Weighted average shares used to compute net (loss) income per share
Basic
Basic
Basic
Diluted
Diluted
Diluted

See Notes to Condensed Consolidated Financial Statements.

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CHEGG, INC.

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE (LOSS) INCOME

(in thousands)

(unaudited)

		Three Months Ended March 31,		Three Months Ended March 31,		Three Months Ended March 31,	
		2024		2024		2024	
		Three Months Ended June 30,		Six Months Ended June 30,			
		2024		2024		2023	
Net (loss) income							
Net (loss) income							
Net (loss) income							

Other comprehensive (loss) income
Other comprehensive (loss) income
Other comprehensive (loss) income
Change in net unrealized (loss) gain on investments
Change in net unrealized (loss) gain on investments
Change in net unrealized (loss) gain on investments
Other comprehensive income (loss)
Change in net unrealized loss on investments
Change in net unrealized loss on investments
Change in net unrealized loss on investments
Change in foreign currency translation adjustments
Change in foreign currency translation adjustments
Change in foreign currency translation adjustments
Other comprehensive (loss) income
Other comprehensive (loss) income
Other comprehensive (loss) income
Other comprehensive income (loss)
Total comprehensive (loss) income
Total comprehensive (loss) income
Total comprehensive (loss) income

See Notes to Condensed Consolidated Financial Statements.

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CHEGG, INC.											
CONDENSED CONSOLIDATED STATEMENTS OF STOCKHOLDERS' EQUITY											
(in thousands)											
(unaudited)											
	Three Months Ended March 31, 2024					Three Months Ended June 30, 2024					
Common											
Stock											
Shares											
Shares											
	Par	Additional	Accumulated Other	Accumulated	Total	Par	Additional	Accumulated Other	Accumulated	Total	
Shares	Value	Paid-In	Comprehensive Loss	Deficit	Stockholders' Equity	Value	Paid-In	Comprehensive Loss	Deficit	Stockholders' Equity	
Balances at December 31, 2023											
Repurchases of common stock											
Balances at March 31, 2024											
Net share settlement of equity awards											
Net share settlement of equity awards											
Issuance of common stock upon issuance of ESPP											
Issuance of common stock upon issuance of ESPP											
Issuance of common stock upon issuance of ESPP											
Net share settlement of equity awards											
Share-based compensation expense											
Other comprehensive loss											

Other comprehensive loss
Other comprehensive loss
Other comprehensive income
Net loss
Balances at March 31, 2024
Balances at June 30, 2024

	Three Months Ended March 31, 2023					Three Months Ended June 30, 2023					
Common											
Stock											
Shares											
Shares											
	Shares	Par Value	Additional Paid-In Capital	Accumulated Other Comprehensive Loss	Accumulated Deficit	Total Stockholders' Equity	Par Value	Additional Paid-In Capital	Accumulated Other Comprehensive Loss	Accumulated Deficit	Total Stockholders' Equity
Balances at December 31, 2022											
Balances at March 31, 2023											
Repurchases of common stock											
Repurchases of common stock											
Repurchases of common stock											
Issuance of common stock upon exercise of stock options											
Issuance of common stock upon exercise of stock options											
Issuance of common stock upon exercise of stock options											
Issuance of common stock upon exercise of stock options and ESPP											
Net share settlement of equity awards											
Share-based compensation expense											
Proceeds from capped call related to extinguishment of 2025 notes											
Other comprehensive income											
Net income											
Balances at March 31, 2023											
Balances at June 30, 2023											

See Notes to Condensed Consolidated Financial Statements.

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	Six Months Ended June 30, 2024					
	Common Stock					
	Shares	Par Value	Additional Paid-In Capital	Accumulated Other Comprehensive Loss	Accumulated Deficit	Total Stockholders' Equity
Balances at December 31, 2023	102,824	\$ 103	\$ 1,031,627	\$ (34,739)	\$ (52,373)	\$ 944,618
Repurchases of common stock	(2,116)	(2)	(112)	—	—	(114)
Issuance of common stock upon issuance of ESPP	557	—	2,188	—	—	2,188
Net share settlement of equity awards	2,096	2	(7,825)	—	—	(7,823)
Share-based compensation expense	—	—	50,111	—	—	50,111
Other comprehensive loss	—	—	—	(5,176)	—	(5,176)
Net loss	—	—	—	—	(618,304)	(618,304)
Balances at June 30, 2024	103,361	\$ 103	\$ 1,075,989	\$ (39,915)	\$ (670,677)	\$ 365,500

	Six Months Ended June 30, 2023					
	Common Stock		Additional Paid-In	Accumulated Other	Accumulated	Total Stockholders'
	Shares	Par Value				
Balances at December 31, 2022	126,474	\$ 126	\$ 1,244,504	\$ (57,488)	\$ (70,553)	\$ 1,116,589
Repurchases of common stock	(13,008)	(13)	(186,355)	—	—	(186,368)
Issuance of common stock upon exercise of stock options and ESPP	376	—	3,079	—	—	3,079
Net share settlement of equity awards	1,336	2	(11,068)	—	—	(11,066)
Share-based compensation expense	—	—	71,363	—	—	71,363
Proceeds from capped call related to extinguishment of 2025 notes	—	—	297	—	—	297
Other comprehensive income	—	—	—	14,309	—	14,309
Net income	—	—	—	—	26,798	26,798
Balances at June 30, 2023	115,178	\$ 115	\$ 1,121,820	\$ (43,179)	\$ (43,755)	\$ 1,035,001

See Notes to Condensed Consolidated Financial Statements.

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CHEGG, INC.
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(in thousands)
(unaudited)

Cash flows from operating activities

Cash flows from operating activities

Cash flows from operating activities

Net (loss) income

Net (loss) income

Net (loss) income

Adjustments to reconcile net (loss) income to net cash provided by operating activities:

Adjustments to reconcile net (loss) income to net cash provided by operating activities:

Adjustments to reconcile net (loss) income to net cash provided by operating activities:

Share-based compensation expense

Share-based compensation expense

Share-based compensation expense

Depreciation and amortization expense

Depreciation and amortization expense

Depreciation and amortization expense

Deferred income taxes

Deferred income taxes

Deferred income taxes

Operating lease expense, net

Operating lease expense, net

Operating lease expense, net

Amortization of debt issuance costs

Amortization of debt issuance costs

Amortization of debt issuance costs

Loss from write-off of property and equipment

Loss from write-off of property and equipment

Loss from write-off of property and equipment

Impairment expense

Impairment expense

Impairment expense
Gain on early extinguishment of debt
Gain on early extinguishment of debt
Gain on early extinguishment of debt
Loss contingency
Loss contingency
Loss contingency
Impairment on lease related assets
Impairment on lease related assets
Impairment on lease related assets

Other non-cash items
Other non-cash items
Other non-cash items

Change in assets and liabilities:
Change in assets and liabilities:
Change in assets and liabilities:

Accounts receivable
Accounts receivable
Accounts receivable

Prepaid expenses and other current assets
Prepaid expenses and other current assets
Prepaid expenses and other current assets

Other assets
Other assets
Other assets

Accounts payable
Accounts payable
Accounts payable

Deferred revenue
Deferred revenue
Deferred revenue

Accrued liabilities
Accrued liabilities
Accrued liabilities

Other liabilities
Other liabilities
Other liabilities

Net cash provided by operating activities
Net cash provided by operating activities
Net cash provided by operating activities

Cash flows from investing activities

Cash flows from investing activities

Cash flows from investing activities

Purchases of property and equipment
Purchases of property and equipment
Purchases of property and equipment

Proceeds from disposition of textbooks
Proceeds from disposition of textbooks
Proceeds from disposition of textbooks

Purchases of investments
Purchases of investments

Purchases of investments
Maturities of investments
Maturities of investments
Maturities of investments
Proceeds from sale of investments
Proceeds from sale of investments
Proceeds from sale of investments
Proceeds from sale of strategic equity investment
Proceeds from sale of strategic equity investment
Proceeds from sale of strategic equity investment
Net cash used in investing activities
Net cash used in investing activities
Net cash used in investing activities
Purchase of strategic equity investment
Purchase of strategic equity investment
Purchase of strategic equity investment
Net cash (used in) provided by investing activities
Net cash (used in) provided by investing activities
Net cash (used in) provided by investing activities
Cash flows from financing activities
Cash flows from financing activities
Cash flows from financing activities
Proceeds from common stock issued under stock plans, net
Proceeds from common stock issued under stock plans, net
Proceeds from common stock issued under stock plans, net
Payment of taxes related to the net share settlement of equity awards
Payment of taxes related to the net share settlement of equity awards
Payment of taxes related to the net share settlement of equity awards
Repurchase of common stock
Repurchase of common stock
Repurchase of common stock
Repayment of convertible senior notes
Repayment of convertible senior notes
Repayment of convertible senior notes
Proceeds from exercise of convertible senior notes capped call
Proceeds from exercise of convertible senior notes capped call
Proceeds from exercise of convertible senior notes capped call
Net cash used in financing activities
Net cash used in financing activities
Net cash used in financing activities
Effect of exchange rate changes
Effect of exchange rate changes
Effect of exchange rate changes
Net increase (decrease) in cash, cash equivalents and restricted cash
Net increase (decrease) in cash, cash equivalents and restricted cash
Net increase (decrease) in cash, cash equivalents and restricted cash
Net decrease in cash, cash equivalents and restricted cash
Net decrease in cash, cash equivalents and restricted cash
Net decrease in cash, cash equivalents and restricted cash
Cash, cash equivalents and restricted cash, beginning of period
Cash, cash equivalents and restricted cash, beginning of period

Cash, cash equivalents and restricted cash, beginning of period	
Cash, cash equivalents and restricted cash, end of period	
Cash, cash equivalents and restricted cash, end of period	
Cash, cash equivalents and restricted cash, end of period	
Supplemental cash flow data:	
Supplemental cash flow data:	
Supplemental cash flow data:	
Cash paid during the period for:	
Cash paid during the period for:	
Cash paid during the period for:	
Interest	
Interest	
Interest	
Income taxes, net of refunds	
Income taxes, net of refunds	
Income taxes, net of refunds	
Cash paid for amounts included in the measurement of lease liabilities:	
Cash paid for amounts included in the measurement of lease liabilities:	
Cash paid for amounts included in the measurement of lease liabilities:	
Operating cash flows from operating leases	
Operating cash flows from operating leases	
Operating cash flows from operating leases	
Right of use assets obtained in exchange for lease obligations:	
Right of use assets obtained in exchange for lease obligations:	
Right of use assets obtained in exchange for lease obligations:	
Operating leases	
Operating leases	
Operating leases	
Non-cash investing and financing activities:	
Non-cash investing and financing activities:	
Non-cash investing and financing activities:	
Accrued purchases of long-lived assets	
Accrued purchases of long-lived assets	
Accrued purchases of long-lived assets	
	March 31,
	March 31,
	March 31,
	June 30,
	June 30,
	June 30,
	2024
Reconciliation of cash, cash equivalents and restricted cash:	
Reconciliation of cash, cash equivalents and restricted cash:	
Reconciliation of cash, cash equivalents and restricted cash:	
Cash and cash equivalents	
Cash and cash equivalents	
Cash and cash equivalents	
Restricted cash included in other current assets	
Restricted cash included in other current assets	

Restricted cash included in other current assets

Restricted cash included in other assets

Restricted cash included in other assets

Restricted cash included in other assets

Total cash, cash equivalents and restricted cash

Total cash, cash equivalents and restricted cash

Total cash, cash equivalents and restricted cash

See Notes to Condensed Consolidated Financial Statements.

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CHEGG, INC. NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Note 1. Background and Basis of Presentation

Company and Background

Chegg, Inc. ("we," "us," "our," "Company" or "Chegg"), headquartered in Santa Clara, California, was incorporated as a Delaware corporation in July 2005. Millions Chegg provides individualized learning support to students as they pursue their educational journeys. Available on demand 24/7 and powered by over a decade of people all around learning insights, the world learn Chegg platform offers students AI-powered academic support thoughtfully designed for education coupled with Chegg access to a vast network of subject matter experts who ensure quality. No matter the goal, level, or style, Chegg helps learners millions of students around the world learn with confidence. We provide 24/7 on-demand support, and our personalized learning assistant leverages the power of artificial intelligence ("AI"), more than a hundred million pieces of proprietary content, as well as a decade of learning insights. Our platform also helps learners confidence by helping them build essential academic, life, and job skills to accelerate their path from learning to earning, and we work with companies to offer learning programs for their employees, achieve success.

Basis of Presentation

The accompanying unaudited condensed consolidated financial statements have been prepared in accordance with generally accepted accounting principles in the United States ("GAAP") and applicable rules and regulations of the U.S. Securities and Exchange Commission ("SEC") regarding interim financial reporting. The condensed consolidated financial statements include the results of Chegg, Inc. and its wholly-owned subsidiaries. Significant intercompany balances and transactions have been eliminated. In the opinion of management, the accompanying unaudited condensed consolidated financial statements contain all adjustments, including normal recurring adjustments, necessary to present fairly our financial position as of March 31, 2024 and June 30, 2024, our results of operations, results of comprehensive (loss) income and stockholders' equity for the three and six months ended June 30, 2024 and 2023, and our cash flows for the three six months ended March 31, 2024 June 30, 2024 and 2023. Our results of operations, results of comprehensive (loss) income, stockholders' equity, and cash flows for the three six months ended March 31, 2024 June 30, 2024 are not necessarily indicative of the results to be expected for the full year.

We have a single operating and reportable segment and operating unit structure. The condensed consolidated financial statements and related financial information should be read in conjunction with the audited consolidated financial statements and the related notes thereto that are included in our Annual Report on Form 10-K for the year ended December 31, 2023 (the Annual Report on Form 10-K) filed with the SEC.

There have been no material changes to our significant accounting policies as compared to the significant accounting policies described in our Annual Report on Form 10-K.

Aside from the addition of impairment expense as a component within our operating expenses on our condensed consolidated statements of operations, there have been no other changes to the components on our consolidated statements of operations described in our Annual Report on Form 10-K.

Components of Results of Operations

Operating Expenses

Impairment Expense

Our impairment expense consists of impairments of goodwill, intangible assets, and property and equipment, net that were recorded during the three months and six months ended June 30, 2024. For further information, see "Note 5, Property and Equipment, Net" and "Note 6, Goodwill and Intangible Assets." The following table presents our impairment expense (in thousands):

	Impairment expense
Goodwill	\$ 439,683
Intangible assets	31,862
Property and equipment, net	9,986
Total impairment expense	\$ 481,531

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates, judgments, and assumptions that affect the reported amounts of assets and liabilities; the disclosure of contingent liabilities at the date of the financial statements; and the reported amounts of revenues and expenses during the reporting periods. We base our estimates on historical experience, knowledge of current business conditions, and various other factors we believe to be reasonable under the circumstances. These estimates are based on management's knowledge about current events and expectations about actions we may undertake in the future. Actual results could differ from these estimates, and such differences could be material to our financial position and results of operations. There have been no material changes in our use of estimates during the **three** six months ended **March 31, 2024** **June 30, 2024** as compared to the use of estimates disclosed in Part II, Item 8 "Consolidated Financial Statements and Supplementary Data" contained in our Annual Report on Form 10-K for the year ended December 31, 2023.

Reclassification of Prior Period Presentation

In order to confirm with current period presentation, \$5.7 million of restructuring charges during the six months ended June 30, 2023 has been reclassified to changes in accrued liabilities on our condensed consolidated statements of cash flows. This change in presentation does not affect previously reported results.

Recent Accounting Pronouncements

Recently Issued Accounting Pronouncements Not Yet Adopted

In **December 2023**, **March 2024**, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2024-02, *Codification Improvements—Amendments to Remove References to the Concepts Statements*. ASU 2024-02 removes various references to the FASB's Concepts Statements from the FASB's Accounting Standards Codification. Early adoption is permitted, and the guidance will be applied prospectively with the option to apply retrospectively. The guidance is effective for annual periods beginning after December 15, 2024. We did not early adopt ASU 2024-02 and do not believe it will have a significant impact on our financial statements, however, we are currently in the process of evaluating the impact.

In December 2023, the FASB issued ASU 2023-09, *Improvements to Income Tax Disclosures*. ASU 2023-09 requires disaggregated information about our effective tax rate reconciliation as well as information on income taxes paid that meet a quantitative threshold. Early adoption is permitted, and the guidance will be applied prospectively with the option to apply retrospectively. The guidance is effective for annual periods beginning after December 15, 2024. We did not early adopt ASU 2023-09 and we are currently in the process of evaluating the impact of this guidance.

[Table in November 2023](#), the FASB issued ASU 2023-07, *Improvements to Reportable Segment Disclosures*. ASU 2023-07 enhances current interim and annual reportable segment disclosures and requires additional disclosures about significant segment expenses. Early adoption is permitted, and we are required to adopt the changes on a retrospective basis. [The guidance is effective for annual periods beginning after December 15, 2023 and for interim periods beginning December 15, 2024. We did not early adopt ASU 2023-07 and we are currently in the process of](#) [Contents](#)evaluating the impact of this guidance.

Recently Adopted Accounting Pronouncements

We did not adopt any accounting pronouncements during the **three** six months ended **March 31, 2024** **June 30, 2024** that had a material impact on our financial statements.

Note 2. Revenues

Revenue Recognition

Revenues are recognized when control of the promised goods or services is transferred to our customers, in an amount that reflects the consideration we expect to be entitled to in exchange for those goods or services. The majority of our revenues are recognized over time as services are performed, with certain revenues being recognized at a point in time.

The following [table presents](#) [tables present](#) our total net revenues for the periods shown disaggregated for our Subscription Services and Skills and Other product lines (in thousands, except percentages):

	Three Months Ended March 31,				Change		Three Months Ended June 30,		
	2024		2023		\$	%	2024		2023
Subscription Services	Subscription Services	\$ 154,051	\$ 168,440	\$	\$ (14,389)	(9)	(9)	% Services	\$
Skills and Other									

	Six Months Ended			
	June 30,		Change	
	2024	2023	\$	%
Subscription Services	\$ 300,864	\$ 334,295	\$ (33,431)	(10)%
Skills and Other	36,633	36,159	474	1
Total net revenues	\$ 337,497	\$ 370,454	\$ (32,957)	(9)

Contract Balances

[illegible]

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The following table presents the computation of basic and diluted net (loss) income per share (in thousands), except per share amounts.						
		Three Months Ended March 31,				
		Three Months Ended March 31,				
		Three Months Ended March 31,				
		Three Months Ended March 31,				
		Three Months Ended June 30,		Six Months Ended June 30,		
		2024		2024		2023
		2024		2024		2023
		2024		2024		2023
Basic						
Basic						
Basic						
Numerator:						
Numerator:						
Numerator:						
Net (loss) income						
Net (loss) income						

Shares related to stock plan activity
Shares related to stock plan activity
Shares related to convertible senior notes
Shares related to convertible senior notes
Shares related to convertible senior notes
Total common stock equivalents
Total common stock equivalents
Total common stock equivalents

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Note 4. Cash and Cash Equivalents, Investments and Fair Value Measurements

The following tables present our cash and cash equivalents, and investments' fair value level classification, adjusted cost, unrealized gain, unrealized loss and fair value as of **March 31, 2024**, **June 30, 2024** and December 31, 2023 (in thousands):

		March 31, 2024				June 30, 2024					
		Fair Value Level	Adjusted Cost	Unrealized Gain	Unrealized Loss	Fair Value	Fair Value Level	Adjusted Cost	Unrealized Gain	Unrealized Loss	Fair Value
Cash and cash equivalents:	Cash and cash equivalents:						Cash and cash equivalents:				
Cash											
Money market funds											
Money market funds											
Money market funds											
Total cash and cash equivalents											
Total cash and cash equivalents											
Total cash and cash equivalents											
Short-term investments:	Short-term investments:						Short-term investments:				
Corporate debt securities											
Corporate debt securities											
Corporate debt securities											
U.S. treasury securities											
Agency bonds											
Total short-term investments											
Long-term investments:	Long-term investments:						Long-term investments:				
Corporate debt securities											
U.S. treasury securities											
Total long-term investments											
Total long-term investments											
Total long-term investments											

		December 31, 2023				December 31, 2023					
		Fair Value Level	Adjusted Cost	Unrealized Gain	Unrealized Loss	Fair Value	Fair Value Level	Adjusted Cost	Unrealized Gain	Unrealized Loss	Fair Value
Cash and cash equivalents:	Cash and cash equivalents:						Cash and cash equivalents:				
Cash											

fair value of the 2026 notes as of **March 31, 2024** **June 30, 2024** and December 31, 2023 was **\$205.4 million** **\$195.3 million** and \$202.9 million, respectively. The estimated fair value of the 2025 notes as of **March 31, 2024** **June 30, 2024** and December 31, 2023 was **\$337.8 million** **\$328.4 million** and \$329.5 million, respectively. For further information on the notes, refer to Note **5, 7**, "Convertible Senior Notes."

Note 5. Property and Equipment, Net

Property and equipment, net consisted of the following (in thousands):

	June 30, 2024	December 31, 2023
Content	\$ 362,957	\$ 346,749
Software	59,744	51,855
Leasehold improvements	10,213	10,857
Furniture and fixtures	4,253	4,607
Computer and equipment	3,210	3,496
Property and equipment	440,377	417,564
Less accumulated depreciation and amortization	(261,099)	(234,491)
Property and equipment, net	\$ 179,278	\$ 183,073

Depreciation and content amortization expense during the three and six months ended June 30, 2024 was \$16.2 million and \$31.9 million, respectively. Depreciation and content amortization expense during the three and six months ended June 30, 2023 was \$20.1 million and \$39.4 million, respectively.

In connection with the June 2024 Restructuring, we announced that we will no longer offer Chegg Skills directly to customers. As a result, we wrote-off and accelerated depreciation over shortened useful lives for certain content assets of \$1.1 million during the three months ended June 30, 2024, which were classified as cost of revenues on our condensed consolidated statements of operations. For further information on the restructuring, see "Note 11, Restructuring and Other Related Charges."

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In connection with the intangibles asset impairment analysis performed in June 2024, we also recorded an impairment expense of \$10.0 million related to property and equipment, consisting of \$6.6 million of content assets and \$3.4 million of software assets, during the three months ended June 30, 2024, which were classified as impairment expense on our condensed consolidated statements of operations. For further information on the impairment analysis, see "Note 6, Goodwill and Intangible Assets."

Note 6. Goodwill and Intangible Assets

Goodwill

Goodwill is tested for impairment at least annually or when certain events or indicators of impairment occur between annual impairment tests. During the three months ended June 30, 2024, in consideration of the sustained decline in our stock price, industry developments, and our financial performance, we evaluated our current operating performance. Accordingly, we determined that there were indicators of impairment and a quantitative assessment was necessary. In the quantitative assessment, we estimated the fair value of our reporting unit utilizing an income approach, based on the present value of future discounted cash flows, which is classified as Level 3 in the fair value hierarchy. Significant estimates used to determine fair value include the weighted average cost of capital, growth rates, and amount and timing of expected future cash flows. As a result of the quantitative assessment, we determined that goodwill was impaired as the fair value of our reporting unit was less than the carrying value. As such, during the three months ended June 30, 2024, we recorded a \$439.7 million impairment expense equal to the excess of the carrying value of our reporting unit over the estimated fair value, which was classified as impairment expense on our condensed consolidated statements of operations.

The following table presents our goodwill balances (in thousands):

	Six Months Ended June 30, 2024	Year Ended December 31, 2023
Beginning balance	\$ 631,995	\$ 615,093
Impairment expense	(439,683)	—
Foreign currency translation adjustment	(2,543)	16,902
Ending balance	\$ 189,769	\$ 631,995

Intangible Assets

Intangible assets are tested for impairment at the asset group level at least annually or when events or changes in circumstances indicate that the carrying amount of such asset groups may not be recoverable. In conjunction with our goodwill impairment analysis in June 2024, we determined that there were indicators of impairment for our Busuu assets and a recoverability test was necessary. In the recoverability test, we determined that the expected future undiscounted cash flows for the asset group were not sufficient to recover the carrying value. We then proceeded in estimating the fair value of the asset group utilizing the income approach, based on a present value of future discounted cash flows, which is classified as Level 3 in the fair value hierarchy. Significant estimates used to determine fair value include the growth rates and amount and timing of expected future

cash flows. As a result of the impairment test, we determined the asset group was impaired and recorded a \$31.9 million impairment expense related to the intangible assets during the three months ended June 30, 2024, which was classified as impairment expense on our condensed consolidated statements of operations. We also recorded an impairment expense for property and equipment, net. For further information, see "Note 5, Property and Equipment, Net."

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The following tables present our intangible assets balances as of June 30, 2024 and December 31, 2023 (in thousands, except weighted-average amortization period):

June 30, 2024						
	Weighted-Average Amortization Period (in months)	Gross Carrying Amount	Accumulated Amortization	Accumulated Impairment	Foreign Currency Translation Adjustment	Net Carrying Amount
Developed technologies	80	\$ 106,703	\$ (61,167)	\$ (29,369)	\$ (3,958)	\$ 12,209
Content libraries	60	12,230	(11,883)	—	—	347
Customer lists	35	34,190	(32,774)	—	(1,298)	118
Trade and domain names	52	16,213	(13,169)	(2,493)	(377)	174
Total intangible assets	67	\$ 169,336	\$ (118,993)	\$ (31,862)	\$ (5,633)	\$ 12,848

December 31, 2023						
	Weighted-Average Amortization Period (in months)	Gross Carrying Amount	Accumulated Amortization	Accumulated Impairment	Foreign Currency Translation Adjustment	Net Carrying Amount
Developed technologies	80	\$ 106,703	\$ (55,651)	\$ —	\$ (3,757)	\$ 47,295
Content libraries	60	12,230	(11,189)	—	—	1,041
Customer lists	35	34,190	(31,836)	—	(1,298)	1,056
Trade and domain names	52	16,213	(12,817)	—	(358)	3,038
Total intangible assets	67	\$ 169,336	\$ (111,493)	\$ —	\$ (5,413)	\$ 52,430

During the three and six months ended June 30, 2024, amortization expense related to our intangible assets totaled \$3.5 million and \$7.5 million, respectively. During the three and six months ended June 30, 2023, amortization expense related to our intangible assets totaled \$6.4 million and \$12.6 million, respectively. We did not recognize any impairment expenses on any of our other intangible assets during the three and six months ended June 30, 2023.

The following table presents the estimated future amortization expense related to our intangible assets as of June 30, 2024 (in thousands):

	June 30, 2024
Remaining six months of 2024	\$ 2,460
2025	4,240
2026	3,897
2027	1,776
2028	407
Thereafter	68
Total	\$ 12,848

Note 5.7. Convertible Senior Notes

In August 2020, we issued \$1.0 billion in aggregate principal amount of 0% convertible senior notes due in 2026 (2026 notes). In March/April 2019, we issued \$800 million in aggregate principal amount of 0.125% convertible senior notes due in 2025 (2025 notes, together with the 2026 notes, the notes). The 2026 notes bear no interest and will mature on September 1, 2026, unless repurchased, redeemed or converted in accordance with their terms prior to such date. The 2025 notes bear interest of 0.125% per year which is payable semi-annually in arrears on March 15 and September 15 of each year, beginning on September 15, 2019.

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September 15, 2019. The 2025 notes will mature on March 15, 2025, unless repurchased, redeemed or converted in accordance with their terms prior to such date.

Each \$1,000 principal amount of the 2026 notes will initially be convertible into 9.2978 shares of our common stock. This is equivalent to an initial conversion price of approximately \$107.55 per share, which is subject to adjustment in certain circumstances. Each \$1,000 principal amount of the 2025 notes will initially be convertible into 19.3956 shares of our common stock. This is equivalent to an initial conversion price of approximately \$51.56 per share, which is subject to adjustment in certain circumstances.

Prior to the close of business on the business day immediately preceding June 1, 2026 for the 2026 notes and December 15, 2024 for the 2025 notes, the notes are convertible at the option of holders only upon satisfaction of certain circumstances. During the three months ended **March 31, 2024** **June 30, 2024**, the circumstances allowing holders of the 2026 notes and 2025 notes to convert were not met.

On or after June 1, 2026 for the 2026 notes and December 15, 2024 for the 2025 notes until the close of business on the second scheduled trading day immediately preceding the respective maturity dates, holders may convert their notes at any time, regardless of the circumstances. As of **March 31, 2024** **June 30, 2024**, the 2025 notes were classified as a current liability on our condensed consolidated balance sheets as they will be convertible at the option of the holder at any time beginning December 15, 2024 and will mature on March 15, 2025, both of which are within the next twelve months.

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The following table presents the net carrying amount of the notes (in thousands):

		March 31, 2024	
		March 31, 2024	
		March 31, 2024	December 31, 2023
		June 30, 2024	
		June 30, 2024	
		June 30, 2024	December 31, 2023
2026 Notes			
Principal			
Principal			
Principal			
Unamortized issuance costs			
Unamortized issuance costs			
Unamortized issuance costs			
Net carrying amount			
Net carrying amount			
Net carrying amount			

The following table presents the total interest expense recognized related to the notes (in thousands):

		Three Months Ended March 31,			
		Three Months Ended March 31,			
		Three Months Ended March 31,			
		Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2024	2023	2024	2023
	2024				
	2024				
2026 notes:					
2026 notes:					
2026 notes:					
Contractual interest expense					
Contractual interest expense					
Contractual interest expense					
Amortization of issuance costs					
Amortization of issuance costs					
Amortization of issuance costs					
Total 2026 notes interest expense					
Total 2026 notes interest expense					
Total 2026 notes interest expense					

2025 notes:
2025 notes:
2025 notes:
Contractual interest expense
Contractual interest expense
Contractual interest expense
Amortization of issuance costs
Amortization of issuance costs
Amortization of issuance costs
Total 2025 notes interest expense
Total 2025 notes interest expense
Total 2025 notes interest expense

Capped Call Transactions

Concurrently with the offering of the 2026 notes and 2025 notes, we used \$103.4 million and \$97.2 million, respectively, of the net proceeds to enter into privately negotiated capped call transactions which are expected to reduce or offset potential dilution to holders of our common stock upon conversion of the notes or offset the potential cash payments we would be required to make in excess of the principal amount of any converted notes. The capped call transactions automatically exercise upon conversion of the notes and as of March 31, 2024 June 30, 2024, cover 9,297,800 and 6,961,352 shares of our common stock for the 2026 notes and 2025 notes, respectively. These are intended to effectively increase the overall conversion price from \$107.55 to \$156.44 per share for the 2026 notes and \$51.56 to \$79.32 per share for the 2025 notes. The effective increase in conversion price as a result of the capped call transactions serves to reduce potential dilution to holders of our common stock and/or offset the cash payments we are required to make in excess of the principal amount of any converted notes. As these transactions meet certain accounting criteria, they are recorded in stockholders' equity as a reduction of additional paid-in capital on our condensed consolidated balance sheets and are not accounted for as derivatives. The fair value of the capped call instrument is not remeasured each reporting period. The cost of the capped call is not expected to be deductible for tax purposes.

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Note 6 8. Commitments and Contingencies

We may from time to time be subject to certain legal proceedings and claims in the ordinary course of business, including claims of alleged infringement of trademarks, patents, copyrights, and other intellectual property rights; employment claims; and general contract or other claims. We may also, from time to time, be subject to various legal or government claims, demands, disputes, investigations, or requests for information. Such matters may include, but not be limited to, claims, disputes, or investigations related to warranty, refund, breach of contract, employment, intellectual property, government regulation, or compliance or other matters.

On March 1, 2023, Plaintiff Shiva Stein, derivatively on behalf of Chegg, filed a stockholder derivative complaint in the Court of Chancery of the State of Delaware (Case No. 2023-0244-NAC) asserting breach of fiduciary duty, unjust enrichment, and waste of corporate asset claims against members of Chegg's Board and certain Chegg officers. The matter is stayed. The Company disputes these claims and intends to vigorously defend itself in this matter.

On February 14, 2023, Plaintiff Brian Stansell, individually and on behalf of other similarly situated stockholders of Chegg, filed a putative class action complaint in the Court of Chancery of the State of Delaware (Case No. 2023-0180) on behalf of all Chegg stockholders who were eligible to vote at Chegg's 2022 Annual Stockholders' Meeting, asserting breach of fiduciary duty claims against the members of Chegg's Board. The Company has filed a Court dismissed this matter pursuant to the Company's motion to dismiss and the case, which matter is pending before the Court. The Company disputes these claims and intends to vigorously defend itself in this matter.

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concluded.

On December 22, 2022, JPMorgan Chase Bank, N.A. (JPMC) asserted a demand for repayment by the Company of certain investment proceeds received by the Company in its capacity as an investor in TAPD, Inc. (more commonly known as "Frank"). JPMC seeks such repayment pursuant to certain provisions in the existing Support Agreement between JPMC and the Company that was entered into in connection with JPMC's acquisition of Frank. JPMC has alleged fraud on the part of certain former Frank executives regarding the quantity and quality of its customer accounts. The Company is not at fault, however is pursuing a settlement agreement with JPMC. As of March 31, 2024 June 30, 2024, we believe a loss is probable and reasonably estimable, and we have previously recognized an estimated loss contingency accrual of \$7.0 million within general and administrative expense on our consolidated statements in 2023.

On November 9, 2022, Plaintiff Joshua Keller, individually and on behalf of all others similarly situated, filed a putative class action in the United States District Court for the Northern District of California (Case No. 22-cv-06986) on behalf of individuals whose data was allegedly impacted by past data breaches. On August 15, 2023, the Company received an order granting its motion to compel arbitration, and the case was stayed and administratively closed pending the conclusion of arbitration. The parties have since resolved this matter, and the related settlement amount did not have a significant impact on our financial statements.

On March 30, 2022, Joseph Robinson, derivatively on behalf of Chegg, filed a shareholder derivative complaint against Chegg and certain of its current and former directors and officers in the United States District Court for the Northern District of California, alleging violations of securities laws and breaches of fiduciary duties. On February 22, 2023,

Plaintiff filed an Amended Shareholder Derivative Complaint. This matter has been consolidated with Choi, below, and both matters are stayed. The Company disputes these claims and intends to vigorously defend itself in this matter.

On January 12, 2022, Rak Joon Choi, derivatively on behalf of Chegg, filed a shareholder derivative complaint against Chegg and certain of its current and former directors and officers in the United States District Court for the Northern District of California, alleging violations of securities laws, breaches of fiduciary duties, unjust enrichment, abuse of control, gross mismanagement, and waste of corporate assets. On February 22, 2023, Plaintiff filed an Amended Shareholder Derivative Complaint. This matter has been consolidated with Robinson, above, and both matters are stayed. The Company disputes these claims and intends to vigorously defend itself in this matter.

On December 22, 2021, Steven Leventhal, individually and on behalf of all others similarly situated, filed a purported securities fraud class action on behalf of all purchasers of Chegg common stock between May 5, 2020 and November 1, 2021, inclusive, against Chegg and certain of its current and former officers in the United States District Court for the Northern District of California (Case No. 5:21-cv-09953), alleging that Chegg and several of its officers made materially false and misleading statements in violation of Sections 10(b) and 20(a) of the Securities Exchange Act of 1934. On September 7, 2022, KBC Asset Management and The Pompano Beach Police & Firefighters Retirement System were appointed as lead plaintiff in the case. On December 8, 2022, Plaintiff filed his Amended Complaint and seeks unspecified compensatory damages, costs, and expenses, including counsel and expert fees. The Company has filed a motion to dismiss the case, which was denied by the Court. The Company disputes these claims and intends to vigorously defend itself in this matter.

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On September 13, 2021, Pearson Education, Inc. (Pearson) filed a complaint captioned Pearson Education, Inc. v. Chegg, Inc. (Pearson Complaint) in the United States District Court for the District of New Jersey against the Company (Case 2:21-cv-16866), alleging infringement of Pearson's registered copyrights and exclusive rights under copyright in violation of the United States Copyright Act. Pearson is seeking injunctive relief, monetary damages, costs, and attorneys' fees. The Company filed its answer to the Pearson Complaint on November 19, 2021. Pearson's June 29, 2022 Motion for Leave to File Amended Complaint seeking to add Bedford, Freeman & Worth Publishing Group, LLC d/b/a Macmillan Learning as a plaintiff was denied. Pearson filed an Amended Complaint on May 10, 2023, and the Company filed an amended answer on June 7, 2023. The Company disputes these claims and intends to vigorously defend itself in this matter.

On June 18, 2020, we received a Civil Investigative Demand (CID) from the Federal Trade Commission (FTC) regarding certain alleged deceptive or unfair acts or practices related to consumer privacy and/or data security. On October 31, 2022, the FTC published the parties' agreed-upon consent order regarding Chegg's privacy and data security practices. On January 27, 2023, the FTC finalized its order ("Final Order") requiring Chegg to implement a comprehensive information security program, limit the data the Company can collect and retain, offer users multi factor authentication to secure their accounts, and allow users to request access to and delete their data. No monetary penalties or fines were included in the Final Order. We continue to work with the FTC on the implementation of and compliance with the Final Order.

Aside from We record a contingent liability for loss contingencies related to legal matters when a loss is both probable and reasonably estimable. Additionally, we record an insurance loss recovery up to the recognized loss contingency accrual recorded related to the Frank matter, we have not recorded any contingent liabilities related when realization is probable. Related to the above matters, as we do not believe that a the net impact of contingent liabilities less the related insurance loss recovery is probable \$7.0 million, of which the contingent liabilities are included within accrued liabilities and reasonably estimable in these matters, the loss recovery is included within other current assets on our condensed consolidated balance sheets. We

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are not aware of any other pending legal matters or claims, individually or in the aggregate, which are expected to have a material adverse impact on our consolidated financial position, results of operations, or cash flows. However, our Our analysis of whether a claim will proceed to litigation cannot be predicted with certainty, nor can the results of litigation be predicted with certainty. Nevertheless, defending any of these actions, regardless of the outcome, may be costly, time consuming, distract management personnel and have a negative effect on our business. In the ordinary course of business and for certain of the above matters, we are actively pursuing all avenues and strategies to resolve these matters, including available legal remedies, remediation and settlement negotiations with the parties. An adverse outcome in any of these actions, including a judgment or settlement, may cause a material adverse effect on our future business, operating results or financial condition.

Note 7.9. Guarantees and Indemnifications

We have agreed to indemnify our directors and officers for certain events or occurrences, subject to certain limits, while such persons are or were serving at our request in such capacity. We may terminate the indemnification agreements with these persons upon termination of employment, but termination will not affect claims for indemnification related to events occurring prior to the effective date of termination. We have a directors' and officers' insurance policy that limits our potential exposure up to the limits of our insurance coverage. In addition, we also have other indemnification agreements with various vendors against certain claims, liabilities, losses, and damages. The maximum amount of potential future indemnification is unlimited.

We believe the fair value of these indemnification agreements is immaterial. We have not recorded any liabilities for these agreements as of March 31, 2024 June 30, 2024.

Note 8.10. Stockholders' Equity

Share Repurchases

During the three months ended March 31, 2024, In February 2024, we repurchased 2,115,952 shares of our common stock related to the final delivery of our November 2023 accelerated share repurchase (ASR) agreement. The November 2023 ASR settled, and we were not required to make any additional cash payments or delivery of common stock to the financial institution upon settlement.

During the year ended December 31, 2023, we repurchased a total of 26,505,979 shares of our common stock, which included the initial delivery of 13,498,313 shares from our November 2023 ASR, 3,433,157 shares from open market transactions in June 2023, and the total delivery of 9,574,509 shares from our February 2023 ASR, which were retired immediately.

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Securities Repurchase Program

In August 2023, our board of directors approved a \$200.0 million increase to our existing securities repurchase program authorizing the repurchase of up to \$2.2 billion of our common stock and/or convertible notes, through open market purchases, block trades, and/or privately negotiated transactions or pursuant to Rule 10b5-1 plans, in compliance with applicable securities laws and other legal requirements. The timing, volume, and nature of the repurchases will be determined by management based on the capital needs of the business, market conditions, applicable legal requirements, and other factors. During the three and six months ended March 31, 2024 June 30, 2024, we had no cash repurchases of our common stock or notes. As of March 31, 2024 June 30, 2024, we had \$3.7 million remaining under the securities repurchase program, which has no expiration date and will continue until otherwise suspended, terminated or modified at any time for any reason by our board of directors.

Share-based Compensation Expense

The following table presents total share-based compensation expense recorded (in thousands):

	Three Months Ended		Six Months Ended	
	June 30,		June 30,	
	2024	2023	2024	2023
Cost of revenues				
Cost of revenues				
Cost of revenues				
Research and development				
Research and development				
Research and development				
Sales and marketing				
Sales and marketing				
Sales and marketing				
General and administrative				
General and administrative				
General and administrative				
Total share-based compensation expense				
Total share-based compensation expense				
Total share-based compensation expense				

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During the three and six months ended March 31, 2024 and 2023, June 30, 2024, we capitalized share-based compensation expense of \$1.3 \$1.4 million and \$1.0 \$2.7 million, respectively. During the three and six months ended June 30, 2023, we capitalized share-based compensation expense of \$0.7 million and \$1.7 million, respectively. As of March 31, 2024 June 30, 2024, total unrecognized share-based compensation expense was approximately \$113.1 million \$98.9 million, which is expected to be recognized over the remaining weighted-average vesting period of approximately 1.8 1.6 years.

The following table presents activity for outstanding RSUs and PSUs:

	RSUs and PSUs Outstanding		RSUs and PSUs Outstanding	
	Shares Outstanding	Weighted Average Grant Date Fair Value	Shares Outstanding	Weighted Average Grant Date Fair Value
Balance at December 31, 2023				
Granted				
Released				
Forfeited				
Balance at March 31, 2024				
Balance at June 30, 2024				

Note 11. Restructuring and Other Related Charges

Restructuring Charges

In June 2024, we announced a workforce reduction that resulted in a management approved restructuring plan. During the three months ended June 30, 2024, we recorded \$6.7 million of restructuring charges, primarily related to one-time employee termination benefits, classified on our condensed consolidated statement of operations based on employees' job function. The restructuring liability is included within accrued liabilities on our condensed consolidated balance sheets. We estimate we will incur between \$3 million and \$4 million of additional restructuring charges over the next two fiscal quarters. We expect the plan to be substantially completed by the end of the first quarter of fiscal 2025.

The following table presents a reconciliation of the beginning and ending restructuring liability balance (in thousands):

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	Three Months Ended June 30, 2024
Beginning balance	\$ —
Restructuring charges	6,728
Restructuring payments	(3,279)
Ending balance	\$ 3,449

Impairment of lease related assets

In connection with the June 2024 restructuring, we announced the closure of two offices outside of the United States. As a result, we recorded a full impairment expense of \$2.2 million, consisting of \$1.1 million impairment of ROU assets and \$1.1 million leasehold improvements during the three months ended June 30, 2024, which was classified as general and administrative expense on our condensed consolidated statement of operations. Our intent and ability to sublease the office as well as the local market conditions were factored in when measuring the amount of impairment.

Note 12. Income Taxes

During the three and six months ended June 30, 2024, we recorded a provision for income taxes of \$138.3 million and \$147.4 million, respectively. During the three and six months ended June 30, 2023, we recorded a provision for income taxes of \$19.7 million and \$23.9 million, respectively.

During the three and six months ended June 30, 2024, the provision for income taxes was primarily from the valuation allowance establishment of \$141.6 million as a discrete non-cash income tax expense against our U.S. federal and state deferred tax assets. We regularly assess the need for a valuation allowance against our deferred tax assets. In performing our assessment, we consider both positive and negative evidence related to the likelihood of realizing our deferred tax assets. As of June 30, 2024, we determined that it is more likely than not that the deferred tax benefit will not be realized due to the available negative evidence outweighing the positive evidence, primarily resulting from the cumulative loss influenced by the impairment expense recorded during the three and six months ended June 30, 2024.

Note 13. Subsequent Event

In July 2024, we entered into an amendment related to our office in India that primarily modifies our existing lease payments, increases the square footage, and extends the lease term. The result of the amendment is a net increase to our future minimum lease payments of approximately \$12.3 million. The accounting for the lease amendment is in process as of the issuance date of our condensed consolidated financial statements and therefore we are unable to make any additional disclosures.

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

You should read the following discussion of our financial condition and results of operations in conjunction with our condensed consolidated financial statements and the related notes included in Part I, Item 1, "Financial Statements (unaudited)" of this Quarterly Report on Form 10-Q. In addition to historical consolidated financial information, the following discussion contains forward-looking statements that reflect our plans, estimates, and beliefs. Our actual results could differ materially from those discussed in the forward-looking statements. See the section titled "Note about Forward-Looking Statements" for additional information. Factors that could cause or contribute to these differences include those discussed below and elsewhere in this Quarterly Report on Form 10-Q.

Overview

Millions Chegg provides individualized learning support to students as they pursue their educational journeys. Available on demand 24/7 and powered by over a decade of people all around learning insights, the world learn Chegg platform offers students AI-powered academic support thoughtfully designed for education coupled with Chegg access to a vast network of subject matter experts who ensure quality. No matter the goal, level, or style, Chegg helps learners millions of students around the world learn with confidence. We

provide 24/7 on-demand support, and our personalized learning assistant leverages the power of artificial intelligence ("AI"), more than a hundred million pieces of proprietary content, as well as a decade of learning insights. Our platform also helps learners confidence by helping them build essential academic, life, and job skills to accelerate their path from learning to earning, and we work with companies to offer learning programs for their employees, achieve success.

Our long-term strategy is centered upon our ability to utilize our Subscription Services to increase student engagement with our learning platform. We continue to invest in the expansion of our offerings and technology platform to provide a more compelling and personalized solution and deepen engagement with students. As AI technologies We continue to advance, we are taking advantage of the increased opportunities by leveraging new tools to better serve integrate artificial intelligence into our students. We realigned our investments platform, and resources around AI in 2023, it is now conversational, more instructional, and have redesigned our user experience, developed our own large language models, launched automated solutions and built proprietary algorithms to optimize the quality and accuracy of our content to build our personalized learning assistant, interactive. We remain focused on rolling out enhancements providing a holistic and features differentiated product offering that will deliver an even richer personalized learning assistant, supports the whole student with 360 degrees of individualized academic and functional support, including the delivery of high-quality and accurate content. Additionally, we are committed to expanding our product offering internationally with fully localized product experiences in key international markets. We believe the investments we have made are making will allow us to maintain strong operating margins and cash flows and enable us to return to revenue growth over time. Our ability to achieve these long-term objectives is subject to numerous risks and uncertainties, which are described in greater detail in Part II, Item 1A, "Risk Factors."

During the three months ended March 31, 2024 June 30, 2024, in consideration of the sustained decline in our stock price, industry developments, and 2023, our financial performance, we determined that impairment tests for our goodwill, intangible assets and property and equipment were necessary. As a result, we recorded \$481.5 million of impairment expense during the three months ended June 30, 2024. If there continues to be a decline in our stock price or financial performance, we may be required to perform additional impairment tests, which could result in impairment expense of up to the entire remaining balances of goodwill, intangible assets and property and equipment. Any such impairment expense may be material and have an adverse effect on our financial condition and results of operations. See Note 5, "Property and Equipment, Net" and Note 6, "Goodwill and Intangible Assets" of our accompanying Notes to Condensed Consolidated Financial Statements included in Part I, Item 1, "Financial Statements (unaudited)" of this Quarterly Report on Form 10-Q for additional details.

In June 2024, we announced a restructuring plan designed to realign our expenses with near-term revenue trends. The restructuring plan included a reduction in workforce, the closure of two offices outside of the United States, and a change in our Chegg Skills offering such that we will no longer offer Chegg Skills directly to customers. We estimate we will incur between \$3 million and \$4 million of additional restructuring charges over the next two fiscal quarters. For fiscal year 2025, we expect to realize cost savings as a result of the restructuring. See Note 5, "Property and Equipment, Net" and Note 11, "Restructuring and Other Related Charges" of our accompanying Notes to Condensed Consolidated Financial Statements included in Part I, Item 1, "Financial Statements (unaudited)" of this Quarterly Report on Form 10-Q for additional details.

During the three and six months ended June 30, 2024, we generated net revenues of \$174.4 million \$163.1 million and \$187.6 million \$337.5 million, respectively. During the three and six months ended June 30, 2023, we generated net revenues of \$182.9 million and \$370.5 million, respectively.

We have presented revenues for our two product lines, Subscription Services and Skills and Other, based on how students view us and the utilization of our products by them. More detail on our two product lines is discussed in the next two sections titled "Subscription Services" and "Skills and Other."

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Subscription Services

Our Subscription Services can be accessed internationally through our websites and on mobile devices and include Chegg Study Pack, Chegg Study, Chegg Writing, Chegg Math, and Busuu and students typically pay to access our Subscription Services on a monthly basis. Revenues from our Subscription Services are primarily recognized ratably over the monthly subscription period whereas the number of subscribers are determined as those who have paid to access our services at any time during the period. Changes in revenues are primarily related to changes in subscribers however they may not necessarily coincide as a result of timing, subscribers. Our Chegg Study subscription service provides access to personalized, step-by-step learning support powered by AI, computational engines, and subject matter experts. When students need writing help, including plagiarism detection scans and creating citations for their papers, they can use our Chegg Writing subscription service. Our Chegg Math subscription service, including Mathway, helps students understand math by providing a step-by-step math solver and calculator. We also offer our Chegg Study Pack as a premium subscription bundle of our Chegg Study, Chegg Writing, and Chegg Math services. Subscribers to Busuu have access to a premium language learning platform that offers comprehensive support through self-paced lessons, live classes with expert tutors and a huge community of members to practice alongside.

In the aggregate, Subscription Services revenues were 88% 90% and 89% of net revenues during the three and six months ended June 30, 2024, respectively. In the aggregate, Subscription Services revenues were 91% and 90% of net revenues during the three and six months ended March 31, 2024 and 2023, June 30, 2023, respectively.

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Skills and Other

Our Skills and Other product line includes revenues from Chegg Skills, advertising services, print textbooks and eTextbooks. Our skills-based learning platform offers professional courses focused on the latest technology skills. We work with leading brands and programmatic partners to deliver advertising across our platforms. We also provide a platform for students to rent or buy print textbooks and eTextbooks, which helps students save money compared to the cost of buying new.

In the aggregate, Skills and Other revenues were 12% 10% and 11% during the three and six months ended June 30, 2024, respectively. In the aggregate, Skills and Other revenues were 9% and 10% during the three and six months ended March 31, 2024 and 2023, June 30, 2023, respectively.

Seasonality of Our Business

Revenues from Subscription Services are primarily recognized ratably over the subscription term which has generally resulted in our highest revenues and profitability in the fourth quarter as it reflects more days of the academic year. Certain variable expenses, such as marketing expenses, remain highest in the first and third quarters such that our profitability may not provide meaningful insight on a sequential basis. As a result of these factors, the most concentrated periods for our revenues and expenses do not necessarily coincide, and comparisons of our historical quarterly results of operations on a sequential basis may not provide meaningful insight into our overall financial performance.

Components of Results of Operations

Aside from the addition of impairment expense as a component within our operating expenses on our condensed consolidated statements of operations, there have been no other changes to the components on our consolidated statements of operations described in our Annual Report on Form 10-K.

Operating Expenses

Impairment Expense

Our impairment expense consists of impairments of goodwill, intangible assets, and property and equipment, net that were recorded during the three months and six months ended June 30, 2024. For further information, see "Note 5,Property and Equipment, Net" and "Note 6, Goodwill and Intangible Assets" of our accompanying Notes to Condensed Consolidated Financial Statements included in Part I, Item 1, "Financial Statements (unaudited)" of this Quarterly Report on Form 10-Q.

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Results of Operations

The following table presents our historical condensed consolidated statements of operations (in thousands, except percentage of total net revenues):

	Net	Three Months Ended						Six Months Ended					
		June 30,						June 30,					
		2024		2023		2024		2024		2023		2024	
Net revenues	revenues	\$ 163,147	100	100	%	\$182,853	100	100	%	\$337,497	100	100	%
Net revenues													
Net revenues													
Cost of revenues ⁽¹⁾													
Cost of revenues ⁽¹⁾													
Cost of revenues ⁽¹⁾													
Gross profit													
Gross profit													
Gross profit													
Operating expenses:													
Operating expenses:													
Operating expenses:													
Research and development ⁽¹⁾													
Research and development ⁽¹⁾													
Research and development ⁽¹⁾													
Sales and marketing ⁽¹⁾													
Sales and marketing ⁽¹⁾													
Sales and marketing ⁽¹⁾													
General and administrative ⁽¹⁾													
General and administrative ⁽¹⁾													
General and administrative ⁽¹⁾													
Total operating expenses													
Total operating expenses													
Impairment expense													
Total operating expenses													
Loss from operations													
Loss from operations													
Loss from operations													

Total interest expense, net and other income, net

Total interest expense, net and other income, net

Total interest expense, net and other income, net

Income before provision for income taxes

Income before provision for income taxes

Income before provision for income taxes

Provision for income taxes

Provision for income taxes

(Loss) income before provision for income taxes

Provision for income taxes

Net (loss) income	Net (loss) income	\$ (616,884)	n/m	n/m	\$	24,612	13	13 %	\$	(618,304)	n/m	n/m	\$26,798	7	7 %
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Net (loss) income

Net (loss) income

(1) Includes share-based compensation expense as follows:

(1) Includes share-based compensation expense and restructuring charges as follows:

(1) Includes share-based compensation expense and restructuring charges as follows:

(1) Includes share-based compensation expense and restructuring charges as follows:

(1) Includes share-based compensation expense as follows:

Share-based compensation expense:

(1) Includes share-based compensation expense as follows:

Share-based compensation expense:

Share-based compensation expense:

Cost of revenues

Cost of revenues

Cost of revenues

Research and development

Research and development

Research and development

Sales and marketing

Sales and marketing

Sales and marketing

General and administrative

General and administrative

General and administrative

Total share-based compensation expense

Total share-based compensation expense

Total share-based compensation expense

Restructuring charges:
Restructuring charges:
Restructuring charges:
Cost of revenues
Cost of revenues
Cost of revenues
Research and development
Research and development
Research and development
Sales and marketing
Sales and marketing
Sales and marketing
General and administrative
General and administrative
General and administrative
Total restructuring charges
Total restructuring charges
Total restructuring charges

*n/m - not meaningful

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Three and Six Months Ended March 31, 2024 June 30, 2024 and 2023

Net Revenues

The following table presents our total net revenues for the periods shown for our Subscription Services and Skills and Other product lines (in thousands, except percentages):

		Three Months Ended				Change		Three Months Ended				Change			
		March 31,						June 30,							
		2024	2023	\$	%			2024	2023	\$	%				
Subscription Services	Subscription Services	\$ 154,051	\$ 168,440	\$ (14,389)	(9)	(9)%	Subscription Services	\$ 146,813	\$ 165,855	\$ (19,042)	(11)	(11)%			
Skills and Other															
Total net revenues															

	Six Months Ended			
	June 30,		Change	
	2024	2023	\$	%
Subscription Services	\$ 300,864	\$ 334,295	\$ (33,431)	(10)%
Skills and Other	36,633	36,159	474	1
Total net revenues	\$ 337,497	\$ 370,454	\$ (32,957)	(9)

Subscription Services revenues decreased \$14.4 million \$19.0 million, or 9% 11%, and \$33.4 million, or 10%, during the three and six months ended March 31, 2024 June 30, 2024, respectively, compared to the same period periods in 2023, which 2023. The decrease was primarily due to an a 9% and 8% decrease in subscribers who have paid to access our services. services during the three months ended June 30, 2024 and March 31, 2024, respectively, compared to the same periods in 2023. Skills and Other revenues increased \$1.1 million decreased \$0.7 million, or 6% 4%, during the three months ended March 31, 2024 June 30, 2024, compared to the same period in 2023, primarily due to pricing increases lower revenues in our programmatic advertising services as well as our Chegg Skills offering. related to direct to customer enrollments. Skills and Other revenues increased \$0.5 million, or 1%, during the six months ended June 30, 2024, compared to the same period in 2023, remaining relatively flat.

Cost of Revenues

The following table presents our cost of revenues for the periods shown (in thousands, except percentages):

	Three Months Ended					Three Months Ended				
	March 31,		Change			June 30,		Change		
	2024	2023	\$	%		2024	2023	\$	%	
Cost of revenues ⁽¹⁾	\$ 46,497	\$ 49,150	\$ (2,653)	(5)%		\$ 45,411	\$ 47,412	\$ (2,001)	(4)%	
⁽¹⁾ Includes share-based compensation expense of:										
⁽¹⁾ Includes share-based compensation expense of:										
⁽¹⁾ Includes share-based compensation expense of:	\$ 513	\$ 527	\$ (14)	(3)%		\$ 466	\$ 560	\$ (94)	(17)%	
⁽¹⁾ Includes restructuring charges of:	\$ 191	\$ 12	\$ 179	1,492 %						

	Six Months Ended			
	June 30,		Change	
	2024	2023	\$	%
Cost of revenues ⁽¹⁾	\$ 91,908	\$ 96,562	\$ (4,654)	(5)%
⁽¹⁾ Includes share-based compensation expense of:				
	\$ 979	\$ 1,087	\$ (108)	(10)%
⁽¹⁾ Includes restructuring charges of:				
	\$ 191	\$ 12	\$ 179	1,492 %

Cost of revenues decreased \$2.7 million, or 5%, during the three months ended March 31, 2024, compared to the same period in 2023, which 2023. The decrease was primarily due to lower depreciation and amortization expense of \$3.2 million and lower contractor spend of \$1.5 million, which was partially offset by the absence of the gain on disposition of textbooks of \$1.2 million and higher web hosting fees of \$1.0 million. Gross margins decreased to 73% during the three months ended March 31, 2024, from 74% during the same period in 2023.

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Cost of revenues decreased \$4.7 million, or 5%, during the six months ended June 30, 2024, compared to the same period in 2023. The decrease was primarily due to lower depreciation and amortization expense of \$6.1 million and lower contractor spend of \$2.1 million, which was partially offset by higher web hosting fees of \$2.2 million and the absence of the gain on disposition of textbooks of \$1.2 million. Gross margins decreased to 73% during the six months ended June 30, 2024, from 74% during the same period in 2023.

Operating Expenses

The following table presents our total operating expenses for the periods shown (in thousands, except percentages):

	Three Months Ended					Three Months Ended				
	March 31,		Change			June 30,		Change		
	2024	2023	\$	%		2024	2023	\$	%	
Research and development ⁽¹⁾	\$ 44,435	\$ 46,907	\$ (2,472)	(5)%		\$ 43,651	\$ 52,872	\$ (9,221)	(17)%	
Sales and marketing ⁽¹⁾										
General and administrative ⁽¹⁾										
Impairment expense	481,531	—	481,531	n/m						
Total operating expenses	\$602,743	\$154,137	\$448,606	n/m						
⁽¹⁾ Includes share-based compensation expense of:										
⁽¹⁾ Includes share-based compensation expense of:										
⁽¹⁾ Includes share-based compensation expense of:										

(1) Includes share-based compensation expense and restructuring charges as follows:									
(1) Includes share-based compensation expense and restructuring charges as follows:									
(1) Includes share-based compensation expense and restructuring charges as follows:									
Share-based compensation expense:									
Share-based compensation expense:									
Share-based compensation expense:									
Research and development									
Research and development									
Research and development	Research and development	\$	9,209	\$		\$	10,914	\$	(1,705) (16) (16) % \$ 7,123
									\$ \$11,968 \$ \$(4,845) (40) (40) %
Sales and marketing									
General and administrative									
Share-based compensation expense									
Restructuring charges:									
Restructuring charges:									
Restructuring charges:									
Research and development									
Research and development									
Research and development		\$	2,082	\$	1,692	\$	390	23	%
Sales and marketing									
General and administrative									
Restructuring charges									

*n/m - not meaningful

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	Six Months Ended June 30,		Change	
	2024	2023	\$	%
Research and development ⁽¹⁾	\$ 88,086	\$ 99,779	\$ (11,693)	(12)%
Sales and marketing ⁽¹⁾	53,920	67,973	(14,053)	(21)
General and administrative ⁽¹⁾	109,550	129,282	(19,732)	(15)
Impairment expense	481,531	—	481,531	n/m
Total operating expenses	<u>\$ 733,087</u>	<u>\$ 297,034</u>	<u>\$ 436,053</u>	n/m
(1) Includes share-based compensation expense and restructuring charges as follows:				
Share-based compensation expense:				
Research and development	\$ 16,332	\$ 22,882	\$ (6,550)	(29) %
Sales and marketing	3,866	4,681	(815)	(17)
General and administrative	26,159	41,016	(14,857)	(36)
Share-based compensation expense	<u>\$ 46,357</u>	<u>\$ 68,579</u>	<u>\$ (22,222)</u>	(32)
Restructuring charges:				
Research and development	\$ 2,082	\$ 1,692	\$ 390	23 %

Sales and marketing	906	1,228	(322)	(26)
General and administrative	3,549	2,772	777	28
Restructuring charges	\$ 6,537	\$ 5,692	\$ 845	15

*n/m - not meaningful

Research and Development

Research and development expenses decreased \$2.5 million \$9.2 million, or 5% 17%, during the three months ended March 31, 2024 June 30, 2024 compared to the same period in 2023, which 2023. The decrease was primarily due to lower employee-related expenses, including share-based compensation expense. Research and development expenses as a percentage of net revenues were 27% during the three months ended June 30, 2024 compared to 29% during the same period in 2023.

Research and development expenses decreased \$11.7 million, or 12%, during the six months ended June 30, 2024 compared to the same period in 2023. The decrease was primarily due to lower employee-related expenses, including share-based compensation expense. Research and development expenses as a percentage of net revenues were 26% during the three six months ended March 31, 2024 June 30, 2024 compared to 25% 27% during the same period in 2023.

Sales and Marketing

Sales and marketing expenses decreased by \$6.6 million \$7.4 million, or 18% 24%, during the three months ended March 31, 2024 June 30, 2024, compared to the same period in 2023. The decrease was primarily attributable to lower depreciation and amortization expense of \$2.9 \$3.3 million, lower paid marketing expenses of \$2.3 \$3.0 million and lower employee-related expenses, including share-based compensation expense, of \$1.1 \$1.0 million. Sales and marketing expenses as a percentage of net revenues were 17% 14% during the three months ended March 31, 2024 June 30, 2024 compared to 20% 17% during the same period in 2023.

Sales and marketing expenses decreased by \$14.1 million, or 21%, during the six months ended June 30, 2024, compared to the same period in 2023. The decrease was primarily attributable to lower depreciation and amortization expense of \$6.2 million, lower paid marketing expenses of \$5.4 million and lower employee-related expenses, including share-based compensation expense, of \$2.1 million. Sales and marketing expenses as a percentage of net revenues were 16% during the six months ended June 30, 2024 compared to 18% during the same period in 2023.

General and Administrative

General and administrative expenses decreased \$3.4 million \$16.3 million, or 6% 23%, during the three months ended March 31, 2024 June 30, 2024 compared to the same period in 2023. The decrease was primarily due to lower employee-related expenses, including share-based compensation expense, expense. General and administrative expenses as a percentage of \$4.3 million, partially offset by higher professional fees net revenues were 33% during the three months ended June 30, 2024 compared to 38% during the same period in 2023.

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General and administrative expenses decreased \$19.7 million, or 15%, during the six months ended June 30, 2024 compared to the same period in 2023. The decrease was primarily due to lower employee-related expenses, including share-based compensation expense. General and administrative expenses as a percentage of net revenues were 32% during the three six months ended March 31, 2024 June 30, 2024 compared to 31% 35% during the same period in 2023.

Impairment Expense

Impairment expense was \$481.5 million during the three and six months ended June 30, 2024, consisting of impairments of goodwill, intangible assets, and other related long-lived assets. See Note 5, Property and Equipment, Net" and "Note 6, Goodwill and Intangible Assets of our accompanying Notes to Condensed Consolidated Financial Statements included in Part I, Item 1, "Financial Statements (unaudited)" of this Quarterly Report on Form 10-Q for additional information.

Interest Expense and Other Income, Net

The following table presents tables present our interest expense and other income, net, for the periods shown (in thousands, except percentages):

	Three Months Ended March 31,					Three Months Ended June 30,				
	2024		2023		Change	2024		2023		Change
	\$	%	\$	%	\$ %	\$	%	\$	%	\$ %
Interest expense, net	\$ (650)		\$ \$(1,268)		\$ \$618 (49) %	Interest expense, net \$(651)		\$ \$(1,114)		\$ \$463 (42) %
Other income, net										
Total interest expense, net and other income, net										

	Six Months Ended June 30,		Change	
	2024	2023	\$	%
Interest expense, net	\$ (1,301)	\$ (2,382)	\$ 1,081	(45)%
Other income, net	17,899	76,179	(58,280)	(77)
Total interest expense, net and other income, net	\$ 16,598	\$ 73,797	\$ (57,199)	(78)

Interest expense, net decreased \$0.6 \$0.5 million, or 49% 42%, and \$1.1 million, or 45%, during the three and six months ended March 31, 2024 June 30, 2024, respectively, compared to the same period periods in 2023, primarily due to the partial early extinguishments of our convertible senior notes in 2023.

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Other income, net decreased \$1.3 \$57.0 million, or 11% 89%, during the three months ended March 31, 2024 June 30, 2024 compared to the same period in 2023, primarily due to the absence of the gain on early extinguishment of a portion of the 2025 notes and 2025 notes of \$53.8 million and a decrease in interest income of \$4.3 \$3.4 million. Other income, net decreased \$58.3 million, partially offset by or 77%, during the six months ended June 30, 2024 compared to the same period in 2023, primarily due to the absence of the gain on early extinguishment of a portion of the sale 2025 notes and 2025 notes of our strategic equity investment \$53.8 million and a decrease in Sound Ventures interest income of \$3.8 \$7.7 million.

Provision for income taxes

The following table presents tables present our provision for income taxes for the periods shown (in thousands, except percentages):

	Three Months Ended		Change	
	March 31,		\$	%
	2024	2023		
Provision for income taxes	\$ (9,059)	\$ (4,176)	\$ (4,883)	117 %

	Three Months Ended		Change	
	June 30,		\$	%
	2024	2023		
Provision for income taxes	\$ (138,345)	\$ (19,681)	\$ (118,664)	n/m

	Six Months Ended		Change	
	June 30,		\$	%
	2024	2023		
Provision for income taxes	\$ (147,404)	\$ (23,857)	\$ (123,547)	n/m

*n/m - not meaningful

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Provision for income taxes increased \$4.9 \$118.7 million or 117%, and \$123.5 million during the three and six months ended March 31, 2024 June 30, 2024, respectively, compared to the same period periods in 2023. The increase was primarily due to the absence establishment of the benefit of releasing uncertain tax positions in India in 2023 and a lower tax deduction associated with share-based compensation expense, partially offset by a decrease in valuation allowance against our U.S. federal and state income taxes in the United States. deferred tax assets.

Liquidity and Capital Resources

The following table presents our cash, cash equivalents and investments and convertible senior notes as of the periods shown (in thousands, except percentages):

		Change												
		March 31, 2024	December 31, 2023					June 30, 2024	December 31, 2023					
		\$	%					\$	%					
Cash, cash equivalents and short-term and long-term investments	Cash, cash equivalents and short-term and long-term investments	\$612,425	\$579,561	\$32,864	6	6	%	Cash, cash equivalents and short-term and long-term investments	\$605,389	\$579,561	\$25,828	4	4	%

Convertible senior notes, net⁽¹⁾

(3) Consists of the current and long-term portion of convertible senior notes, net.

Cash, cash equivalents, and investments increased \$32.9 million \$25.8 million during the three six months ended March 31, 2024 June 30, 2024 primarily due to the net cash provided by operating activities of \$53.3 million \$67.5 million, partially offset by the purchases of property and equipment of \$28.0 million \$45.8 million. Convertible senior notes, net increased \$0.5 million \$1.1 million during the three six months ended March 31, 2024 June 30, 2024 primarily due to amortization of issuance costs.

As of March 31, 2024 June 30, 2024, our principal sources of liquidity were cash, cash equivalents, and investments totaling \$612.4 million \$605.4 million, which were held for working capital purposes. The substantial majority of our net revenues are from e-commerce transactions with students, which are settled immediately through payment processors, as opposed to our accounts payable, which are settled based on contractual payment terms with our suppliers. We believe that our existing sources of liquidity will be sufficient to fund our operations and debt service obligations for at least the next 12 months. Our future capital requirements will depend on many factors, including our rate of revenue growth, our investments in research and development activities, our acquisition of new products and services and our sales and marketing activities. To the extent that existing sources of liquidity are insufficient to fund our future operations, we may need to raise additional funds through public or private equity or debt financing. Additional funds may not be available on terms favorable to us or at all. If adequate funds are not available on acceptable terms, or at all, we may be unable to adequately fund our business plans and it could have a negative effect on our business, operating cash flows and financial condition. As of March 31, 2024 June 30, 2024, we have incurred cumulative losses of \$53.8 million \$670.7 million from our operations and we may incur additional losses in the future.

Most of our cash, cash equivalents, and investments are held in the United States. We plan to repatriate a portion of the earnings from our subsidiary in India and therefore accrued \$4.0 \$4.3 million of tax expense related to such future distributions as of March 31, 2024 June 30, 2024. As a result of the Tax Cuts and Jobs Act, we anticipate the U.S. federal impact for the remaining foreign jurisdictions to be minimal if these funds are repatriated. In addition, based on our current and future needs, we believe our current funding and capital resources for our international operations are adequate.

There were no material changes in our commitments under contractual obligations, as disclosed in Part II, Item 7 "Management's Discussion and Analysis of Financial Condition and Results of Operations" contained in our Annual Report on Form 10-K for the year ended December 31, 2023.

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The following table presents our condensed consolidated statements of cash flows data (in thousands):

	Three Months Ended			
	March 31,		Change	
	2024	2023	\$	%
Net cash provided by operating activities	\$ 53,318	\$ 73,160	\$ (19,842)	(27)%
Net cash used in investing activities	(40,814)	(106,779)	65,965	(62)%
Net cash used in financing activities	(4,294)	(158,902)	154,608	(97)%

	Six Months Ended			
	June 30,		Change	
	2024	2023	\$	%
Net cash flows from operating activities	\$ 67,545	\$ 135,907	\$ (68,362)	(50)%
Net cash flows from investing activities	(64,096)	129,453	(193,549)	(150)
Net cash flows from financing activities	(5,635)	(563,819)	558,184	(99)

Net cash provided by flows from operating activities decreased \$19.8 million \$68.4 million, or 27% 50%, during the three six months ended March 31, 2024 June 30, 2024 compared to the same period in 2023. The decrease was primarily driven by lower net (loss) income bookings as well as timing of \$3.6 million and a decrease in non-cash adjustments of \$11.0 million which was primarily related to lower depreciation and amortization expense and lower share-based compensation expense, bill payments.

Net cash used in flows from investing activities decreased \$66.0 million \$193.5 million, or 62% 150%, during the three six months ended March 31, 2024 June 30, 2024

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compared to the same period in 2023 and was primarily related to lower proceeds from the maturities of our investments of \$387.0 million, lower proceeds from sale of investments of \$238.7 million, and higher purchases of property and equipment of \$12.0 million, partially offset by lower purchases of investments of \$418.3 million \$428.7 million and proceeds from the sale of our strategic investment of \$15.5 million, partially offset by lower proceeds from the maturities of our investments of \$357.0 million and higher purchases of property and equipment of \$10.9 million.

Net cash used in flows from financing activities decreased \$154.6 million increased \$558.2 million, or 97% 99%, during the three six months ended March 31, 2024 June 30, 2024 compared to the same period in 2023 and was primarily related to the absence of repurchases of our common stock.

Critical Accounting Policies, Significant Judgments and Estimates

Our condensed consolidated financial statements are prepared in accordance with generally accepted accounting principles in the United States. The preparation of these condensed consolidated financial statements requires us to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues, costs and expenses and related disclosures. These estimates form the basis for judgments we make about the carrying values of our assets and liabilities, which are not readily apparent from other sources. We base our estimates and judgments on historical experience and on various other assumptions that we believe are reasonable under the circumstances. On an ongoing basis, we evaluate our estimates and assumptions. Our actual results may differ from these estimates under different assumptions or conditions.

There have been no material changes in our critical accounting policies and estimates during the **three six** months ended **March 31, 2024** **June 30, 2024** as compared to the critical accounting policies and estimates disclosed in Part II, Item 7 "Management's Discussion and Analysis of Financial Condition and Results of Operations" contained in our Annual Report on Form 10-K for the year ended December 31, 2023.

Recent Accounting Pronouncements

For relevant recent accounting pronouncements, see Note 1, "Background and Basis of Presentation," of our accompanying Notes to Condensed Consolidated Financial Statements included in Part I, Item 1, "Financial Statements (unaudited)" of this Quarterly Report on Form 10-Q.

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ITEM 3. QUANTITATIVE AND QUALITATIVE DISCLOSURES ABOUT MARKET RISK

There have been no material changes in our market risk during the **three six** months ended **March 31, 2024** **June 30, 2024**, compared to the disclosures in Part II, Item 7A, "Quantitative and Qualitative Disclosures about Market Risk" contained in our Annual Report on Form 10-K for the year ended December 31, 2023.

ITEM 4. CONTROLS AND PROCEDURES

(a) Evaluation of Disclosure Controls and Procedures

Under the supervision and with the participation of our management, including our principal executive officer and principal financial officer, we conducted an evaluation of the effectiveness of the design and operation of our disclosure controls and procedures, as defined in Rules 13a-15(e) and 15d-15(e) under the Exchange Act, as of the end of the period covered by this report.

In designing and evaluating our disclosure controls and procedures, management recognizes that any disclosure controls and procedures, no matter how well designed and operated, can provide only reasonable assurance of achieving the desired control objectives. In addition, the design of disclosure controls and procedures must reflect the fact that there are resource constraints and that management is required to apply its judgment in evaluating the benefits of possible controls and procedures relative to their costs.

Based on management's evaluation, our principal executive officer and principal financial officer concluded that our disclosure controls and procedures are designed to, and are effective to, provide assurance at a reasonable level that the information we are required to disclose in reports that we file or submit under the Exchange Act is recorded, processed, summarized and reported within the time periods specified in SEC rules and forms and that such information is accumulated and communicated to our management, including our Chief Executive Officer and Chief Financial Officer, as appropriate, to allow timely decisions regarding required disclosures.

(b) Changes in Internal Control over Financial Reporting

During the three months ended **March 31, 2024** **June 30, 2024**, there were no changes in our internal control over financial reporting identified in connection with the evaluation required by Rules 13a-15(d) and 15d-15(d) of the Exchange Act that occurred that materially affected, or are reasonably likely to materially affect, our internal control over financial reporting.

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PART II - OTHER INFORMATION

ITEM 1. LEGAL PROCEEDINGS

We may from time to time be subject to certain legal proceedings and claims in the ordinary course of business, including claims of alleged infringement of trademarks, patents, copyrights, and other intellectual property rights; employment claims; and general contract or other claims. We may also, from time to time, be subject to various legal or government claims, demands, disputes, investigations, or requests for information. Such matters may include, but not be limited to, claims, disputes, or investigations related to warranty, refund, breach of contract, employment, intellectual property, government regulation, or compliance or other matters. See Note **6, 8**, "Commitments and Contingencies," of our accompanying Notes to Condensed Consolidated Financial Statements included in Part I, Item 1, "Financial Statements (unaudited)" of this Quarterly Report on Form 10-Q for more information on our legal proceedings.

ITEM 1A. RISK FACTORS

Our operations and financial results are subject to various risks and uncertainties, including those described in Part I, Item 1A, "Risk Factors" in our Annual Report on Form 10-K for the fiscal year ended December 31, 2023, which could adversely affect our business, financial condition, results of operations, cash flows, and the trading price of our common stock. There have been no material changes in our risk factors from our Annual Report on Form 10-K.

ITEM 2. UNREGISTERED SALES OF EQUITY SECURITIES AND USE OF PROCEEDS

Unregistered Sales of Securities

We had no unregistered sales of our securities during the three months ended **March 31, 2024** **June 30, 2024**.

Purchases of Securities by the Registrant and Affiliated Purchasers

The following table presents the securities repurchase activity **We did not purchase any of our common stock** during the three months ended **March 31, 2024** (in thousands, except average price paid per security and total number of securities repurchased):

Period	Total Number of Securities Repurchased	Average Price Paid Per Security	Total Number of Securities Purchased Pursuant to Publicly Announced Plan	Total Dollar Amount Purchased Pursuant to Publicly Announced Plan	Maximum Dollar Amount Remaining Available for Repurchase Pursuant to Publicly Announced Plan
As of December 31, 2023	—	\$ —	—	\$ —	\$ 3,665
January 1 - January 31	—	—	—	—	3,665
February 1 - February 29 ⁽¹⁾	2,115,952	9.61	2,115,952	—	3,665
March 1 - March 31	—	—	—	—	3,665

⁽¹⁾ The 2,115,952 shares of our common stock relate to the final delivery of our November 2023 accelerated share repurchase (ASR) agreement. The total dollar amount purchased pursuant to a publicly-announced plan is zero as we made an upfront payment of \$150.0 million in November 2023. **June 30, 2024**.

ITEM 5. OTHER INFORMATION

Rule 10b5-1 Trading Plans

During the three months ended **March 31, 2024** **June 30, 2024**, none of our Section 16 officers or directors adopted or terminated a “Rule 10b5-1 trading arrangement” or “non-Rule 10b5-1 trading arrangement” as defined in Item 408 of Regulation S-K during the covered period.

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ITEM 6. EXHIBITS

Exhibit No.	Exhibit	Incorporated by Reference				Filed Herewith
		Form	File No	Filing Date	Exhibit No.	
10.01*	Executive Chairman Agreement between Dan Rosensweig and Chegg, Inc. dated April 24, 2024					X
10.02*	Employment Agreement between Nathan Schultz and Chegg, Inc. dated April 24, 2024					X
31.01	Certification of Dan Rosensweig, Nathan Schultz, Chief Executive Officer and Co-Chairperson, President, pursuant to Rule 13a-14(a)/15d-14(a), as adopted pursuant to Section 302 of the Sarbanes-Oxley Act of 2002					X
31.02	Certification of David Longo, Chief Financial Officer, pursuant to Rule 13a-14(a)/15d-14(a), as adopted pursuant to Section 302 of the Sarbanes-Oxley Act of 2002					X
32.01**	Certification pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002					X
101.INS	Inline XBRL Instance Document					X
101.SCH	Inline XBRL Taxonomy Extension Schema					X
101.CAL	Inline XBRL Taxonomy Extension Calculation					X
101.LAB	Inline XBRL Taxonomy Extension Labels					X
101.PRE	Inline XBRL Taxonomy Extension Presentation					X
101.DEF	Inline XBRL Taxonomy Extension Definition					X
104	Cover Page Interactive Data File (formatted as Inline XBRL and contained in Exhibit 101).					X

- * Indicates a management contract or compensatory plan.
- ** This certification is deemed not filed for purposes of section 18 of the Securities Exchange Act of 1934, as amended (Exchange Act), or otherwise subject to the liability of that section, nor shall it be deemed incorporated by reference into any filing under the Securities Act of 1933, as amended, or the Exchange Act.

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SIGNATURES

Pursuant to the requirements of Section 13 or 15(d) 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.

April 29, August 5, 2024

CHEGG, INC.

By: /S/ DAVID LONGO

David Longo

Chief Financial Officer

(Duly Authorized Officer and Principal Financial Officer)

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Exhibit 10.01

Chegg, Inc. Executive Chairman Agreement

April 24, 2024

Dan Rosensweig

Sent via email

Dear Dan:

On behalf of Chegg, Inc. (the "**Company**"), this Executive Chairman Agreement (this "**Agreement**") sets forth the terms and conditions of your employment with the Company as Executive Chairman.

1. Position. Effective as of June 1, 2024 (the "**Transition Date**") you will cease to be the Chief Executive Officer of the Company and will be appointed the Company's Executive Chairman ("**Executive Chairman**"), reporting to the Company's Board of Directors (the "**Board**"). You will have all of the duties, responsibilities and authority commensurate with the position of Executive Chairman.

You will be expected to devote appropriate time and attention to the business of the Company, and you will not render services to any other business without the prior approval of the Board. Notwithstanding the foregoing, you may manage personal investments, participate in civic, charitable, professional and academic activities (including serving on boards and committees), provided that such activities do not at the time the activity or activities commence or thereafter create an actual or potential business or fiduciary conflict of interest.

2. Term. Subject to the terms of this Agreement, this Agreement will remain in effect from the Transition Date and until terminated by you or the Company.

3. Base Salary. Beginning on the Transition Date, the Company will pay you a base salary (the "**Base Salary**") at the annualized rate of Eight Hundred and Fifty Thousand Dollars (\$850,000.00) per year. Payment of your salary shall be less applicable withholding taxes and payable in accordance with the Company's standard payroll schedule.

4. Benefits. You will continue to be entitled to participate in all employee retirement, welfare, insurance, benefit and vacation programs of the Company as are in effect from time to time and in which other senior executives of the Company are eligible to participate, on the same terms as such other senior executives. Notwithstanding the foregoing, you do not currently participate in, and will not become eligible to participate in, in the Company's Change in Control Severance Plan.

5. **Equity Awards.**

(a) **2024 Annual RSUs.** On the Transition Date, you will be granted an award of restricted stock units ("**2024 RSUs**") representing the right to acquire 281,250 shares of the Company's common

stock ("**Common Stock**"). As more fully described in the form of RSU award agreement that will be provided by the Company (the "**2024 RSU Agreement**"), the 2024 RSUs will vest over three (3) years, with 50% vesting on the one-year anniversary of the first regularly occurring quarterly vesting date that occurs on or following the Transition Date and the remainder vesting in eight (8) equal quarterly installments thereafter, subject to your continued service on such vesting dates.

(b) **2024 PSUs.** On the Transition Date, you will be granted an award of performance-based restricted stock units ("**2024 PSUs**") representing the right to acquire 93,750 shares of Company Common Stock at target level achievement. As more fully described in the form of PSU award agreement that will be provided by the Company (the "**2024 PSU Agreement**"), the 2024 PSUs (i) will be allocated to a single tranche and become earned and eligible to vest ("**Earned 2024 PSUs**") upon achievement of certain performance goals, as determined by the Compensation Committee of the Board (the "**Committee**") and applicable to 2024 PSU granted to other Company executives and (ii) the 2024 PSUs will be subject to a total three-year time-based vesting period (to the extent earned), subject to your continued service on the applicable vesting dates.

The 2024 RSUs and the 2024 PSUs will be subject to the terms and conditions of the Company's 2023 Equity Incentive Plan (as amended from time to time, the "**2023 Plan**") and the 2024 RSU Agreement and 2024 PSU Agreement, respectively, and vested 2024 RSUs and 2024 PSUs will be settled as provided thereunder. Except as set forth in [Section 8](#) below, in the event that you cease service for any reason, you will immediately forfeit any then-unvested 2024 RSUs and 2024 PSUs without any further action by the Company.

(c) **Other Outstanding Company Equity Awards.** Your other outstanding Company Equity Awards will continue to vest according to the existing vesting schedules applicable to such awards as of the Transition Date, subject to your continued service to the Company on each applicable vesting date, and shall be governed by the applicable Company Equity Plan and the written award agreements governing their grant.

6. **Expenses and Reimbursement under Company Policies.** The Company will, in accordance with applicable Company policies and guidelines, reimburse you for all reasonable and necessary expenses incurred by you in connection with your performance of services on behalf of the Company.

7. **No Other Board Compensation.** You acknowledge that for so long as you are employed as Executive Chairman (or in any other employment position), you shall not receive any cash or equity compensation for your service on the Board.

8. **Termination of Employment.** Upon your Separation at any time for any reason, you will be paid any earned but unpaid Base Salary, other unpaid and then-vested amounts, including any amount payable to you under the specific terms of any agreements, plans or awards, including insurance and health and benefit plans in which you participate and reimbursement for all reasonable and necessary expenses incurred by you in connection with your performance of services on behalf of the Company in accordance with applicable Company policies and guidelines, in each case as of the effective date of such Separation (the "**Accrued Compensation**"). In addition, provided that you satisfy the Payment Conditions set forth below in [Section 9](#), you shall be eligible for the benefits as set forth below in this [Section 8](#) (as applicable, the "**Severance and Acceleration Benefits**").

If your position as Executive Chairman is terminated by you or the Company for any reason, you shall promptly resign from all officer and director positions with the Company and/or any parent, subsidiary or

affiliate of the Company, unless otherwise requested by the Board, and you shall immediately return all Company Property.

(a) Without Cause Termination Outside of Change in Control Period.

In the event of your Without Cause Termination occurring outside of a Change in Control Period **and on or prior to the one-year anniversary of the Transition Date**, you shall be entitled to following payments and benefits:

i. **Salary Severance.** An amount equal to the product of (x) your Monthly Base Salary, multiplied by (y) 12, payable in a single lump sum in the Company's first regular payroll that occurs following the Release Deadline, provided that payment shall be made no later than 2 ½ months following the end of the calendar year in which your Without Cause Termination occurs.

ii. **COBRA Payment.** If you timely elect continued coverage under COBRA, the Company will pay the Monthly COBRA Premium until the earliest of (x) 18 months following your Without Cause Termination; (y) the date when you and your eligible dependents become eligible for substantially equivalent health insurance coverage in connection with new employment or self-employment; or (z) the date you cease to be eligible for COBRA continuation coverage for any reason.

Notwithstanding the foregoing, the Company may elect, in its sole discretion, to pay you a taxable cash payment in lieu of continued premium payments in an amount equal to the Monthly COBRA Premium in effect on your Without Cause Termination, which payment will be paid in monthly installments until the earliest of (a) 18 months following your Without Cause Termination; or (b) the date when you and your eligible dependents become eligible for substantially equivalent health insurance coverage in connection with new employment or self-employment. You shall have no right to an additional gross-up payment to account for the fact that such cash payments are paid on an after-tax basis. You must notify the Company within two (2) weeks if you obtain health care coverage from a new source.

iii. **Equity Acceleration.** Each of your then-outstanding, unvested Time-Vesting Awards and Performance Satisfied Awards shall accelerate and become vested and exercisable or settled with respect to one hundred percent (100%) of the unvested shares subject thereto. Performance Subject Awards shall be governed by the Company Equity Plan and the written award agreements governing their grant.

In the event of your Without Cause Termination occurring outside of a Change in Control Period **and following the one-year anniversary of the Transition Date**, you shall be entitled to solely the COBRA Payment pursuant to [Section 8\(a\)\(ii\)](#) above and the Equity Acceleration pursuant to [Section 8\(a\)\(iii\)](#) above.

(b) Qualifying Termination During Change in Control Period.

In the event of your Qualifying Termination occurring during a Change in Control Period **and on or prior to the one-year anniversary of the Transition Date**, you shall be entitled to following payments and benefits:

i. **Salary Severance.** An amount equal to 12 months of your Monthly Base Salary at the rate in effect immediately prior to the Qualifying Termination or the Change in Control, whichever base salary is greater, payable in a single lump sum in the Company's first regular payroll that occurs

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following the Release Deadline, provided that payment shall be made no later than 2 ½ months following the end of the calendar year in which your Qualifying Termination occurs.

ii. **COBRA Payment.** If you timely elect continued coverage under COBRA, the Company will pay the Monthly COBRA Premium until the earliest of (x) 18 months following your Qualifying Termination; (y) the date when you and your eligible dependents become eligible for substantially equivalent health insurance coverage in connection with new employment or self-employment; or (z) the date you cease to be eligible for COBRA continuation coverage for any reason.

Notwithstanding the foregoing, the Company may elect, in its sole discretion, to pay you a taxable cash payment in lieu of continued premium payments in an amount equal to the Monthly COBRA Premium in effect on your Qualifying Termination, which payment will be paid in monthly installments until the earliest of (a) 18 months following your Qualifying Termination; or (b) the date when you and your eligible dependents become eligible for substantially equivalent health insurance coverage in connection with new employment or self-employment. You shall have no right to an additional gross-up payment to account for the fact that such cash payments are paid on an after-tax basis. You must notify the Company within two (2) weeks if you obtain health care coverage from a new source.

iii. **Equity Acceleration.** Each of your then-outstanding, unvested Time-Vesting Awards and Performance Satisfied Awards shall accelerate and become vested and exercisable or settled with respect to one hundred percent (100%) of the unvested shares subject thereto. Performance Subject Awards shall

be governed by the Company Equity Plan and the written award agreements governing their grant. Performance Subject Awards shall accelerate and become vested and exercisable or settled (if at all) as set forth in the terms of the applicable award agreement; provided, however, that if any Performance Subject Awards whose measurement periods have not been completed, and performance has not been measured, as of the Change in Control, do not specify the calculation of performance upon a Change in Control, the performance will be deemed achieved at either the target level of performance described in the applicable award agreement or at the actual level of performance achieved under the terms of the applicable award agreement, if such performance is determinable as of immediately prior to the Change in Control, and the resulting number of achieved Performance Awards will accelerate and become vested in full.

In the event of your Qualifying Termination occurring during a Change in Control Period **and following the one-year anniversary of the Transition Date**, you shall be entitled to solely the COBRA Payment pursuant to Section 8(b)(ii) above and the Equity Acceleration pursuant to Section 8(b)(iii) above.

(c) Board Service Following Separation. To the extent that you remain on the Board following termination of employment with the Company, your Company Equity Awards will continue to vest pursuant to their terms. In the event of your departure from the Board at the request of the Board or the Company's Chief Executive Officer, in all cases other than due to circumstances constituting Cause for termination of your service, each of your then-outstanding, unvested Time-Vesting Awards and Performance Satisfied Awards shall accelerate and become vested and exercisable or settled with respect to one hundred percent (100%) of the unvested shares subject thereto. Performance Subject Awards shall be governed by the Company Equity Plan and the written award agreements governing their grant. In the event a Change in Control occurs and at such time you are serving as a Board member, but are no longer serving as Executive Chairman, then you shall be entitled to immediate acceleration of all of the then-unvested shares subject to your Company Equity Awards; provided, however, that if any Performance

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Subject Awards whose measurement periods have not been completed, and performance has not been measured, as of the Change in Control, do not specify the calculation of performance upon a Change in Control, the performance will be deemed achieved at either the target level of performance described in the applicable award agreement or at the actual level of performance achieved under the terms of the applicable award agreement, if such performance is determinable as of immediately prior to the Change in Control, and the resulting number of achieved Performance Awards will accelerate and become vested in full.

9. Payment Conditions. In order to be eligible to receive the Severance and Acceleration Benefits, you must satisfy the following conditions (collectively, the "Payment Conditions"):

- (a) execute and return a general waiver and release of all claims (except with respect to your rights to indemnification by the Company, and continued coverage by the Company's directors and officers insurance) in a form provided by the Company (the "**Release**"), and allow such Release to become non-revocable prior to the 60th day, or such earlier deadline specified in the Release, following your Separation (the "**Release Deadline**");
- (b) comply with your obligations under your Confidentiality Agreement;
- (c) promptly resign from all officer and director positions with the Company and/or any parent, subsidiary or affiliate of the Company, unless otherwise requested by the Board; and
- (d) return all Company Property (as defined below) to the Company.

10. Conclusion of Services as CEO. You agree and acknowledge that your transition from the position of Chief Executive Officer of the Company to the position of Executive Chairman, including, but not limited to, any adjustment in the terms and conditions of your employment related thereto (including entry into this Agreement) shall not constitute grounds for you to terminate your employment for Good Reason and will not be considered an involuntary termination under this Agreement, or any plan, program or arrangement of the Company (including, but not limited to, your offer letter with the Company dated December 3, 2009 and the amendment thereto dated November 29, 2021 (together, your "**2009 Offer Letter**")), which means you will not be eligible to receive severance or equity acceleration benefits in connection with this transition.

11. Non-Assumption of Equity Awards upon Change in Control; Corporate Transaction.

Notwithstanding anything to the contrary in this Agreement, if the successor or acquiring corporation (if any) of the Company refuses to assume, convert, replace or substitute your unvested Company Equity Awards as provided in Section 21.1 of the 2023 Plan in connection with a Corporate Transaction (as defined in the 2023 Plan), or as provided in Section 21.1 of the 2013 Equity Incentive Plan in connection with a Corporate Transaction (as defined in the 2013 Equity Incentive Plan), then notwithstanding any other provision in this Agreement, the Company Equity Plans or any equity award agreement to the contrary, each of your then-outstanding, unvested Time-Vesting Awards and Performance Satisfied Awards that are not assumed, converted, replaced or substituted shall accelerate and

become vested and exercisable or settled in full effective immediately prior to the Corporate Transaction, and terminate to the extent not exercised (as applicable) upon the Corporate Transaction. Performance Subject Awards shall be governed by the Company Equity Plan and the written award agreements governing their grant.

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12. Section 280G. In the event that the severance and other benefits provided for in this Agreement or otherwise payable to you (a) constitute “parachute payments” within the meaning of Section 280G of the Internal Revenue Code of 1986, as amended (the “Code”), and (b) but for this Section, would be subject to the excise tax imposed by Section 4999 of the Code, then, your severance and other benefits under this Agreement shall be payable either (i) in full, or (ii) as to such lesser amount which would result in no portion of such severance and other benefits being subject to the excise tax under Section 4999 of the Code, whichever of the foregoing amounts, taking into account the applicable federal, state and local income taxes and the excise tax imposed by Section 4999, results in the receipt by you on an after-tax basis, of the greatest amount of severance benefits under this Agreement, notwithstanding that all or some portion of such severance benefits may be taxable under Section 4999 of the Code.

13. Section 409A. To the extent (a) any payments to which you become entitled under this Agreement, or any agreement or plan referenced herein, in connection with your termination of employment with the Company constitute deferred compensation subject to Section 409A of the Code and (b) you are deemed at the time of such termination of employment to be a “specified” employee under Section 409A of the Code, then such payment or payments shall not be made or commence until the earlier of (i) the expiration of the six (6)-month period measured from the date of your “separation from service” (as such term is at the time defined in regulations under Section 409A of the Code) with the Company; or (ii) the date of your death following such separation from service; provided, however, that such deferral shall only be effected to the extent required to avoid adverse tax treatment to you, including (without limitation) the additional twenty percent (20%) tax for which you would otherwise be liable under Section 409A(a)(1)(B) of the Code in the absence of such deferral. Upon the expiration of the applicable deferral period, any payments which would have otherwise been made during that period (whether in a single sum or in installments) in the absence of this paragraph shall be paid to you or your beneficiary in one lump sum (without interest).

Except as otherwise expressly provided herein, to the extent any expense reimbursement or the provision of any in-kind benefit under this Agreement (or otherwise referenced herein) is determined to be subject to (and not exempt from) Section 409A of the Code, the amount of any such expenses eligible for reimbursement, or the provision of any in-kind benefit, in one calendar year shall not affect the expenses eligible for reimbursement or in kind benefits to be provided in any other calendar year, in no event shall any expenses be reimbursed after the last day of the calendar year following the calendar year in which you incurred such expenses, and in no event shall any right to reimbursement or the provision of any in-kind benefit be subject to liquidation or exchange for another benefit.

To the extent that any provision of this Agreement is ambiguous as to its exemption or compliance with Section 409A, the provision will be read in such a manner so that all payments hereunder are exempt from Section 409A to the maximum permissible extent, and for any payments where such construction is not tenable, that those payments comply with Section 409A to the maximum permissible extent. To the extent any payment under this Agreement may be classified as a “short-term deferral” within the meaning of Section 409A, such payment shall be deemed a short-term deferral, even if it may also qualify for an exemption from Section 409A under another provision of Section 409A. Payments pursuant to this Agreement (or referenced in this Agreement), and each installment thereof, are intended to constitute separate payments for purposes of Section 1.409A-2(b)(2) of the regulations under Section 409A of the Code. Notwithstanding anything to the contrary in this Agreement, any reference herein to a termination of your employment is intended to constitute a “separation from service” within the meaning of Section 409A of the Code, and Section 1.409A-1(h) of the regulations promulgated thereunder, and shall be so construed. If the period during which you may sign the Release begins in one calendar year and ends in

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the following calendar year, then no severance payments or benefits that that would constitute deferred compensation within the meaning of Section 409A will be paid or provided until the later calendar year.

14. At Will Employment. Your service with the Company is for no specific period of time. Your service with the Company is “at will,” meaning that either you or the Company may terminate your service at any time and for any reason, with or without cause, subject to the terms of Section 8 of this Agreement. Any contrary representations that may have been made to you are superseded by this Agreement. This is the full and complete agreement between you and the Company on this term. Although your compensation and benefits, as well as the Company’s personnel policies and procedures, may change from time to time, the “at will” nature of your service may only be changed in an express written agreement signed by you and a member of the Board (other than you).

15. Confidential Information and Other Company Policies. You will continue to be bound by and comply fully with your agreement regarding proprietary information, invention assignment and confidentiality with the Company (the “**Confidentiality Agreement**”), insider trading policy, code of conduct, and any other policies and programs adopted by the Company regulating the behavior of its employees, as such policies and programs may be amended from time to time to the extent the same are not inconsistent with this Agreement, unless you consent to the same at the time of such amendment.

16. Indemnification. You will continue to be named as an insured on the director and officer liability insurance policy currently maintained by the Company, or as may be maintained by the Company from time to time, and will continue to be subject to indemnification as required by the Company’s Bylaws and the Indemnification Agreement previously entered into between you and the Company.

17. Arbitration.

To ensure rapid and economical resolution of any and all disputes that might arise in connection with this Agreement, you and the Company agree that any and all disputes, claims and causes of action, in law or equity, arising from or relating to this Agreement or its enforcement, performance, breach or interpretation, will be resolved solely and exclusively by final, binding and confidential arbitration, by a single arbitrator, in Santa Clara County, California, and conducted by the American Arbitration Association under its then-existing employment rules and procedures. Nothing in this section, however, is intended to prevent either party from obtaining injunctive relief in court to prevent irreparable harm pending the conclusion of any such arbitration. Each party to an arbitration or litigation hereunder will be responsible for the payment of its own attorneys’ fees.

18. Compensation Recoupment. All amounts payable to you hereunder shall be subject to recoupment pursuant to the Company’s current compensation recoupment and forfeiture policy and any additional compensation recoupment policy or amendments to the then-current policy adopted by the Board or any committee thereof as required by law during the term of your service with the Company that is applicable generally to executive officers of the Company.

19. Miscellaneous.

(a) Successors. The Company will require any successor (whether direct or indirect and whether by purchase, merger, consolidation, liquidation or otherwise) to all or substantially all of the Company’s business and/or assets to assume this Agreement and to agree expressly to perform this Agreement in the same manner and to the same extent as the Company would be required to perform it in the absence of a succession. For all purposes under this Agreement, the term “Company” will include any successor to the Company’s business and/or assets or which becomes bound by this Agreement by

operation of law. This Agreement and all of your rights hereunder will inure to the benefit of, and be enforceable by, your personal or legal representatives, executors, administrators, successors, heirs, distributees, devisees and legatees.

(b) Notices. Notices under this Agreement must be in writing and will be deemed to have been given when personally delivered or two days after mailed by U.S. registered or certified mail, return receipt requested and postage prepaid or deposited with an overnight courier, with shipping charges prepaid. Mailed notices to you will be addressed to you at the home address which you have most recently communicated to the Company in writing. Notices to the Company will be addressed to the Board at the Company’s corporate headquarters.

(c) Waiver. No provision of this Agreement will be modified or waived except in writing signed by you and a member of the Board (other than you). No waiver by either party of any breach of this Agreement by the other party will be considered a waiver of any other breach of this Agreement.

(d) Severability. In the event that any provision hereof becomes or is declared by a court of competent jurisdiction to be illegal, unenforceable or void, this Agreement shall continue in full force and effect without said provision.

(e) Withholding. All sums payable to you hereunder shall be reduced by all federal, state, local and other withholding and similar taxes and payments required by applicable law.

(f) Entire Agreement. This Agreement, the Confidentiality Agreement, the Company Equity Plans and the equity award agreements representing your Company Equity Awards represent the entire agreement between the parties concerning the subject matter herein (and expressly supersede any prior agreements that you may have entered into regarding your employment as Chief Executive Officer of the Company, including but not limited to, your 2009 Offer Letter. This Agreement may be amended, or any of its provisions waived, only by a written document executed by you and a member of the Board (other than you) in the case of an amendment, or by the party against whom the waiver is asserted.

(g) Governing Law. This Agreement will be governed by the laws of the State of California (other than its choice-of-law provisions).

(h) Survival. The provisions of this Agreement shall survive the termination of your service for any reason to the extent necessary to enable the parties to enforce their respective rights under this Agreement.

20. Definitions.

"Cause" means the occurrence of any of the following events, as determined by the Company and/or the Board in its and/or their sole and absolute discretion:

- (a)** your failure or refusal to comply in any material respect with lawful policies, standards or regulations, including, but not limited to the code of conduct of the Company within thirty (30) days after written notice to you of such violations and/or failure;
- (b)** your material violation of a federal or state law or regulation applicable to the business of the Company;

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(c) your conviction or plea of no contest to a felony or other crime of moral turpitude under the laws of the United States or any State;

(d) your fraud or material misappropriation of property belonging to the Company or its affiliates;

(e) your material breach of the Company's the terms of any confidentiality, invention assignment or proprietary information agreement with the Company or with a former employer and failure to correct or cure such material breach within thirty (30) days after written notice to you of such breach; or

(f) your material misconduct or gross negligence in connection with the performance of your duties and failure to correct or cure such action or conduct within thirty (30) days after written notice to you if such action or conduct is curable.

The determination as to the existence of grounds for your termination for Cause will be made in good faith by the Company or the Board and will be final and binding on you.

"Change in Control" means the occurrence of any of the following events: (i) any "person" (as such term is used in Sections 13(d) and 14(d) of the Securities Exchange Act of 1934, as amended (the **"Exchange Act"**) becomes the "beneficial owner" (as defined in Rule 13d-3 of the Exchange Act), directly or indirectly, of securities of the Company representing more than fifty percent (50%) of the total voting power represented by the Company's then outstanding voting securities; (ii) the consummation of the sale or disposition by the Company of all or substantially all of the Company's assets; or (iii) the consummation of a merger or consolidation of the Company with any other corporation, other than a merger or consolidation which would result in the voting securities of the Company outstanding immediately prior thereto continuing to represent (either by remaining outstanding or by being converted into voting securities of the surviving entity or its parent) at least fifty percent (50%) of the total voting power represented by the voting securities of the Company or such surviving entity or its parent outstanding immediately after such merger or consolidation.

"Change in Control Period" shall mean the period beginning three (3) months prior to (the **"3-Month Lookback"**) and ending twelve (12) months following the effective date of a Change in Control, provided that, if occurring during the 3-Month Lookback, your Qualifying Termination follows the execution of a definitive agreement for a corporate transaction which, if consummated, would constitute the applicable Change in Control.

"COBRA" means the Consolidated Omnibus Budget Reconciliation Act of 1985, together with any state law of similar effect.

"Code" means the Internal Revenue Code of 1986, as amended.

"Company Equity Awards" means all awards for shares of Company common stock granted under the Company Equity Plans, including but not limited to options, restricted stock, restricted stock units, stock bonus awards or stock appreciation rights.

"Company Equity Plans" means the Company's 2013 Equity Incentive Plan or the Company's 2023 Equity Incentive Plan.

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"Company Property" shall mean all material paper and electronic Company documents (and all copies, reproductions or summaries thereof) created and/or received by you during your period of employment with the Company and other material Company materials and property (including Company laptop computers and mobile devices), that you have in your possession or control, including materials of any kind that contain or embody any proprietary or confidential information of the Company (and all copies, reproductions or summaries thereof, in whole or in part). For the avoidance of doubt, Company Property shall not include your personal copies of documents evidencing your hire, termination, compensation, benefits and stock options and any other documentation received as a stockholder of the Company. For purposes of the foregoing definition of Company Property, "Company" shall include the Company and its parents and subsidiaries.

"Good Reason" means the occurrence of any of the following events or conditions, without your express written consent:

- (a) you are no longer the Executive Chairman of the Company or no longer report directly to the Board;
- (b) the Company makes any material change or reduction in your duties as Executive Chairman or assigns you any duties inconsistent with your position, responsibilities, authority or status;
- (c) the Company reduces your then-current annual Base Salary (other than a similar reduction that applies to the Company's other senior executives); or
- (d) the Company relocates you to a primary work location more than 50 miles from the Company's principal office in Santa Clara, California.

A termination of employment for Good Reason will be effectuated by giving the Company written notice ("**Notice of Termination for Good Reason**"). setting forth in reasonable detail, the specific conduct of the Company that constitutes Good Reason and the specific provision(s) of this definition on which you are relying. Notice of Termination for Good Reason must be provided within ninety (90) days of the condition first arising. The Company will have an opportunity to cure such conduct constituting Good Reason within thirty (30) days of receiving such Notice of Termination for Good Reason. If the Company does not cure such conduct within such thirty (30) day period, a termination of employment for Good Reason will be effective on the thirty-first (31st) day following the date when the Notice of Termination for Good Reason is received by the Company.

"Monthly Base Salary" shall mean your monthly base salary at the rate in effect immediately prior to your Separation (ignoring any decrease in your Monthly Base Salary that forms the basis for Good Reason, as applicable).

"Monthly COBRA Premium" shall mean the amount of the monthly COBRA premium necessary to continue health coverage for you and your eligible dependents under COBRA.

"Performance Satisfied Awards" means Company Equity Awards granted subject to performance-based vesting for which the applicable performance measurement period(s) thereunder have been completed, and performance has been measured and certified.

"Performance Subject Awards" means Company Equity Awards then-subject to on-going performance-based metrics and achievement.

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"Qualifying Termination" shall mean your Separation as a result of either (i) the termination of your employment by the Company other than for Cause or (ii) your resignation of your employment for Good Reason. For the avoidance of doubt, in no event will your Separation resulting from your termination for Cause, your death or disability, your resignation of employment for any reason other than Good Reason constitute a Qualifying Termination.

"Time-Vesting Awards" means Company Equity Awards granted subject solely to time-based vesting.

"Without Cause Termination" shall mean your Separation as a result of the termination of your employment by the Company other than for Cause. For the avoidance of doubt, in no event will your Separation resulting from your termination for Cause, your death or disability, or your resignation of your employment for any reason constitute a Without Cause Termination.

[Signature Page to Executive Chairman Agreement Follows]

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Please sign and date this Agreement and return it to me if you wish to accept service as Executive Chairman at the Company under the terms described above.

Best regards,

Chegg, Inc.

/S/ RICHARD SARNOFF

Richard Sarnoff
Co-Chairperson, Board of Directors

I, the undersigned, hereby accept and agree to the terms and conditions of my service as Executive Chairman with the Company as set forth in this Agreement.

Dan Rosensweig

/S/ DAN ROSENSWEIG

Date: 4/24/24

[Signature Page to Executive Chairman Agreement]

Chegg, Inc.

Employment Agreement

April 24, 2024

Nathan Schultz

Sent via email

Dear Nathan:

On behalf of Chegg, Inc. (the "**Company**"), this Employment Agreement (this "**Agreement**") sets forth the terms and conditions of your employment with the Company as Chief Executive Officer ("**CEO**").

1. Position. Effective as of June 1, 2024 (the "**Transition Date**") you will cease to be the Chief Operating Officer of the Company and will be appointed the CEO of the Company and a member of the Company's Board of Directors (the "**Board**"), reporting to the Board. You will have all of the duties, responsibilities and authority commensurate with the position of CEO.

You will be expected to devote your full working time and attention to the business of the Company, and you will not render services to any other business without the prior approval of the Board. Notwithstanding the foregoing, you may manage personal investments, participate in civic, charitable, professional and academic activities (including serving on boards and committees), provided that such activities do not at the time the activity or activities commence or thereafter create an actual or potential business or fiduciary conflict of interest.

2. Term. Subject to the terms of this Agreement, this Agreement will remain in effect from the Transition Date and until terminated by you or the Company.

3. Base Salary. Beginning on the Transition Date, the Company will pay you a base salary (the "**Base Salary**") at the annualized rate of One Million Dollars (\$1,000,000) per year, subject to annual review. Payment of your salary shall be less applicable withholding taxes and payable in accordance with the Company's standard payroll schedule.

4. Benefits. You will continue to be entitled to participate in all employee retirement, welfare, insurance, benefit and vacation programs of the Company as are in effect from time to time and in which other senior executives of the Company are eligible to participate, on the same terms as such other senior executives. Notwithstanding the foregoing, you will cease to participate in the Company's Change in Control Severance Plan.

5. Equity Awards.

(a) 2024 Annual RSUs. On the Transition Date, you will be granted an award of restricted stock units ("**2024 RSUs**") representing the right to acquire 412,500 shares of the Company's common stock ("**Common Stock**"). As more fully described in the form of RSU award agreement that will be

provided by the Company (the "**2024 RSU Agreement**"), the 2024 RSUs will vest over three (3) years, with 1/3 vesting on the one-year anniversary of the first regularly occurring quarterly vesting date that occurs on or following the Transition Date and the remainder vesting in eight (8) equal quarterly installments thereafter, subject to your continued service on such vesting dates.

(b) 2024 PSUs. On the Transition Date, you will be granted an award of performance-based restricted stock units ("**2024 PSUs**") representing the right to acquire 412,500 shares of Company Common Stock at target level achievement. As more fully described in the form of PSU award agreement that will be provided by the Company (the "**2024 PSU Agreement**"), the 2024 PSUs (i) will be allocated between two (2) tranches and will become earned and eligible to vest ("**Earned 2024 PSUs**") upon achievement of certain performance goals, as determined by the Compensation Committee of the Board (the "**Committee**") and applicable to 2024 PSU granted to other Company executives and (ii) the 2024 PSUs will be subject to a total three-year time-based vesting period (to the extent earned), subject to your continued service on the applicable vesting dates.

The 2024 RSUs and the 2024 PSUs will be subject to the terms and conditions of the Company's 2023 Equity Incentive Plan (as amended from time to time, the "**2023 Plan**") and the 2024 RSU Agreement and 2024 PSU Agreement, respectively, and vested 2024 RSUs and 2024 PSUs will be settled as provided thereunder. Except as set forth in Section 8 below, in the event that you cease service for any reason, you will immediately forfeit any then-unvested 2024 RSUs and 2024 PSUs without any further action by the Company.

(c) Other Outstanding Company Equity Awards. Your other outstanding Company Equity Awards will continue to vest according to the existing vesting schedules applicable to such awards as of the Transition Date, subject to your continued service to the Company on each applicable vesting date, and shall be governed by the applicable Company Equity Plan and the written award agreements governing their grant.

6. Expenses and Reimbursement under Company Policies. The Company will, in accordance with applicable Company policies and guidelines, reimburse you for all reasonable and necessary expenses incurred by you in connection with your performance of services on behalf of the Company. The Company will reimburse you for reasonable legal fees incurred in the negotiation and drafting of this Agreement, up to a maximum of Twenty-Five Thousand Dollars (\$25,000).

7. No Other Board Compensation. You acknowledge that for so long as you are employed as CEO (or in any other employment position), you shall not receive any cash or equity compensation for your service on the Board.

8. Termination of Employment. Upon your Separation at any time for any reason, you will be paid any earned but unpaid Base Salary, other unpaid and then-vested amounts, including any amount payable to you under the specific terms of any agreements, plans or awards, including insurance and health and benefit plans in which you participate and reimbursement for all reasonable and necessary expenses incurred by you in connection with your performance of services on behalf of the Company in accordance with applicable Company policies and guidelines, in each case as of the effective date of such Separation (the "**Accrued Compensation**"). In addition, provided that you satisfy the Payment Conditions set forth below in **Section 9**, you shall be eligible for the benefits as set forth below in this **Section 8** (as applicable, the "**Severance and Acceleration Benefits**").

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If your position as CEO is terminated by you or the Company for any reason, you shall promptly resign from all officer and director positions with the Company and/or any parent, subsidiary or affiliate of the Company, unless otherwise requested by the Board, and you shall immediately return all Company Property.

(a) Qualifying Termination Outside of Change in Control Period. In the event of your Qualifying Termination occurring outside of a Change in Control Period, you shall be entitled to following payments and benefits:

i. **Salary Severance.** An amount equal to the product of (x) your Monthly Base Salary, multiplied by (y) 12, payable in a single lump sum in the Company's first regular payroll that occurs following the Release Deadline, provided that payment shall be made no later than 2 ½ months following the end of the calendar year in which Qualifying Termination occurs.

ii. **COBRA Payment.** If you timely elect continued coverage under COBRA, the Company will pay the Monthly COBRA Premium until the earliest of (x) 12 months following your Qualifying Termination; (y) the date when you and your eligible dependents become eligible for substantially equivalent health insurance coverage in connection with new employment or self-employment; or (z) the date you cease to be eligible for COBRA continuation coverage for any reason.

Notwithstanding the foregoing, the Company may elect, in its sole discretion, to pay you a taxable cash payment in lieu of continued premium payments in an amount equal to the Monthly COBRA Premium in effect on your Qualifying Termination, which payment will be paid in monthly installments until the earliest of (a) 12 months following your Qualifying Termination; or (b) the date when you and your eligible dependents become eligible for substantially equivalent health insurance coverage in connection with new employment or self-employment. You shall have no right to an additional gross-up payment to account for the fact that such cash payments are paid on an after-tax basis. You must notify the Company within two (2) weeks if you obtain health care coverage from a new source.

iii. **Equity Acceleration.** Each of your then-outstanding, unvested Time-Vesting Awards and Performance Satisfied Awards shall accelerate and become vested and exercisable or settled with respect to the number of unvested shares subject thereto that would have vested had you continued in employment with the Company following your Qualifying Termination for 12 months.

(b) Qualifying Termination During Change in Control Period. In the event of your Qualifying Termination occurring during a Change in Control Period, you shall be entitled to following payments and benefits:

i. **Severance Payment.** An amount equal to (i) 18 months of your Monthly Base Salary at the rate in effect immediately prior to the Qualifying Termination or the Change in Control, whichever base salary is greater and (ii) your target cash bonus, if applicable, for the fiscal year in which the Qualifying Termination occurs, prorated for the number of days employed in such fiscal year prior to the Qualifying Termination, payable in a single lump sum in the Company's first regular payroll that occurs following the Release Deadline, provided that payment shall be made no later than 2 ½ months following the end of the calendar year in which your Qualifying Termination occurs.

ii. **COBRA Payment.** If you timely elect continued coverage under COBRA, the Company will pay the Monthly COBRA Premium until the earliest of (x) 18 months following your Qualifying Termination; (y) the date when you and your eligible dependents become eligible for

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substantially equivalent health insurance coverage in connection with new employment or self-employment; or (z) the date you cease to be eligible for COBRA continuation coverage for any reason.

Notwithstanding the foregoing, the Company may elect, in its sole discretion, to pay you a taxable cash payment in lieu of continued premium payments in an amount equal to the Monthly COBRA Premium in effect on your Qualifying Termination, which payment will be paid in monthly installments until the earliest of (a) 18 months following your Qualifying Termination; or (b) the date when you and your eligible dependents become eligible for substantially equivalent health insurance coverage in connection with new employment or self-employment. You shall have no right to an additional gross-up payment to account for the fact that such cash payments are paid on an after-tax basis. You must notify the Company within two (2) weeks if you obtain health care coverage from a new source.

iii. **Equity Acceleration.** Each of your then-outstanding, unvested Time-Vesting Awards and Performance Satisfied Awards shall accelerate and become vested and exercisable or settled with respect to one hundred percent (100%) of the unvested shares subject thereto. Performance Subject Awards shall accelerate and become vested and exercisable or settled (if at all) as set forth in the terms of the applicable award agreement; provided, however, that if any Performance Subject Awards whose measurement periods have not been completed, and performance has not been measured, as of the Change in Control, do not specify the calculation of performance upon a Change in Control, the performance will be deemed achieved at either the target level of performance described in the applicable award agreement or at the actual level of performance achieved under the terms of the applicable award agreement, if such performance is determinable as of immediately prior to the Change in Control, and the resulting number of achieved Performance Awards will accelerate and become vested in full.

To permit the foregoing acceleration in the event your Qualifying Termination occurs within the 3-Month Lookback prior to a Change in Control, any then-unvested Company Equity Awards will not terminate and will remain outstanding (provided that in no event will any Company Equity Award remain outstanding beyond the expiration of its maximum term) and eligible for acceleration and settlement, as applicable, with respect to the proposed Change in Control. In the event that the proposed Change in Control is not completed during the 3-Month Lookback, any unvested Company Equity Awards (after giving effect to any accelerated vesting pursuant to [Section 8\(a\)](#), if applicable) shall automatically be forfeited effective three (3) months following your Qualifying Termination.

9. Payment Conditions. In order to be eligible to receive the Severance and Acceleration Benefits, you must satisfy the following conditions (collectively, the "Payment Conditions"):

- (a) execute and return a general waiver and release of all claims (except with respect to your rights to indemnification by the Company, and continued coverage by the Company's directors and officers insurance) in a form provided by the Company (the "**Release**"), and allow such Release to become non-revocable prior to the 60th day, or such earlier deadline specified in the Release, following your Separation (the "**Release Deadline**");
- (b) comply with your obligations under your Confidentiality Agreement;
- (c) promptly resign from all officer and director positions with the Company and/or any parent, subsidiary or affiliate of the Company, unless otherwise requested by the Board; and
- (d) return all Company Property (as defined below) to the Company.

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10. Non-Assumption of Equity Awards upon Change in Control; Corporate Transaction.

Notwithstanding anything to the contrary in this Agreement, if the successor or acquiring corporation (if any) of the Company refuses to assume, convert, replace or substitute your unvested Company Equity Awards as provided in Section 21.1 of the 2023 Plan in connection with a Corporate Transaction (as defined in the 2023 Plan), or as provided in Section 21.1 of the 2013 Equity Incentive Plan in connection with a Corporate Transaction (as defined in the 2013 Equity Incentive Plan), then notwithstanding any other provision in this Agreement, the Company Equity Plans or any equity award agreement to the contrary, each of your then-outstanding, unvested Time-Vesting Awards and Performance Satisfied Awards that are not assumed, converted, replaced or substituted shall accelerate and become vested and exercisable or settled in full effective immediately prior to the Corporate Transaction, and terminate to the extent not exercised (as applicable) upon the Corporate Transaction. Performance Subject Awards shall be governed by the Company Equity Plan and the written award agreements governing their grant.

11. Section 280G. In the event that the severance and other benefits provided for in this Agreement or otherwise payable to you (a) constitute "parachute payments" within the meaning of Section 280G of the Internal Revenue Code of 1986, as amended (the "**Code**"), and (b) but for this [Section](#), would be subject to the excise tax imposed by Section 4999 of the Code, then, your severance and other benefits under this Agreement shall be payable either (i) in full, or (ii) as to such lesser amount which would result in no portion of such severance and other benefits being subject to the excise tax under Section 4999 of the Code, whichever of

the foregoing amounts, taking into account the applicable federal, state and local income taxes and the excise tax imposed by Section 4999, results in the receipt by you on an after-tax basis, of the greatest amount of severance benefits under this Agreement, notwithstanding that all or some portion of such severance benefits may be taxable under Section 4999 of the Code.

12. Section 409A. To the extent (a) any payments to which you become entitled under this Agreement, or any agreement or plan referenced herein, in connection with your termination of employment with the Company constitute deferred compensation subject to Section 409A of the Code and (b) you are deemed at the time of such termination of employment to be a "specified" employee under Section 409A of the Code, then such payment or payments shall not be made or commence until the earlier of (i) the expiration of the six (6)-month period measured from the date of your "separation from service" (as such term is at the time defined in regulations under Section 409A of the Code) with the Company; or (ii) the date of your death following such separation from service; provided, however, that such deferral shall only be effected to the extent required to avoid adverse tax treatment to you, including (without limitation) the additional twenty percent (20%) tax for which you would otherwise be liable under Section 409A(a)(1)(B) of the Code in the absence of such deferral. Upon the expiration of the applicable deferral period, any payments which would have otherwise been made during that period (whether in a single sum or in installments) in the absence of this paragraph shall be paid to you or your beneficiary in one lump sum (without interest).

Except as otherwise expressly provided herein, to the extent any expense reimbursement or the provision of any in-kind benefit under this Agreement (or otherwise referenced herein) is determined to be subject to (and not exempt from) Section 409A of the Code, the amount of any such expenses eligible for reimbursement, or the provision of any in-kind benefit, in one calendar year shall not affect the expenses eligible for reimbursement or in kind benefits to be provided in any other calendar year, in no event shall any expenses be reimbursed after the last day of the calendar year following the calendar year in which you incurred such expenses, and in no event shall any right to reimbursement or the provision of any in-kind benefit be subject to liquidation or exchange for another benefit.

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To the extent that any provision of this Agreement is ambiguous as to its exemption or compliance with Section 409A, the provision will be read in such a manner so that all payments hereunder are exempt from Section 409A to the maximum permissible extent, and for any payments where such construction is not tenable, that those payments comply with Section 409A to the maximum permissible extent. To the extent any payment under this Agreement may be classified as a "short-term deferral" within the meaning of Section 409A, such payment shall be deemed a short-term deferral, even if it may also qualify for an exemption from Section 409A under another provision of Section 409A. Payments pursuant to this Agreement (or referenced in this Agreement), and each installment thereof, are intended to constitute separate payments for purposes of Section 1.409A-2(b)(2) of the regulations under Section 409A of the Code. Notwithstanding anything to the contrary in this Agreement, any reference herein to a termination of your employment is intended to constitute a "separation from service" within the meaning of Section 409A of the Code, and Section 1.409A-1(h) of the regulations promulgated thereunder, and shall be so construed. If the period during which you may sign the Release begins in one calendar year and ends in the following calendar year, then no severance payments or benefits that that would constitute deferred compensation within the meaning of Section 409A will be paid or provided until the later calendar year.

13. At Will Employment. Your service with the Company is for no specific period of time. Your service with the Company is "at will," meaning that either you or the Company may terminate your service at any time and for any reason, with or without cause, subject to the terms of Section 8 of this Agreement. Any contrary representations that may have been made to you are superseded by this Agreement. This is the full and complete agreement between you and the Company on this term. Although your compensation and benefits, as well as the Company's personnel policies and procedures, may change from time to time, the "at will" nature of your service may only be changed in an express written agreement signed by you and a member of the Board (other than you).

14. Confidential Information and Other Company Policies. You will continue to be bound by and comply fully with your agreement regarding proprietary information, invention assignment and confidentiality with the Company (the "**Confidentiality Agreement**"), insider trading policy, code of conduct, and any other policies and programs adopted by the Company regulating the behavior of its employees, as such policies and programs may be amended from time to time to the extent the same are not inconsistent with this Agreement, unless you consent to the same at the time of such amendment.

15. Indemnification. You will continue to be named as an insured on the director and officer liability insurance policy currently maintained by the Company, or as may be maintained by the Company from time to time, and will continue to be subject to indemnification as required by the Company's Bylaws and the Indemnification Agreement previously entered into between you and the Company.

16. Arbitration.

To ensure rapid and economical resolution of any and all disputes that might arise in connection with this Agreement, you and the Company agree that any and all disputes, claims and causes of action, in law or equity, arising from or relating to this Agreement or its enforcement, performance, breach or interpretation, will be resolved solely and exclusively by final, binding and confidential arbitration, by a single arbitrator, in Santa Clara County, California, and conducted by the American

Arbitration Association under its then-existing employment rules and procedures. Nothing in this section, however, is intended to prevent either party from obtaining injunctive relief in court to prevent irreparable harm pending the conclusion of any such arbitration. Each party to an arbitration or litigation hereunder will be responsible for the payment of its own attorneys' fees.

17. Compensation Recoupment. All amounts payable to you hereunder shall be subject to recoupment pursuant to the Company's current compensation recoupment and forfeiture policy and any additional compensation recoupment policy or amendments to the then-current policy adopted by the Board or any committee thereof as required by law during the term of your service with the Company that is applicable generally to executive officers of the Company.

18. Miscellaneous.

(a) Successors. The Company will require any successor (whether direct or indirect and whether by purchase, merger, consolidation, liquidation or otherwise) to all or substantially all of the Company's business and/or assets to assume this Agreement and to agree expressly to perform this Agreement in the same manner and to the same extent as the Company would be required to perform it in the absence of a succession. For all purposes under this Agreement, the term "Company" will include any successor to the Company's business and/or assets or which becomes bound by this Agreement by operation of law. This Agreement and all of your rights hereunder will inure to the benefit of, and be enforceable by, your personal or legal representatives, executors, administrators, successors, heirs, distributees, devisees and legatees.

(b) Notices. Notices under this Agreement must be in writing and will be deemed to have been given when personally delivered or two days after mailed by U.S. registered or certified mail, return receipt requested and postage prepaid or deposited with an overnight courier, with shipping charges prepaid. Mailed notices to you will be addressed to you at the home address which you have most recently communicated to the Company in writing. Notices to the Company will be addressed to the Board at the Company's corporate headquarters.

(c) Waiver. No provision of this Agreement will be modified or waived except in writing signed by you and a member of the Board (other than you). No waiver by either party of any breach of this Agreement by the other party will be considered a waiver of any other breach of this Agreement.

(d) Severability. In the event that any provision hereof becomes or is declared by a court of competent jurisdiction to be illegal, unenforceable or void, this Agreement shall continue in full force and effect without said provision.

(e) Withholding. All sums payable to you hereunder shall be reduced by all federal, state, local and other withholding and similar taxes and payments required by applicable law.

(f) Entire Agreement. This Agreement, the Confidentiality Agreement, the Company Equity Plans and the equity award agreements representing your Company Equity Awards represent the entire agreement between the parties concerning the subject matter herein (and expressly supersede any prior agreements that you may have entered into regarding your employment with the Company, including but not limited to, (i) your offer letter with the Company dated February 19, 2008 and (ii) your participation in the Company's Change in Control Severance Plan. This Agreement may be amended, or any of its provisions waived, only by a written document executed by you and a member of the Board (other than you) in the case of an amendment, or by the party against whom the waiver is asserted.

(g) Governing Law. This Agreement will be governed by the laws of the State of California (other than its choice-of-law provisions).

(h) Survival. The provisions of this Agreement shall survive the termination of your service for any reason to the extent necessary to enable the parties to enforce their respective rights under this Agreement.

19. Definitions.

"Cause" means the occurrence of any of the following events, as determined by the Company and/or the Board in its and/or their sole and absolute discretion:

- (a) your failure or refusal to comply in any material respect with lawful policies, standards or regulations, including, but not limited to the code of conduct, of the Company within thirty (30) days after written notice to you of such violations and/or failure;
- (b) your material violation of a federal or state law or regulation applicable to the business of the Company;
- (c) your conviction or plea of no contest to a felony or other crime of moral turpitude under the laws of the United States or any State;
- (d) your fraud or material misappropriation of property belonging to the Company or its affiliates;
- (e) your material breach of the terms of any confidentiality, invention assignment or proprietary information agreement with the Company or with a former employer and failure to correct or cure such material breach within thirty (30) days after written notice to you of such breach; or
- (f) your material misconduct or gross negligence in connection with the performance of your duties and failure to correct or cure such action or conduct within thirty (30) days after written notice to you if such action or conduct is curable.

The determination as to the existence of grounds for your termination for Cause will be made in good faith by the Company or the Board and will be final and binding on you.

"Change in Control" means the occurrence of any of the following events: (i) any "person" (as such term is used in Sections 13(d) and 14(d) of the Securities Exchange Act of 1934, as amended (the **"Exchange Act"**) becomes the "beneficial owner" (as defined in Rule 13d-3 of the Exchange Act), directly or indirectly, of securities of the Company representing more than fifty percent (50%) of the total voting power represented by the Company's then outstanding voting securities; (ii) the consummation of the sale or disposition by the Company of all or substantially all of the Company's assets; or (iii) the consummation of a merger or consolidation of the Company with any other corporation, other than a merger or consolidation which would result in the voting securities of the Company outstanding immediately prior thereto continuing to represent (either by remaining outstanding or by being converted into voting securities of the surviving entity or its parent) at least fifty percent (50%) of the total voting power represented by the voting securities of the Company or such surviving entity or its parent outstanding immediately after such merger or consolidation.

"Change in Control Period" shall mean the period beginning three (3) months prior to (the **"3-Month Lookback"**) and ending twelve (12) months following the effective date of a Change in Control, provided that, if occurring during the 3-Month Lookback, your Qualifying Termination follows

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the execution of a definitive agreement for a corporate transaction which, if consummated, would constitute the applicable Change in Control.

"COBRA" means the Consolidated Omnibus Budget Reconciliation Act of 1985, together with any state law of similar effect.

"Code" means the Internal Revenue Code of 1986, as amended.

"Company Equity Awards" means all awards for shares of Company common stock granted under the Company Equity Plans, including but not limited to options, restricted stock, restricted stock units, stock bonus awards or stock appreciation rights.

"Company Equity Plans" means the Company's 2013 Equity Incentive Plan or the Company's 2023 Equity Incentive Plan.

"Company Property" shall mean all material paper and electronic Company documents (and all copies, reproductions or summaries thereof) created and/or received by you during your period of employment with the Company and other material Company materials and property (including Company laptop computers and mobile devices), that you have in your possession or control, including materials of any kind that contain or embody any proprietary or confidential information of the Company (and all copies, reproductions or summaries thereof, in whole or in part). For the avoidance of doubt, Company Property shall not include your personal copies of documents evidencing your hire, termination, compensation, benefits and stock options and any other documentation received as a stockholder of the Company. For purposes of the foregoing definition of Company Property, "Company" shall include the Company and its parents and subsidiaries.

"Disability" means the termination of your employment because you are unable due to a physical or mental condition to perform the essential functions of your position with or without reasonable accommodation for six (6) months in the aggregate during any twelve (12) month period or based on the written certification by two licensed physicians of the likely continuation of such condition for such period. This definition shall be interpreted and applied consistent with the Americans with Disability Act, the Family and Medical Leave Act, and other applicable law.

"Good Reason" means the occurrence of any of the following events or conditions, without your express written consent:

- (a) a material reduction in your Base Salary, other than a reduction generally applicable to executive officers of the Company and in generally the same proportion as affects you;
- (b) a material diminution in your authority, duties or responsibilities;
- (c) a change in the geographic location at which you must perform services, resulting in an increase in your one-way commute of more than 50 miles; or
- (d) the Company's material breach of this Agreement, including, but not limited to, the Company's failure to ensure this Agreement's assumption by the Company's successor in interest.

A termination of employment for Good Reason will be effectuated by giving the Company written notice ("**Notice of Termination for Good Reason**"), setting forth in reasonable detail, the specific conduct of the

Company that constitutes Good Reason and the specific provision(s) of this definition on which you are relying. Notice of Termination for Good Reason must be provided within ninety (90) days of the condition first arising. The Company will have an opportunity to cure such conduct constituting Good Reason within thirty (30) days of receiving such Notice of Termination for Good Reason. If the Company does not cure such conduct within such thirty (30) day period, a termination of employment for Good Reason will be effective on the thirty-first (31st) day following the date when the Notice of Termination for Good Reason is received by the Company.

"Monthly Base Salary" shall mean your monthly base salary at the rate in effect immediately prior to your Separation (ignoring any decrease in your Monthly Base Salary that forms the basis for Good Reason, as applicable).

"Monthly COBRA Premium" shall mean the amount of the monthly COBRA premium necessary to continue health coverage for you and your eligible dependents under COBRA.

"Performance Satisfied Awards" means Company Equity Awards granted subject to performance-based vesting for which the applicable performance measurement period(s) thereunder have been completed, and performance has been measured and certified.

"Performance Subject Awards" means Company Equity Awards then-subject to on-going performance-based metrics and achievement.

"Qualifying Termination" shall mean your Separation as a result of either (i) the termination of your employment by the Company other than for Cause or (ii) your resignation of your employment for Good Reason. For the avoidance of doubt, in no event will your Separation resulting from your termination for Cause, your death or Disability, or your resignation of employment for any reason other than Good Reason constitute a Qualifying Termination.

"Time-Vesting Awards" means Company Equity Awards granted subject solely to time-based vesting.

[Signature Page to Employment Agreement Follows]

Please sign and date this Agreement and return it to me if you wish to accept service as Chief Executive Officer at the Company under the terms described above.

Best regards,

Chegg, Inc.

/S/ RICHARD SARNOFF

Richard Sarnoff
Co-Chairperson, Board of Directors

I, the undersigned, hereby accept and agree to the terms and conditions of my service as Chief Executive Officer with the Company as set forth in this Agreement.

Nathan Schultz

/S/ NATHAN SCHULTZ

Date: 4/25/2024

[Signature Page to Employment Agreement]

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Exhibit 31.01

**CERTIFICATION PURSUANT TO
RULE 13a-14(a)/15d-14(a)
AS ADOPTED PURSUANT TO
SECTION 302 OF THE SARBANES-OXLEY ACT OF 2002**

I, Dan Rosensweig, Nathan Schultz, certify that:

1. I have reviewed this quarterly report on Form 10-Q of Chegg, 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 reporting.

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: April 29, 2024 August 5, 2024

/s/ DAN ROSENSWEIG NATHAN SCHULTZ

Dan Rosensweig Nathan Schultz

President, Chief Executive Officer and Co-Chairperson President

(Principal Executive Officer)

Exhibit 31.02

**CERTIFICATION PURSUANT TO
RULE 13a-14(a)/15d-14(a)
AS ADOPTED PURSUANT TO
SECTION 302 OF THE SARBANES-OXLEY ACT OF 2002**

I, David Longo, certify that:

1. I have reviewed this quarterly report on Form 10-Q of Chegg, 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 reporting.

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: April 29, 2024 August 5, 2024

/S/ DAVID LONGO
David Longo
Chief Financial Officer
(Principal Financial Officer)

Exhibit 32.01

**CERTIFICATION
PURSUANT TO
18 U.S.C. SECTION 1350
AS ADOPTED PURSUANT TO
SECTION 906 OF THE SARBANES-OXLEY ACT OF 2002**

In connection with the Quarterly Report on Form 10-Q for the ~~three~~ six months ended ~~March 31, 2024~~ June 30, 2024 of Chegg, Inc. (the "Registrant") filed with the Securities and Exchange Commission on the date hereof (the "Report"), the undersigned, each certify, in accordance with Rule 13a-14(b) of the Securities Exchange Act of 1934 and 18 U.S.C. Section 1350, that to the best of his knowledge:

- (1) The Report, to which this certification is attached as Exhibit 32.01, fully complies with the requirements of Section 13(a) of the Securities Exchange Act of 1934; and
- (2) The information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Registrant.

Dated: ~~April 29, 2024~~ August 5, 2024

/S/ ~~DAN ROSENSWEIG~~ NATHAN SCHULTZ
Dan Rosensweig Nathan Schultz
~~President,~~ Chief Executive Officer and ~~Co-Chairperson~~ President

/S/ DAVID LONGO
David Longo
Chief Financial Officer

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