UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

	FORM 8-K	
	CURRENT REPORT	
	Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934	
	Date of Report (Date of earliest event reported): July 26, 2017	
	Carriage Services, Inc. (Exact name of registrant as specified in its charter)	
Delaware	1-11961	76-0423828
(State or other jurisdiction of incorporation)	(Commission File Number)	(IRS Employer Identification No.)
of incorporation)	3040 Post Oak Boulevard, Suite 300	identification (vo.)
	Houston, Texas 77056	
	(Address, including zip code, of principal executive offices)	
	Registrant's telephone number, including area code: (713) 332-8400	
	(/15)552 0.00	
Check the appropriate box below to following provisions (see General Instruc	if the Form 8-K filing is intended to simultaneously satisfy the filing obligation A.2. below):	ation of the registrant under any of th
☐ Written communication pursuant to	Rule 425 under the Securities Act (17 CFR 230.425)	
\square Soliciting material pursuant to Rule	14a-12 under the Exchange Act (17 CFR 240.14a-12)	
☐ Pre-commencement communications	s pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))	
☐ Pre-commencement communications	s pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))	
	e registrant is an emerging growth company as defined in Rule 405 of the S Exchange Act of 1934 (§240.12b-2 of this chapter).	Securities Act of 1933 (§230.405 of thi
	Emerging growth company	
	ndicate by check mark if the registrant has elected not to use the extended to dards provided pursuant to Section 13(a) of the Exchange Act. \Box	ransition period for complying with an

ITEM 2.02 RESULTS OF OPERATIONS AND FINANCIAL CONDITION.

In the press release dated July 26, 2017, Carriage Services, Inc. ("the Company") announced and commented on its financial results for its quarter ended June 30, 2017. A copy of the press release issued by the Company is attached hereto as Exhibit 99.1 and incorporated by this reference. The information being furnished under Item 9.01 Financial Statements and Exhibits, including the press release attached hereto as Exhibit 99.1, shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended, or otherwise subject to liabilities of that Section.

The Company's press release dated July 26, 2017 contains non-GAAP financial measures. Generally, a non-GAAP financial measure is a numerical measure of a company's performance, financial position, or cash flows that either excludes or includes amounts that are not normally excluded or included in the most directly comparable measure calculated and presented in accordance with United States generally accepted accounting principles, or GAAP. Pursuant to the requirements of Regulation G, the Company has provided quantitative reconciliations within the press release of the non-GAAP financial measures to the most directly comparable GAAP financial measures.

ITEM 9.01 FINANCIAL STATMENTS AND EXHIBITS.

(d) Exhibits. The following are furnished as part of this current report on Form 8-K:

99.1 Press Release dated July 26, 2017

SIGNATURE

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

CARRIAGE SERVICES, INC.

Dated: July 26, 2017 By: /s/ Viki K. Blinderman

Viki K. Blinderman

Senior Vice President, Principal Financial Officer and Secretary

INDEX TO EXHIBITS

<u>Exhibit</u> <u>Description</u>

99.1 Press Release dated July 26, 2017.



CARRIAGE SERVICES ANNOUNCES SECOND QUARTER 2017 RESULTS AND REVISES ROLLING FOUR QUARTER OUTLOOK

HOUSTON – July 26, 2017 – Carriage Services, Inc. (NYSE: CSV) today announced results for the second quarter ended June 30, 2017.

Mel Payne, Chief Executive Officer, stated, "After over five outstanding years of **Good To Great Journey** performance records, we had a relatively weak earnings performance in the second quarter of 2017, i.e. GAAP Diluted EPS of \$0.24 (down 20.0% from prior year) and Adjusted Diluted EPS of \$0.30 (down 18.9%) on record revenue of \$63.9 million (up 3.2%). Adjusted Free Cash Flow also decreased \$9.8 million in the first half of 2017 compared to last year. Our earnings underperformance in the second quarter was primarily related to a 460 basis point decline in our Acquisition Funeral Field EBITDA Margin to 38.0%, a continuation from the first quarter of weak same store cemetery sales and margin performance, a 16.0% increase in Total Overhead comparative quarter over quarter and a one million increase (6.0%) in the diluted share count for the second quarter calculated under our convertible subordinated debt formula because of the share price increase this year versus last.

We view specific areas of concentrated operational weakness, i.e. integration of recent funeral home acquisitions and same store cemetery sales and margins, as "glass half full" opportunities for improvement toward our goal of maximizing the long term intrinsic value of Carriage. Moreover, we have taken the opportunity to selectively increase our investment in quality people within our Corporate Development, Operational Support and Information Technology teams in order to support what we believe will be an increased level of industry consolidation over the next five years. These specific people investments combined with higher than expected severance and public company costs led to the \$1.2 million increase in Total Overhead Expenses in the second quarter of this year versus last.

As part of Carriage's continued evolution, we previously made the commitment to only report Non-GAAP items if they were truly 'non-recurring.' This reporting change has decreased our year to date 2017 Adjusted Diluted EPS by \$0.05 compared to the first half of 2016. The increase in our diluted share count has also negatively impacted our 2017 Adjusted Diluted EPS by \$0.05.

We are only two quarters into the second five year timeframe of our **Good To Great Journey** and have the view that the next five to ten years will produce performance trends that confirm the superiority of Carriage's High Performance Culture Framework as an operating, consolidating and value creation platform for the funeral and cemetery industries.

Second quarter highlights are shown below:

Three Months Ended June 30, 2017 compared to Three Months Ended June 30, 2016

- Record Total Revenue of \$63.9 million, an increase of 3.2%;
- Net Income of \$4.4 million, a decrease of 15.2%;
- GAAP Diluted Earnings Per Share of \$0.24, a decrease of 20.0%;
- Record Total Field EBITDA of \$25.3 million, an increase of 0.7%;
- Total Field EBITDA Margin down 100 basis points to 39.6%;
- Adjusted Consolidated EBITDA of \$16.5 million, a decrease of 7.1%;
- Adjusted Consolidated EBITDA Margin down 280 basis points to 25.9%;
- Adjusted Net Income of \$5.5 million, a decrease of 13.1%; and
- Adjusted Diluted Earnings Per Share of \$0.30, a decrease of 18.9%.

Six Months Ended June 30, 2017 compared to Six Months Ended June 30, 2016

- Record Total Revenue of \$132.0 million, an increase of 5.4%;
- Record Net Income of \$11.5 million, an increase of 17.6%;
- Record GAAP Diluted Earnings Per Share of \$0.63, an increase of 10.5%;
- Record Total Field EBITDA of \$54.8 million, an increase of 3.8%;
- Total Field EBITDA Margin down 70 basis points to 41.5%;
- Adjusted Consolidated EBITDA of \$37.1 million, a decrease of 1.6%;
- Adjusted Consolidated EBITDA Margin down 200 basis points to 28.1%;
- Adjusted Net Income of \$13.6 million, a decrease of 4.8%; and
- Adjusted Diluted Earnings Per Share of \$0.75, a decrease of 10.7%.

Listed below are High Performance Hero Managing Partners leading us during the second quarter on our **Good To Great Journey**," concluded Mr. Payne.

Dave DeRubeis Cody-White Funeral Home; Milford, CT

Patrick Schoen* Jacob Schoen & Son Funeral Home; New Orleans, LA

Jason Higginbotham Lakeland Funeral Home; Lakeland, FL Heather Simons Hubbard Funeral Home; Baltimore, MD

Randy Valentine Dieterle Memorial Home & Cremation Ceremonies; Montgomery, IL

Bob Thomas Malone Funeral Home; Grayson, KY

Pam Parramore Baker-Stevens-Parramore Funeral Homes; Middletown, OH

Cliff Pope* Havenbrook Funeral Home; Norman, OK Scott Glover Alsip & Persons Funeral Chapel; Nampa, ID

TRUST FUND PERFORMANCE

Shown below are consolidated performance metrics for the combined trust fund portfolios (preneed funeral, cemetery merchandise and services and cemetery perpetual care) at key dates.

Investment Performance

	Investment Pe	erformance ⁽¹⁾		Index Performano	erformance		
	Discretionary	Total Trust	S&P 500 Stock Index	High Yield Index	70/30 index Benchmark ⁽²⁾		
6 months ended 06/30/2017	4.6%	4.3%	9.3%	4.9%	6.2%		
1 year ended 12/31/2016	19.7%	18.3%	12.0%	17.6%	15.9%		
2 years ended 12/31/2016	16.0%	15.1%	13.5%	12.0%	12.4%		
3 years ended 12/31/2016	25.7%	24.2%	28.9%	14.8%	19.0%		
4 years ended 12/31/2016	43.6%	41.2%	70.6%	23.4%	37.6%		
5 years ended 12/31/2016	72.8%	65.4%	97.8%	42.6%	59.2%		

⁽¹⁾ Investment performance includes realized income and unrealized appreciation.

^{*} Notes High Performance Heroes from First Quarter 2017.

⁽²⁾ The 70/30 Benchmark is 70% weighted to the High Yield Index and 30% weighted to the S&P 500 Stock Index.

Asset Allocation as of June 30, 2017 (in thousands)

	Discreti Trust F	Total Trust Funds					
Asset Class	 MV	%	 MV	%			
Cash	\$ 13,951	7	%	\$ 29,296	12	%	
Equities	60,894	31	%	63,433	28	%	
Fixed Income	119,057	60	%	130,442	58	%	
Other/Insurance	3,279	2	%	3,472	2	%	
Total Portfolios	\$ 197,181	100	%	\$ 226,643	100	%	

For the six months ended June 30, 2017, Carriage's discretionary trust funds returned 4.6% versus 6.2% for the 70/30 index benchmark. The performance of our preneed trust fund portfolio in the second quarter was in line with our expectations and reflected no change in our overall portfolio strategy.

ADJUSTED FREE CASH FLOW

We produced Adjusted Free Cash Flow from operations for the three and six months ended June 30, 2017 of \$9.2 million and \$15.5 million, respectively, compared to Adjusted Free Cash Flow from operations of \$13.2 million and \$25.4 million for the corresponding periods in 2016. The year over year decrease in Adjusted Free Cash Flow was due to weak operating performance, the reduction of Non-GAAP "cash items" and timing of maintenance capital expenditures and federal tax payments during the first half of the year.

A reconciliation of Cash Flow Provided by Operations to Adjusted Free Cash Flow for the three and six months ended June 30, 2017 and 2016 is as follows (in thousands):

]	For the Th Ended .			For the S Ended		
		2016	2017		 2016		2017
Cash Flow Provided by Operations	\$	14,753	\$	12,087	\$ 24,986	\$	20,246
Cash Used for Maintenance Capital Expenditures		(1,755)		(2,929)	(3,373)		(4,702)
Free Cash Flow	\$	12,998	\$	9,158	\$ 21,613	\$	15,544
Plus: Incremental Special Items:							
Acquisition and Divestiture Expenses		_			516		
Severance Costs		_			2,759		
Consulting Fees		228			496		
Adjusted Free Cash Flow	\$	13,226	\$	9,158	\$ 25,384	\$	15,544

ROLLING FOUR QUARTER OUTLOOK

The Rolling Four Quarter Outlook ("Outlook") reflects management's opinion on the performance of the portfolio of existing businesses, including performance of existing trusts, and excludes size and timing of acquisitions for the Rolling Four Quarter Outlook period ending June 30, 2018 unless we have a signed Letter of Intent and high likelihood of a closing within 90 days. This Outlook is not intended to be management estimates or forecasts of our future performance, as we believe precise estimates will be precisely wrong all the time. Rather our intent and goal is to reflect a "roughly right range" most of the time of future Rolling Four Quarter Outlook performance as we execute our Standards Operating, Strategic Acquisition and 4E Leadership Models over time.

Similarly, we self-publish a Company and Investment Profile, available on our website, that includes a Five Year "Roughly Right Scenario" of our future performance which together with our Five Year Trend Report provides investors a ten year past and future profile of our financial value creation dynamics and condition, making it easier to judge whether our "trends will continue to be the friend" of long term investors.

In light of current operating trends and increased Overhead expenses, we are lowering our Rolling Four Quarter Outlook of Adjusted Diluted Earnings Per Share by \$0.08 to a range of \$1.65 - \$1.69 for the period ending June 30, 2018.

ROLLING FOUR QUARTER OUTLOOK - Period Ending June 30, 2018

	Range
	(in millions, except per share amounts)
Revenues	\$262 - \$266
Adjusted Consolidated EBITDA	\$77 - \$81
Adjusted Net Income	\$29 - \$31
Adjusted Basic Earnings Per Share	\$1.76 - \$1.80
Adjusted Diluted Earnings Per Share(1)	\$1.65 - \$1.69

Factors affecting our analysis include, among others, funeral contract volumes, average revenue per funeral service, cemetery interment volumes, preneed cemetery sales, capital expenditures, execution of our funeral and cemetery Standards Operating Model, market volatility and changes in Federal Reserve monetary policy. Revenues, Adjusted Consolidated EBITDA, Adjusted Net Income, Adjusted Basic Earnings Per Share and Adjusted Diluted Earnings Per Share for the four quarter period ending June 30, 2018 are expected to improve relative to the trailing four quarter period ended June 30, 2017 due to increases in our existing Funeral Home and Cemetery operating portfolio.

(1) The Rolling Four Quarter Outlook on Adjusted Diluted Earnings Per Share does not include any changes to our fully diluted share count that could occur related to additional share repurchases or a stock price increase and EPS dilution calculations related to our convertible subordinated notes and outstanding and exercisable stock options.

CONFERENCE CALL AND INVESTOR RELATIONS CONTACT

Carriage Services has scheduled a conference call for tomorrow, July 27, 2017 at 9:30 a.m. central time. To participate in the call, please dial 866-516-3867 (ID-55235237) and ask for the Carriage Services conference call. A replay of the conference call will be available through July 31, 2017 and may be accessed by dialing 855-859-2056 (ID-55235237). The conference call will also be available at www.carriageservices.com.

For any investor relations questions, please contact Viki Blinderman at 713-332-8568 or Ben Brink at 713-332-8441 or email InvestorRelations@carriageservices.com.

CARRIAGE SERVICES, INC. OPERATING AND FINANCIAL TREND REPORT

(in thousands, except per share amounts)

		Three	Mor	ths Ended J	une 30,		Six N	/Ion	ths Ended Ju	ne 30,
		2016		2017	% Change		2016		2017	% Change
Same Store Contracts										
Atneed Contracts		5,867		5,825	(0.7%)		12,165		12,323	1.3%
Preneed Contracts		1,379		1,384	0.4%		2,883		2,880	(0.1%)
Total Same Store Funeral Contracts		7,246		7,209	(0.5%)		15,048		15,203	1.0%
Acquisition Contracts		, -		,	(372.73)		-,		-,	
Atneed Contracts		769		1,015	32.0%		1,489		2,204	48.0%
Preneed Contracts		127		198	55.9%		266		430	61.7%
Total Acquisition Funeral Contracts		896		1,213	35.4%		1,755		2,634	50.1%
Total Funeral Contracts	_	8,142		8,422	3.4%	_	16,803		17,837	6.2%
Funeral Operating Revenue										
Same Store Revenue	\$	38,583	\$	38,561	(0.1%)	\$	79,935	\$	81,278	1.7%
Acquisition Revenue	•	5,745	•	8,119	41.3%	•	11,307	•	17,364	53.6%
Total Funeral Operating Revenue	\$	44,328	\$	46,680	5.3%	\$	91,242	\$	98,642	8.1%
Cemetery Operating Revenue										
Same Store Revenue	\$	12,494	\$	11,935	(4.5%)	\$	23,626	\$	22,774	(3.6%)
Acquisition Revenue		625	·	700	12.0%	·	1,334		1,609	20.6%
Total Cemetery Operating Revenue	\$	13,119	\$	12,635	(3.7%)	\$	24,960	\$	24,383	(2.3%)
Financial Revenue										
Preneed Funeral Commission Income	\$	356	\$	333	(6.5%)	\$	777	\$	636	(18.1%)
Preneed Funeral Trust Earnings		1,783		1,726	(3.2%)		3,750		3,672	(2.1%)
Cemetery Trust Earnings		1,831		2,028	10.8%		3,597		3,744	4.1%
Preneed Cemetery Finance Charges		448		450	0.4%		870		932	7.1%
Total Financial Revenue	\$	4,418	\$	4,537	2.7%	\$	8,994	\$	8,984	(0.1%)
Total Revenue	\$	61,865	\$	63,852	3.2%	\$	125,196	\$	132,009	5.4%
Field EBITDA										
Same Store Funeral Field EBITDA	\$	14,314	\$	14,448	0.9%	\$	31,225	\$	32,173	3.0%
Same Store Funeral Field EBITDA Margin		37.1%		37.5%	40 bp		39.1%		39.6%	50 bp
Acquisition Funeral Field EBITDA		2,449		3,082	25.8%		4,862		7,096	45.9%
Acquisition Funeral Field EBITDA Margin	ı	42.6%		38.0%	(460 bp)		43.0%		40.9%	(210 bp)
Total Funeral Field EBITDA	\$	16,763	\$	17,530	4.6%	\$	36,087	\$	39,269	8.8%
Total Funeral Field EBITDA Margin		37.8%		37.6%	(20 bp)		39.6%		39.8%	20 bp
Same Store Cemetery Field EBITDA Same Store Cemetery Field EBITDA	\$	4,098	\$	3,343	(18.4%)	\$	7,941	\$	6,638	(16.4%)
Margin		32.8%		28.0%	(480 bp)		33.6%		29.1%	(450 bp)
Acquisition Cemetery Field EBITDA		91		190	108.8%		312		543	74.0%
Acquisition Cemetery Field EBITDA										
Margin	<u></u>	14.6%	ď	27.1%	1,250 bp	ф.	23.4%	ф.	33.7%	1,030 bp
Total Cemetery Field EBITDA Total Cemetery Field EBITDA Margin	\$	4,189 31.9%	\$	3,533 28.0%	(15.7%) (390 bp)	\$	8,253 33.1%	\$	7,181 29.5%	(13.0%) (360 bp)
Funeral Financial EBITDA	\$	1,921	\$	1,787	(7.0%)	\$	4,118	\$	3,830	(7.0%)
Cemetery Financial EBITDA		2,220		2,418	8.9%		4,323		4,505	4.2%
Total Financial EBITDA	\$	4,141	\$	4,205	1.5%	\$	8,441	\$	8,335	(1.3%)
Total Financial EBITDA Margin		93.7%		92.7%	(100 bp)		93.9%		92.8%	(110 bp)

Total Field EBITDA \$ 25,093 25,268 0.7% \$ 52,781 54,785 3.8% (100 bp) (70 bp) **Total Field EBITDA Margin** 40.6% 39.6% 42.2% 41.5%

OPERATING AND FINANCIAL TREND REPORT

(in thousands, except per share amounts)

		Three	Mon	ths Ended J	une 30,	Six Months Ended June 30,										
		2016		2017	% Change		2016		2017 9	% Change						
Overhead																
Total Variable Overhead	\$	2,186	\$	2,542	16.3%	\$	7,586	\$	4,708	(37.9%)						
Total Regional Fixed Overhead	•	844	•	826	(2.1%)	,	1,719	,	1,893	10.1%						
Total Corporate Fixed Overhead		4,510		5,381	19.3%		9,573		11,113	16.1%						
Total Overhead	\$	7,540	\$	8,749	16.0%	\$	18,878	\$	17,714	(6.2%)						
Overhead as a Percentage of Revenue		12.2%		13.7%	150 bp		15.1%		13.4%	(170 bp)						
Consolidated EBITDA	\$	17,553	\$	16,519	(5.9%)	\$	33,903	\$	37,071	9.3%						
Consolidated EBITDA Margin		28.4%	Ó	25.9%	(250 bp)		27.1%	ó	28.1%	100 bp						
Other Expenses and Interest																
Depreciation & Amortization	\$	3,957	\$	4,025	1.7%	\$	7,691	\$	7,872	2.4%						
Non-Cash Stock Compensation		1,006		773	(23.2%)		1,964		1,609	(18.1%)						
Interest Expense		2,968		3,206	8.0%		5,819		6,235	7.1%						
Accretion of Discount on Convertible																
Subordinated Notes		954		1,066	11.7%		1,881		2,103	11.8%						
Loss on Early Extinguishment of Debt		_		_			567		_							
Other, Net							(305)		(3)							
Pretax Income	\$	8,668	\$	7,449	(14.1%)	\$	16,286	\$	19,255	18.2%						
Provision for Income Taxes		3,468		2,980			6,515		7,702							
Tax Adjustment Related to Certain Discrete Items	5			50					F0							
T. 1T. D. 11		2.460		59		_			59							
Total Tax Provision	\$	3,468	\$	3,039		\$	6,515	\$	7,761	.=						
GAAP Net Income	\$	5,200	\$	4,410	(15.2%)	\$	9,771	\$	11,494	17.6%						
Special Items, Net of Tax except for **																
Acquisition and Divestiture Expenses	\$	_	\$	_		\$	336	\$	_							
Severance and Retirement Costs		_		_			1,794		_							
Consulting Fees		148		_			323		_							
Accretion of Discount on Convertible Subordinated Notes **		954		1 066			1 001		2 102							
Loss on Early Extinguishment of Debt		954		1,066			1,881 369		2,103							
Gain on Sale of Assets		_		_			(198)		_							
Sum of Special Items, Net of Tax	\$	1,102	\$	1,066	(3.3%)	\$	4,505	\$	2,103	(53.3%)						
Adjusted Net Income	\$	6,302	\$	5,476	(13.1%)	\$	14,276	\$	13,597	(4.8%)						
Adjusted Net Profit Margin		10.2%	, D	8.6%	(160 bp)		11.4%	ó	10.3%	(110 bp)						
Adjusted Basic Earnings Per Share	\$	0.38	\$	0.33	(13.2%)	\$	0.86	\$	0.82	(4.7%)						
Adjusted Diluted Earnings Per Share	\$	0.37	\$	0.30	(18.9%)	\$	0.84	\$	0.75	(10.7%)						
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GAAP Basic Earnings Per Share	\$	0.31	\$	0.26	(16.1%)	\$	0.59	\$	0.69	16.9%						
GAAP Diluted Earnings Per Share	\$	0.30	\$	0.24	(20.0%)	\$	0.57	\$	0.63	10.5%						
Weighted Average Basic Shares Outstanding		16,516		16,652			16,488		16,625							
Weighted Average Diluted Shares Outstanding		17,075		18,093			16,862		18,083							
Reconciliation to Adjusted Consolidated EBITDA																
Consolidated EBITDA	\$	17,553	\$	16,519	(5.9%)	\$	33,903	\$	37,071	9.3%						
Acquisition and Divestiture Expenses		_		_	, ,		516		_							
Severance and Retirement Costs				_			2,759		_							
Consulting Fees		228		_			496		_							
Adjusted Consolidated EBITDA	\$	17,781	\$	16,519	(7.1%)	\$	37,674	\$	37,071	(1.6%)						
Adjusted Consolidated EBITDA Margin		28.7%		25.9%	(280 bp)		30.1%		28.1%	(200 bp)						
Ç																

CARRIAGE SERVICES, INC. CONDENSED CONSOLIDATED BALANCE SHEETS (in thousands, except share data)

Name ASSETS Current assers: Current assers: Caccounts receivable, net \$ 3,208 \$ 1,700 Inventories 6,147 6,027 Prepaid expenses 2,040 1,000 Other current assers 2,330 7,050 Total current assers 3,300 3,000 Preneed entercy unst investments 8,024 8,000 Preneed entercy unst investments 3,033 3,150 Preneed entercy unst investments 2,313 2,540 Preneed fluoral trust investments 3,033 3,150 Receivables from perced trusts 2,251 2,540 Receivables from perced trusts 1,470 1,470 Cemetery poption and equipment, net 2,251 2,540 Cemetery poption and equipment, net 2,254 2,547 Interplaced and partial equipment, net 2,351 3,60 Cemetery poption and equipment, net 2,547 2,548 Interplaced and equipment, net 2,549 2,549 I					(unaudited)
Cannel and cash equivalents \$ 3,286 \$ 3,286 \$ 1,705 Accounts receivable, net 18,860 17,015 Investoriors 6,144 6,032 Prepaid expenses 2,264 1,008 Other current assets 2,203 2,506 Total current assets 0,906 7,017 Preneed current pruss investments 89,240 88,030 Preneed current pruss investments 89,240 88,030 Preneed current preneed trans investments 30,303 3,038 Preneed funeral must investments 30,303 3,038 Preneed funeral must investments 41,218 15,076 Commetery property plent and equijment, net 235,137 2,258,47 2,258,47 Commetery property, prent 41,957 4,758 2,258,47		Decen	nber 31, 2016		June 30, 2017
Cash and cash equivalents 8 3.286 1.81 Accounts receivable, net 18,060 1.071 Inventories 6,147 6,237 Pepald expenses 2,648 1,008 Other current assets 2,296 25,467 Preaded cemetery trust investments 98,968 8,008 Preneed receivables, runt 30,303 3,158 Receivables from preneed runts 30,303 3,158 Property plant and equipment, net 25,113 25,468 Conduit 275,467 27,467 27,467 Contextley property, net 76,119 76,909 Contextley property, net 76,119 76,909 Contextley property, net 76,119 76,119 76,909 Contextley property, net 76,119 76,119 76,909 Contextley property, net 76,119 76,119 76,909 Contextley property and current uses investments 8 8,20 8 8,20 Contextley property and current uses investments 12,109 12,109 12,109	ASSETS				
Accounts receivable, net 1,866 1,705 Inventories 0,167 0,027 Prepade sepenses 2,048 1,008 Other curront assets 2,037 2,548 Total current assets 60,656 70,768 Prened centery frust investments 60,656 30,383 Prened centery frust investments 30,383 31,858 Prened formed furust investments 30,383 31,858 Receivables from prened trust 14,218 15,077 Promed receivables, net 235,113 25,687 Condeting property. plant and equipmen, net 235,113 35,083 Contestey propertion 75,149 75,687 Contestey propertion of long-term detroin 4,087 4,758 Contracting trust investments 4,089 4,733 Total asses 5 35,050 88,100 Total asses 5 35,050 88,100 Total during trust investments 4,089 4,089 Total assets 1,090 6,442 Total sale 4,022	Current assets:				
Inventorial 6,47 6,20 1,00 Opperagio expense 2,034 5,00 Other current assets 23,057 25,06 Frened cemetry trust investments 60,00 70,10 Prened cemetry trust investments 80,240 80,30 Prened crecivables, nor 30,33 31,80 Receivables from prened trusts 41,248 15,07 Property, lent and equipment, ret 251,11 25,00 Condwill 275,447 275,48 Condwill 275,447 275,48 Condwill and equipment, ret 251,41 36,00 Condwill 275,447 275,48 Condwill 275,447 275,48 Intagible and other non-current assets 14,97 14,14 Condwill 275,47 275,48 Tall 275,47 275,48 Condwill 275,47 275,47 Tall Stillities 10,13 6,14 Current portion of long-term debt and capital less obligations 13,26 15,25 Accounts paya	Cash and cash equivalents	\$	3,286	\$	435
Prepaid espense 2,64% 1,00% Other current assets 32,96% 2,546 Preneed cemetery trust investments 69,60% 70,176 Preneed cemetery trust investments 89,00% 30,30% Preneed cemetery trust investments 30,30% 31,50% Preneed cemetery benefit trust 30,30% 31,50% Preneed cemetery benefit trust 30,30% 31,50% Receivables from preneed trusts 41,21% 15,00% Cometery property, plent and equipment, net 25,14% 275,487 Cometery prepayer, plent and experts investments 46,80% 475,80% Cometery prepayer prepayer 46,80% 475,80% Cometery prepayer lacer trust investments 46,80% 475,80% That agility 46,80% 475,80% Cometery prepayer lacer trust investments 80,80% 80,80% 48,80% Total current portion of long-term debt and capital lease obligations 51,30% 50,80% 15,20% Current portion of long-term debt and capital lease obligations 17,00% 15,20% 15,20% Current portion of	Accounts receivable, net		18,860		17,015
Other current assers 2,040 Total current assers 2,640 Total current yrus investments 6,066 2,076 Perceed funeral trust investments 38,040 8,050 Proceed funeral trust investments 38,240 8,050 Proceed funeral trust investments 1,216 1,250 Receivables from prened trust 2,313 2,35,46 Cerebry poperty, plant and equipment, net 2,51,40 2,50,46 Goodwill 2,75,47 1,60,46 Goodwill 4,62 1,73,40 Goodwill and other non-current asses 4,68 4,73 Chemetry property, plant and equital trust investments 4,68 4,73 Chemetry property for trust investments 4,68 4,73 Chemetry propendic arrent strustments 4,68 4,73 Total current profit 8,08 8,08 8,08 Chemetry propendic drust and explatal lease obligations 1,10 9,08 1,10 Charrent profit for lithities 7,10 7,0 7,0 Contrel stabilities 1,20 1,2	Inventories		6,147		6,327
Total current assets 32,967 25,467 Preneed cenetery trust investments 69,668 70,768 Preneed treceivables, net 89,20 88,30 Properly palent dust investments 30,383 31,584 Receivables from preneed muss 14,218 15,077 Property, plant and equipment, net 235,131 36,368 Condwill 275,487 275,487 Condwill 275,487 475,887 Contestery property, net 14,975 47,829 Condwill 46,889 47,538 Contestery perpetual care trust investments 46,889 47,538 Cometery perpetual care trust investments 48,899 47,538 Total assets 4,889 47,538 Cometery perpetual care trust investments 18,000 47,538 Total assets 18,000 47,538 Cometery perpetual care trust investments 18,000 47,538 Cometery perpetual care trust investments 18,000 47,000 Compliance from perpetud decrepted trust care trust investments 19,000 47,000 </td <td>Prepaid expenses</td> <td></td> <td>2,640</td> <td></td> <td>1,096</td>	Prepaid expenses		2,640		1,096
Preneed cemetery trust investments 69,696 70,176 Preneed cemeeral trust investments 89,246 88,308 Preneed receivables, net 30,381 15,087 Preneed receivables, net enceivables, net of trusts 14,218 15,077 Property, plant and equipment, net 235,113 325,468 Cemetery property, net 16,095 14,278 Goodwill 275,487 275,487 Intaglible and other non-current assets 14,957 14,768 Cemetery perpetual care trust investments \$85,000 88,000 Tabilitities \$85,000 \$81,000 Current portion of long-term debt and capital lease obligations 13,262 \$15,200 Accounts payable 10,193 6,442 36,700 Accountilities 20,10 77 75 Accound Inhibities 42,273 36,700 12,962 Accountility and current portion 13,786 12,962 Convertible subordinated notes due 2021 119,595 12,155 Deferred preneed funeral revenue 4,623 3,508	Other current assets		2,034		594
Preneed funeral must invesments 89,240 88,503 Preneed receivables, net 30,383 31,584 Receivables from preneed trusts 142,18 25,616 Receivables from preneed trusts 235,113 235,618 Comodry plant and equipment, net 275,48 76,198 Goodwill 275,48 75,38 Intangible and other non-current assets 14,957 14,753 Intangible and other non-current assets 46,899 47,539 Total assets 8,800 8,800 8,800 Total states 8,800 8,800 8,800 Total current flabilities 8,13,26 8,800 8,800 Accounts payable 10,198 6,442 7,75 Accounts payable 10,198 6,442 1,75 Accounts payable 10,198 6,442 1,87 Accounts payable 10,198 6,462 1,610 One clument liabilities 2,191 1,61 1,61 Total current liabilities 4,27 3,67 1,61	Total current assets		32,967		25,467
Preneed receivables, nef 30,381 31,504 Receivables from preneed tursts 14,218 15,076 Property, plant and equipment, net 235,468 20,000 Goodwill 275,467 275,487 Intangible and other non-current assets 14,057 14,078 Intangible and other non-current assets 14,057 47,530 Total assets 8,885,000 8,881,000 Total LABILITIES AND STOCKHOLDER'S EQUIT 313,267 \$ 15,237 Current portion of long-term debt and capital lease obligations 313,267 \$ 15,237 Accounts payable 10,198 6,468 Other Inbilities 20,091 14,273 Account group in in of long-term debt and capital lease obligations 313,60 15,237 Account jabilities 20,091 4,473 36,70 Accounts payable 44,273 36,70 4,618 Cong-term debt int diblities 44,273 36,70 4,01 4,01 4,01 4,01 4,01 5,01 4,01 4,01 4,01 4,01 4,01 4,01	Preneed cemetery trust investments		69,696		70,176
Receivables from preneed trusts 14,218 15,078 Property, plant and equipment, net 235,113 235,486 Cometery property, net 76,194 76,998 Goodwill 275,487 275,487 Intagable and other non-current assets 14,957 14,745 Cemetery perpetual care trust investments 8 885,009 8 881,009 Total assets 8 885,009 8 881,009 Total assets 8 885,009 8 881,009 LIABILITIES AND STOCKHOLDER'S EQUITY Current judicities Current judicities 11,018 6,446 Accounts payable 10,198 6,446 Other liabilities 71 75 Accounts payable 10,198 6,446 Other liabilities 11,198 6,446 Other liabilities 11,199 12,952 Total current liabilities 11,196 12,952 Revenuel isabilities 4,194 5,004 Conjectured field facility 6,654 6,004 Convertible subordinated notes due 2021	Preneed funeral trust investments		89,240		88,503
Property, plant and equipment, net 235,143 235,468 Cemetery property, net 761,19 76,938 Goodwill 275,487 275,487 Itangible and other non-current assets 14,957 41,753 Cemetery perpetual care trust investments 8 88,009 8 88,009 Total assets 8 88,009 8 88,009 TIABILITIES AND STOCKHOLDER'S EQUITY Urrent liabilities 3 13,267 \$ 15,237 Accours payable 10,198 6,448 Other liabilities 717 775 Accoured liabilities 717 775 Total current liabilities 44,273 36,700 Revolving credit facility 66,542 61,041 Conyertible subordinated notes due 2021 119,596 12,598 Déferred preneed current portion 33,98 34,756 Obligations under capital bases, net of current portion 33,98 34,756 Déferred preneed current revenue 34,93 34,756 Déferred preneed funerai revenue 40,50 40,210	Preneed receivables, net		30,383		31,584
Cemetery property, net 76,191 76,905 Goodwill 275,487 275,487 Intangible and other non-current assets 14,957 14,753 Cemetery perpetual care trust investments 46,889 47,539 Total assets 885,069 881,001 TABILITIES AND STOCKHOLDERS' EQUITY Urrent liabilities Current portion of long-term debt and capital lease obligations 13,1367 \$ 15,237 Accounts payable 10,198 6,446 Other liabilities 20,991 14,312 Accruel fiabilities 20,991 14,312 Total current liabilities 44,273 36,770 Convertible subordinated notes due 2021 119,596 129,627 Convertible subordinated notes due 2021 119,596 12,556 Déferred preneed cemetery revenue 54,531 34,756 Déferred preneed furear revenue 54,531 34,756 Déferred preneed cemetery revenue 40,555 42,306 Déferred preneed furear revenue 89,240 88,508 Déferred preneed cemetery receipts	Receivables from preneed trusts		14,218		15,077
Goodwill 275,487 275,487 Intagible and other non-current assets 14,957 14,745 Cemetery perpetual care trust investments 6,883,009 8,753,000 Total assets 8,885,009 8,810,000 LABBLITTES AND STOCKHOLDER'S EQUITY Current Jobition of long-term debt and capital lease obligations 13,267 \$ 15,227 Accounts payable 10,198 6,486 Other liabilities 717 775 Accrued liabilities 20,091 14,327 Total current liabilities 20,091 14,321 Total current portion 317,862 219,605 Long-term debt, net of current portion 137,862 12,905 Cong-term debt, net of current portion 2,600 12,905 Obligations under capital leases, net of current portion 2,600 2,500 Deferred preneed funeral revenue 54,631 5,000 Deferred preneed funeral revenue 54,631 5,000 Deferred preneed funeral revenue 3,108 3,475 Deferred preneed funeral receipts held in trust 69,600 </td <td>Property, plant and equipment, net</td> <td></td> <td>235,113</td> <td></td> <td>235,468</td>	Property, plant and equipment, net		235,113		235,468
Intangible and other non-current assets 14,957 14,768 Cemetry perpetual care trus investments 46,889 37,730 Total assets 8,850.00 5 8,810.00 TURINITIES AND STOCKHOLDER'S EQUITY Current liabilities Current portion of long-term debt and capital lease obligations \$13,679 \$15,237 Accounts payable 1717 77 77 Other liabilities 717 77 77 78 Accrued liabilities 13,762 13,762 14,723 36,707 Accrued liabilities 42,723 36,707 46,724 36,707 70 <t< td=""><td>Cemetery property, net</td><td></td><td>76,119</td><td></td><td>76,995</td></t<>	Cemetery property, net		76,119		76,995
Cemetry perpetual care trust investments 4,888,00 8,810,00 Total assets 8,850,00 8,810,00 CHABILITIES AND STOCKHOLDEN'S EQUITS Current labelitation of long-term debt and capital lease obligations 13,267 \$ 15,237 Accounts payable 10,108 6,442 Obtach labilities 717 75 Accounts payable 44,273 36,700 Account judicities 44,273 36,700 Total current labilities 44,273 36,700 Total current labilities 44,273 129,627 Revenuel debt, net of current portion 13,766 129,627 Revenuel debt, net of current portion 6,642 61,048 Conyertible subordinated notes due 2021 119,596 129,650 Convertible subordinated notes due 2021 33,198 34,756 Déferred preneed cemetery revenue 33,198 34,756 Oblégation under capital leases, net of current portion 8,943 34,216 Other long-term day labilities 2,567 49,216 Other labilities 2,567	Goodwill		275,487		275,487
Total assets	Intangible and other non-current assets		14,957		14,745
Current liabilities	Cemetery perpetual care trust investments		46,889		47,539
Current liabilities	Total assets	\$	885,069	\$	881,041
Current portion of long-term debt and capital lease obligations \$ 13,267 \$ 15,237 Accounts payable 10,198 6,446 Other liabilities 717 775 Accrued liabilities 20,991 14,312 Total current liabilities 44,273 36,770 Long-term debt, net of current portion 137,862 129,627 Revolving credit facility 66,542 61,081 Convertible subordinated notes due 2021 119,596 121,955 Obligations under capital leases, net of current portion 2,630 2,560 Deferred preneed cemetery revenue 54,631 5,903 Deferred preneed funeral revenue 33,198 34,756 Deferred preneed funeral revenue 33,198 34,756 Deferred preneed cemetery receipts held in trust 69,696 70,176 Deferred preneed cemetery receipts held in trust 89,296 70,176 Deferred preneed funeral receipts held in trust 89,296 70,176 Deferred preneed funeral receipts held in trust 89,296 70,176 Total liabilities 70,208 693,182 <td>LIABILITIES AND STOCKHOLDERS' EQUITY</td> <td></td> <td></td> <td>-</td> <td></td>	LIABILITIES AND STOCKHOLDERS' EQUITY			-	
Accounts payable 10,198 6,446 Other liabilities 717 775 Accrued liabilities 20,091 14,312 Total current liabilities 44,273 36,770 Long-term debt, net of current portion 137,862 129,027 Revolving credit facility 66,542 61,081 Convertible subordinated notes due 2021 119,596 121,955 Obligations under capital leases, net of current portion 2,630 2,560 Deferred preneed cemeterry revenue 54,631 55,093 Deferred preneed funeral revenue 33,198 34,756 Other long-term liabilities 2,567 2,430 Other long-term liabilities 2,567 2,430 Deferred preneed cemetery receipts held in trust 69,696 70,176 Deferred preneed funeral receipts held in trust 89,240 88,503 Care trusts' corpus 46,290 47,015 Total liabilities 20 70,7080 693,182 Commitments and contingencies: 225 226 Stockholders' equity 225	Current liabilities:				
Accounts payable 10,198 6,446 Other liabilities 717 775 Accrued liabilities 20,091 14,312 Total current liabilities 44,273 36,770 Long-term debt, net of current portion 137,862 129,027 Revolving credit facility 66,542 61,081 Convertible subordinated notes due 2021 119,596 121,955 Obligations under capital leases, net of current portion 2,630 2,560 Deferred preneed cemeterry revenue 54,631 55,093 Deferred preneed funeral revenue 33,198 34,756 Other long-term liabilities 2,567 2,430 Other long-term liabilities 2,567 2,430 Deferred preneed cemetery receipts held in trust 69,696 70,176 Deferred preneed funeral receipts held in trust 89,240 88,503 Care trusts' corpus 46,290 47,015 Total liabilities 20 70,7080 693,182 Commitments and contingencies: 225 226 Stockholders' equity 225	Current portion of long-term debt and capital lease obligations	\$	13,267	\$	15,237
Other liabilities 717 775 Accrued liabilities 20,091 14,312 Total current liabilities 44,273 36,770 Long-term debt, net of current portion 137,862 120,627 Revolving credit facility 66,542 61,081 Convertible subordinated notes due 2021 119,596 121,956 Obligations under capital leases, net of current portion 2,630 2,500 Deferred preneed funeral revenue 34,031 55,093 Deferred preneed funeral revenue 34,035 43,756 Other long-term liabilities 2,567 2,430 Other long-term liabilities 69,696 70,176 Other ong-term liabilities 89,240 88,503 Care trusts' corpus 46,290 47,015 Deferred preneed funeral receipts held in trust 90,086 70,176 Deferred preneed funeral receipts necessers 25 25 Total liabilities 25 27 28 Commiments and contrigencies 25 25 26 Stockholders' equity 25					
Total current liabilities 44,273 36,770 Long-term debt, net of current portion 137,862 129,627 Revolving credit facility 66,542 61,081 Convertible subordinated notes due 2021 119,596 121,955 Obligations under capital leases, net of current portion 2,630 2,560 Deferred preneed cemetery revenue 54,631 55,093 Deferred preneed funeral revenue 33,198 34,756 Deferred tax liability 40,555 43,216 Other long-term liabilities 2,567 2,430 Deferred preneed cemetery receipts held in trust 69,696 70,176 Deferred preneed funeral receipts held in trust 89,240 88,503 Care trusts' corpus 46,290 47,015 Total liabilities 707,080 693,182 Commitments and contingencies: 2 2 Stockholders' equity: 225 2 Common stock, \$.01 par value; 80,000,000 shares authorized; 22,490,855 and 22,569,361 shares issued at December 31, 2016 and June 30, 2017, respectively 225 22 Additional paid-in capital 215,604 <td></td> <td></td> <td></td> <td></td> <td></td>					
Total current liabilities 44,273 36,770 Long-term debt, net of current portion 137,862 129,627 Revolving credit facility 66,542 61,081 Convertible subordinated notes due 2021 119,596 121,955 Obligations under capital leases, net of current portion 2,630 2,560 Deferred preneed cemetery revenue 54,631 55,093 Deferred preneed funeral revenue 33,198 34,756 Deferred tax liability 40,555 43,216 Other long-term liabilities 2,567 2,430 Deferred preneed cemetery receipts held in trust 69,696 70,76 Deferred preneed funeral receipts held in trust 89,240 88,503 Care trusts' corpus 46,290 47,015 Total liabilities 707,080 693,182 Commitments and contingencies: 2 Stockholders' equity: 225 26 Common stock, \$.01 par value; 80,000,000 shares authorized; 22,490,855 and 22,569,361 shares issued at December 31, 2016 and June 30, 2017, respectively 225 225 Additional paid-in capital 215,604 215,	Accrued liabilities		20,091		14,312
Long-term debt, net of current portion 137,862 129,627 Revolving credit facility 66,542 61,081 Convertible subordinated notes due 2021 119,596 121,955 Obligations under capital leases, net of current portion 2,630 2,560 Deferred preneed cemetery revenue 54,631 55,093 Deferred preneed funeral revenue 33,198 34,756 Deferred tax liability 40,555 43,216 Other long-term liabilities 2,567 2,430 Deferred preneed cemetery receipts held in trust 69,696 70,176 Deferred preneed funeral receipts held in trust 89,240 88,503 Care trusts' corpus 46,290 47,015 Total liabilities 707,080 693,182 Commitments and contingencies: Stockholders' equity: Common stock, \$.01 par value; 80,000,000 shares authorized; 22,490,855 and 225,699,361 shares issued at December 31, 2016 and June 30, 2017, respectively 225 226 Additional paid-in capital 215,064 215,694 Retained earm					
Revolving credit facility 66,542 61,081 Convertible subordinated notes due 2021 119,596 121,955 Obligations under capital leases, net of current portion 2,630 2,560 Deferred preneed cemetery revenue 54,631 55,093 Deferred preneed funeral revenue 33,198 34,756 Deferred preneed funeral revenue 40,555 43,216 Other long-term liabilities 2,567 2,430 Other long-term leabilities 69,696 70,176 Deferred preneed cemetery receipts held in trust 89,240 88,503 Core trusts' corpus 46,290 47,015 Total liabilities 707,080 693,182 Commitments and contingencies: Stockholders' equity: Common stock, \$.01 par value; 80,000,000 shares authorized; 22,490,855 and 22,569,361 shares issued at December 31, 2016 and June 30, 2017, respectively 225 226 Additional paid-in capital 215,064 215,694 Retained earnings 22,966 32,205 Treasury stock, at cost; 5,849,316 shares at December 31, 2016 and June 30, 2017 60,266 60,266) Total stockhold					
Convertible subordinated notes due 2021 119,596 121,956 Obligations under capital leases, net of current portion 2,630 2,560 Deferred preneed cemetery revenue 54,631 55,093 Deferred preneed funeral revenue 33,198 34,756 Deferred tax liability 40,555 43,216 Other long-term liabilities 2,567 2,430 Deferred preneed cemetery receipts held in trust 69,696 70,176 Deferred preneed funeral receipts held in trust 89,240 88,503 Care trusts' corpus 46,290 47,015 Total liabilities 707,080 693,182 Commitments and contingencies: 50,000 693,182 Stockholders' equity: 225 226 Common stock, \$.01 par value; 80,000,000 shares authorized; 22,490,855 and 22,569,361 shares issued at December 31, 2016 and June 30, 2017, respectively 225 226 Additional paid-in capital 215,064 215,694 Retained earnings 22,966 32,205 Treasury stock, at cost; 5,849,316 shares at December 31, 2016 and June 30, 2017 (60,266) (60,266)					
Obligations under capital leases, net of current portion 2,630 2,560 Deferred preneed cemetery revenue 54,631 55,093 Deferred preneed funeral revenue 33,198 34,756 Deferred tax liability 40,555 43,216 Other long-term liabilities 2,567 2,430 Deferred preneed cemetery receipts held in trust 69,696 70,176 Deferred preneed funeral receipts held in trust 89,240 88,503 Care trusts' corpus 46,290 47,015 Total liabilities 707,080 693,182 Commitments and contingencies: Stockholders' equity: Common stock, \$.01 par value; 80,000,000 shares authorized; 22,490,855 and 22,569,361 shares issued at December 31, 2016 and June 30, 2017, respectively 225 226 Additional paid-in capital 215,064 215,694 Retained earnings 22,966 32,205 Treasury stock, at cost; 5,849,316 shares at December 31, 2016 and June 30, 2017 (60,266) (60,266) Total stockholders' equity 177,989 187,859					
Deferred preneed cemetery revenue 54,631 55,093 Deferred preneed funeral revenue 33,198 34,756 Deferred tax liability 40,555 43,216 Other long-term liabilities 2,567 2,430 Deferred preneed cemetery receipts held in trust 69,696 70,176 Deferred preneed funeral receipts held in trust 89,240 88,503 Care trusts' corpus 46,290 47,015 Total liabilities 707,080 693,182 Commitments and contingencies: Stockholders' equity: Common stock, \$.01 par value; 80,000,000 shares authorized; 22,490,855 and 22,569,361 shares issued at December 31, 2016 and June 30, 2017, respectively 225 226 Additional paid-in capital 215,064 215,694 Retained earnings 22,966 32,205 Treasury stock, at cost; 5,849,316 shares at December 31, 2016 and June 30, 2017 (60,266) (60,266) Total stockholders' equity 177,989 187,859					
Deferred preneed funeral revenue 33,198 34,756 Deferred tax liability 40,555 43,216 Other long-term liabilities 2,567 2,430 Deferred preneed cemetery receipts held in trust 69,696 70,176 Deferred preneed funeral receipts held in trust 89,240 88,503 Care trusts' corpus 46,290 47,015 Total liabilities 707,080 693,182 Commitments and contingencies: Stockholders' equity: Common stock, \$.01 par value; 80,000,000 shares authorized; 22,490,855 and 22,569,361 shares issued at December 31, 2016 and June 30, 2017, respectively 225 226 Additional paid-in capital 215,064 215,694 Retained earnings 22,966 32,205 Treasury stock, at cost; 5,849,316 shares at December 31, 2016 and June 30, 2017 (60,266) (60,266) Total stockholders' equity 177,989 187,859					
Deferred tax liability 40,555 43,216 Other long-term liabilities 2,567 2,430 Deferred preneed cemetery receipts held in trust 69,696 70,176 Deferred preneed funeral receipts held in trust 89,240 88,503 Care trusts' corpus 46,290 47,015 Total liabilities 707,080 693,182 Commitments and contingencies: Stockholders' equity: Stockholders' equity: 225 226 Common stock, \$.01 par value; 80,000,000 shares authorized; 22,490,855 and 22,569,361 shares issued at December 31, 2016 and June 30, 2017, respectively 225 225 226 Additional paid-in capital 215,064 215,694 32,205 Retained earnings 22,966 32,205 Treasury stock, at cost; 5,849,316 shares at December 31, 2016 and June 30, 2017 (60,266) (60,266) Total stockholders' equity 177,989 187,859	•				
Other long-term liabilities 2,567 2,430 Deferred preneed cemetery receipts held in trust 69,696 70,176 Deferred preneed funeral receipts held in trust 89,240 88,503 Care trusts' corpus 46,290 47,015 Total liabilities 707,080 693,182 Commitments and contingencies: Stockholders' equity: 25 26 Common stock, \$.01 par value; 80,000,000 shares authorized; 22,490,855 and 22,569,361 shares issued at December 31, 2016 and June 30, 2017, respectively 225 226 Additional paid-in capital 215,064 215,694 Retained earnings 22,966 32,205 Treasury stock, at cost; 5,849,316 shares at December 31, 2016 and June 30, 2017 (60,266) (60,266) Total stockholders' equity 177,989 187,859	•				
Deferred preneed cemetery receipts held in trust 69,696 70,176 Deferred preneed funeral receipts held in trust 89,240 88,503 Care trusts' corpus 46,290 47,015 Total liabilities 707,080 693,182 Commitments and contingencies: Stockholders' equity: 200 100 Common stock, \$.01 par value; 80,000,000 shares authorized; 22,490,855 and 22,569,361 shares issued at December 31, 2016 and June 30, 2017, respectively 225 226 Additional paid-in capital 215,064 215,694 Retained earnings 22,966 32,205 Treasury stock, at cost; 5,849,316 shares at December 31, 2016 and June 30, 2017 (60,266) (60,266) Total stockholders' equity 177,989 187,859					
Deferred preneed funeral receipts held in trust 89,240 88,503 Care trusts' corpus 46,290 47,015 Total liabilities 707,080 693,182 Commitments and contingencies: Stockholders' equity: 200 200 Common stock, \$.01 par value; 80,000,000 shares authorized; 22,490,855 and 22,569,361 shares issued at December 31, 2016 and June 30, 2017, respectively 225 226 Additional paid-in capital 215,064 215,694 215,694 Retained earnings 22,966 32,205 Treasury stock, at cost; 5,849,316 shares at December 31, 2016 and June 30, 2017 (60,266) (60,266) Total stockholders' equity 177,989 187,859					
Care trusts' corpus 46,290 47,015 Total liabilities 707,080 693,182 Commitments and contingencies: Stockholders' equity: Common stock, \$.01 par value; 80,000,000 shares authorized; 22,490,855 and 22,569,361 shares issued at December 31, 2016 and June 30, 2017, respectively 225 225 Additional paid-in capital 215,064 215,694 Retained earnings 22,966 32,205 Treasury stock, at cost; 5,849,316 shares at December 31, 2016 and June 30, 2017 (60,266) (60,266) Total stockholders' equity 177,989 187,859					
Total liabilities 707,080 693,182 Commitments and contingencies: Stockholders' equity:					
Commitments and contingencies: Stockholders' equity: Common stock, \$.01 par value; 80,000,000 shares authorized; 22,490,855 and 22,569,361 shares issued at December 31, 2016 and June 30, 2017, respectively Additional paid-in capital 225 226 Additional paid-in capital 215,064 215,694 Retained earnings 22,966 32,205 Treasury stock, at cost; 5,849,316 shares at December 31, 2016 and June 30, 2017 (60,266) (60,266) Total stockholders' equity 177,989 187,859	•				
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Common stock, \$.01 par value; 80,000,000 shares authorized; 22,490,855 and 22,569,361 shares issued at December 31, 2016 and June 30, 2017, respectively 225 226 Additional paid-in capital 215,064 215,694 Retained earnings 22,966 32,205 Treasury stock, at cost; 5,849,316 shares at December 31, 2016 and June 30, 2017 (60,266) (60,266) Total stockholders' equity 177,989 187,859					
Additional paid-in capital 225 226 Additional paid-in capital 215,064 215,694 Retained earnings 22,966 32,205 Treasury stock, at cost; 5,849,316 shares at December 31, 2016 and June 30, 2017 (60,266) (60,266) Total stockholders' equity 177,989 187,859	Common stock, \$.01 par value; 80,000,000 shares authorized; 22,490,855 and				
Retained earnings 22,966 32,205 Treasury stock, at cost; 5,849,316 shares at December 31, 2016 and June 30, 2017 (60,266) (60,266) Total stockholders' equity 177,989 187,859			225		226
Treasury stock, at cost; 5,849,316 shares at December 31, 2016 and June 30, 2017 (60,266) (60,266) Total stockholders' equity 177,989 187,859	Additional paid-in capital		215,064		215,694
Total stockholders' equity 177,989 187,859	Retained earnings		22,966		32,205
	Treasury stock, at cost; 5,849,316 shares at December 31, 2016 and June 30, 2017		(60,266)		(60,266)
Total liabilities and stockholders' equity \$ 885,069 \$ 881,041	Total stockholders' equity		177,989		187,859
	Total liabilities and stockholders' equity	\$	885,069	\$	881,041

CARRIAGE SERVICES, INC. CONSOLIDATED STATEMENTS OF OPERATIONS (unaudited and in thousands, except per share data)

	Fo	r the Three Jun	Mont ie 30,	hs Ended	For		onths Ended June 30,		
		2016		2017		2016		2017	
Davanuaci								_	
Revenues: Funeral	\$	46,467	\$	48,739	\$	95,769	\$	102,950	
Cemetery	Ф	15,398	Ф	46,739 15,113	Ф	93,709 29,427	Ф	29,059	
Cemetery		61,865		63,852		125,196	-	132,009	
Field costs and expenses:		01,005		03,032		125,150		132,003	
Funeral		27,783		29,422		55,564		59,851	
Cemetery		8,989		9,162		16,851		17,373	
Depreciation and amortization		3,571		3,647		6,907		7,118	
Regional and unallocated funeral and cemetery costs		2,715		2,954		5,764		5,908	
- 3		43,058	-	45,185	-	85,086		90,250	
Gross profit	-	18,807		18,667		40,110	-	41,759	
Corporate costs and expenses:		-,		-,		-, -		,	
General, administrative and other		5,831		6,568		15,078		13,415	
Home office depreciation and amortization		386		378		784		754	
•		6,217		6,946	-	15,862		14,169	
Operating income		12,590		11,721		24,248		27,590	
Interest expense		(2,968)		(3,206)		(5,819)		(6,235)	
Accretion of discount on convertible subordinated notes		(954)		(1,066)		(1,881)		(2,103)	
Loss on early extinguishment of debt		_		-		(567)		_	
Other, net						305		3	
Income before income taxes		8,668		7,449		16,286		19,255	
Provision for income taxes		(3,468)		(2,980)		(6,515)		(7,702)	
Tax adjustment related to certain discrete items		_		(59)				(59)	
Total provision for income taxes		(3,468)		(3,039)		(6,515)		(7,761)	
Net income	\$	5,200	\$	4,410	\$	9,771	\$	11,494	
Basic earnings per common share:	\$	0.31	\$	0.26	\$	0.59	\$	0.69	
Diluted earnings per common share:	\$	0.30	\$	0.24	\$	0.57	\$	0.63	
Dividends declared per common share:	\$	0.025	\$	0.050	\$	0.050	\$	0.100	
Weighted average number of common and common equivalent shares outstanding:									
Basic		16,516		16,652		16,488		16,625	
Diluted		17,075		18,093		16,862		18,083	

CARRIAGE SERVICES, INC. CONSOLIDATED STATEMENTS OF CASH FLOWS (unaudited and in thousands)

For the Six Months Ended June

	3	0,	, ,		
	2016		2017		
Cash flows from operating activities:	 				
Net income	\$ 9,771	\$	11,494		
Adjustments to reconcile net income to net cash provided by operating activities:					
Depreciation and amortization	7,691		7,872		
Provision for losses on accounts receivable	1,052		1,112		
Stock-based compensation expense	2,303		1,609		
Deferred income tax expense	1,116		406		
Amortization of deferred financing costs	420		408		
Accretion of discount on convertible subordinated notes	1,881		2,103		
Loss on early extinguishment of debt	567		_		
Net (gain) loss on sale and disposal of other assets	(67)		311		
Changes in operating assets and liabilities that provided (required) cash:					
Accounts and preneed receivables	(2,271)		(468)		
Inventories and other current assets	1,303		2,804		
Intangible and other non-current assets	300		211		
Preneed funeral and cemetery trust investments	4,941		(1,252)		
Accounts payable	(1,148)		(3,750)		
Accrued and other liabilities	1,735		(5,102)		
Deferred preneed funeral and cemetery revenue	(669)		2,020		
Deferred preneed funeral and cemetery receipts held in trust	(3,939)		468		
Net cash provided by operating activities	 24,986		20,246		
Cash flows from investing activities:					
Acquisitions and land for new construction	(9,406)		(625)		
Purchase of land and buildings previously leased	(6,258)				
Net proceeds from the sale of other assets	555		_		
Capital expenditures	 (7,830)		(8,790)		
Net cash used in investing activities	(22,939)		(9,415)		
Cash flows from financing activities:					
Borrowings from the revolving credit facility	27,100		36,800		
Payments against the revolving credit facility	(59,700)		(42,400)		
Borrowings from the term loan	39,063		_		
Payments against the term loan	(5,625)		(5,625)		
Payments on other long-term debt and obligations under capital leases	(689)		(723)		
Payments on contingent consideration recorded at acquisition date	_		(101)		
Proceeds from the exercise of stock options and employee stock purchase plan contributions	457		544		
Taxes paid on restricted stock vestings and exercise of non-qualified options	(528)		(509)		
Dividends paid on common stock	(831)		(1,668)		
Payment of loan origination costs related to the credit facility	(717)				
Excess tax deficiency of equity compensation	 (229)				
Net cash used in financing activities	(1,699)		(13,682)		
Net increase (decrease) in cash and cash equivalents	348		(2,851)		
Cash and cash equivalents at beginning of period	 535		3,286		
Cash and cash equivalents at end of period	\$ 883	\$	435		

NON-GAAP FINANCIAL MEASURES

This press release uses Non-GAAP financial measures to present the financial performance of the Company. Non-GAAP financial measures should be viewed in addition to, and not as an alternative for, the Company's reported operating results or cash flow from operations or any other measure of performance as determined in accordance with GAAP. We believe the Non-GAAP results are useful to investors because such results help investors compare our results to previous periods and provide insights into underlying trends in our business. The Company's GAAP financial statements accompany this release. Reconciliations of the Non-GAAP financial measures to GAAP measures are provided in this press release.

The Non-GAAP financial measures include "Special Items", "Adjusted Net Income", "Consolidated EBITDA", "Adjusted Consolidated EBITDA", "Adjusted EBITDA", "Adjusted EBITDA", "Funeral, Cemetery and Financial EBITDA", "Total Field EBITDA", "Total Field EBITDA Margin", "Adjusted Basic Earnings Per Share" and "Adjusted Diluted Earnings Per Share" in this press release. These financial measurements are defined as similar GAAP items adjusted for Special Items and are reconciled to GAAP in this press release. In addition, the Company's presentation of these measures may not be comparable to similarly titled measures in other companies' reports. The definitions used by the Company for our internal management purposes and in this press release are as follows:

- Special Items are defined as charges or credits included in our GAAP financial statements that can vary from period to period and are not reflective of costs incurred in the ordinary course of our operations. Special Items are taxed at the federal statutory rate of 35 percent for both the three and six months ended June 30, 2016 and 2017, except for the accretion of the discount on the Convertible Notes as this is a non-tax deductible item.
- Adjusted Net Income is defined as net income plus adjustments for Special Items and other non-recurring expenses or credits.
- Consolidated EBITDA is defined as net income before income taxes, interest expenses, non-cash stock compensation, depreciation and amortization, and interest income and other, net.
- Adjusted Consolidated EBITDA is defined as Consolidated EBITDA plus adjustments for Special Items and non-recurring expenses or credits.
- Adjusted Consolidated EBITDA Margin is defined as Adjusted Consolidated EBITDA as a percentage of revenue.
- Adjusted Free Cash Flow is defined as net cash provided by operations, adjusted by Special Items as deemed necessary, less cash for maintenance capital expenditures.
- Funeral Field EBITDA is defined as Funeral Gross Profit, which is funeral revenue minus funeral field costs and expenses, less depreciation and amortization, regional and unallocated funeral costs and Funeral Financial EBITDA.
- Cemetery Field EBITDA is defined as Cemetery Gross Profit, which is cemetery revenue minus cemetery field costs and expenses, less depreciation and amortization, regional and unallocated cemetery costs and Cemetery Financial EBITDA.
- Funeral Financial EBITDA is defined as Funeral Financial Revenue less Funeral Financial Expenses.
- Cemetery Financial EBITDA is defined as Cemetery Financial Revenue less Cemetery Financial Expenses.
- Total Field EBITDA is defined as Gross Profit less depreciation and amortization, regional and unallocated funeral and cemetery costs.
- Total Field EBITDA Margin is defined as Total Field EBITDA as a percentage of revenue.
- Adjusted Basic Earnings Per Share is defined as GAAP Basic Earnings Per Share, adjusted for Special Items.
- · Adjusted Diluted Earnings Per Share is defined as GAAP Diluted Earnings Per Share, adjusted for Special Items.

Reconciliation of Non-GAAP Financial Measures:

This press release includes the use of certain financial measures that are not GAAP measures. The Non-GAAP financial measures are presented for additional information and are reconciled to their most comparable GAAP measures below.

Reconciliation of Net Income to Adjusted Net Income for the three and six months ended June 30, 2016 and 2017 (in thousands):

	For	r the Three Jun	Montl e 30,	ns Ended	For the Six Months Ended June 30,					
	2	2016	2017			2016		2017		
Net Income	\$	5,200	\$	4,410	\$	9,771	\$	11,494		
Special Items, Net of Tax except for **										
Acquisition and Divestiture Expenses		_				336		_		
Severance and Retirement Costs		_				1,794		_		
Consulting Fees		148				323				
Accretion of Discount on Convertible Subordinated Notes **		954		1,066		1,881		2,103		
Loss on Early Extinguishment of Debt		_				369		_		
Gain on Sale of Assets		_				(198)		_		
Total Special Items affecting Net Income	\$	1,102	\$	1,066	\$	4,505	\$	2,103		
Adjusted Net Income	\$	6,302	\$	5,476	\$	14,276	\$	13,597		

Reconciliation of Net Income to Consolidated EBITDA and Adjusted Consolidated EBITDA for the three and six months ended June 30, 2016 and 2017 (in thousands):

	F	or the Thre		onths 0,	Ended Ju	ne	F	or the Six N	hs En	Ended June 30,		
		2016			2017			2016			2017	
Net Income	\$	5,200		\$	4,410		\$	9,771		\$	11,494	
Total Tax Provision		3,468			3,039			6,515			7,761	
Pretax Income	\$	8,668		\$	7,449		\$	16,286		\$	19,255	
Interest Expense		2,968			3,206			5,819			6,235	
Accretion of Discount on Convertible Subordinated Notes		954			1,066			1,881			2,103	
Loss on Early Extinguishment of Debt								567				
Non-Cash Stock Compensation		1,006			773			1,964			1,609	
Depreciation & Amortization		3,957			4,025			7,691			7,872	
Other, Net								(305)			(3)	
Consolidated EBITDA	\$	17,553		\$	16,519		\$	33,903		\$	37,071	
Adjusted For:	-						-					
Acquisition and Divestiture Expenses		_						516				
Severance and Retirement Costs					_			2,759				
Consulting Fees		228			_			496				
Adjusted Consolidated EBITDA	\$	17,781		\$	16,519		\$	37,674		\$	37,071	
Revenue	\$	61,865		\$	63,852		\$	125,196		\$	132,009	
Adjusted Consolidated EBITDA Margin		28.7	%		25.9	%		30.1	%		28.1	%

Reconciliation of Funeral and Cemetery Gross Profit to Field EBITDA for the three and six months ended June 30, 2016 and 2017 (in thousands):

Funeral Field EBITDA	Fo	For the Three Months Ended June 30,				For the Six Months Ended 30,			
		2016		2017		2016		2017	
Gross Profit (GAAP)	\$	14,388	\$	14,412	\$	31,356	\$	33,381	
Depreciation & Amortization		2,138		2,529		4,216		4,898	
Regional & Unallocated Costs		2,158		2,376		4,633		4,820	
Funeral Financial EBITDA		(1,921)		(1,787)		(4,118)		(3,830)	
Funeral Field EBITDA	\$	16,763	\$	17,530	\$	36,087	\$	39,269	
Cemetery Field EBITDA	Fo	For the Three Months Ended June 30,			For the Six Months Ended Jur 30,				
		2016		2017	-	2016		2017	
Gross Profit (GAAP)	\$	4,419	\$	4,255	\$	8,754	\$	8,378	
Depreciation & Amortization		1,433		1,118		2,691		2,220	
Regional & Unallocated Costs		557		578		1,131		1,088	
Cemetery Financial EBITDA		(2,220)		(2,418)		(4,323)		(4,505)	
Cemetery Field EBITDA	\$	4,189	\$	3,533	\$	8,253	\$	7,181	
Total Field EBITDA	Fo	For the Three Months Ended June 30,				For the Six Months Ended June 30,			
		2016		2017	-	2016		2017	
Funeral Field EBITDA	\$	16,763	\$	17,530	\$	36,087	\$	39,269	
Cemetery Field EBITDA		4,189		3,533		8,253		7,181	
Funeral Financial EBITDA		1,921		1,787		4,118		3,830	
Cemetery Financial EBITDA		2,220		2,418		4,323		4,505	
Total Field EBITDA	\$	25,093	\$	25,268	\$	52,781	\$	54,785	
Reconciliation of GAAP Basic Earnings Per Sh 30, 2016 and 2017:	nare to Adjusted Bas	sic Earning	s Per	Share for the	e three	and six mo	nths e	nded June	

	For the Three Months Ended June 30,			For the Six Months Ended Jun 30,				
		2016		2017		2016		2017
GAAP Basic Earnings Per Share	\$	0.31	\$	0.26	\$	0.59	\$	0.69
Special Items Affecting Net Income		0.07		0.07		0.27		0.13
Adjusted Basic Earnings Per Share	\$	0.38	\$	0.33	\$	0.86	\$	0.82

Reconciliation of GAAP Diluted Earnings Per Share to Adjusted Diluted Earnings Per Share for the three and six months ended June 30, 2016 and 2017:

	For the Three Months Ended June 30,			For the Six Months Ended Jui 30,				
		2016		2017		2016		2017
GAAP Diluted Earnings Per Share	\$	0.30	\$	0.24	\$	0.57	\$	0.63
Special Items Affecting Net Income		0.07		0.06		0.27		0.12
Adjusted Diluted Earnings Per Share	\$	0.37	\$	0.30	\$	0.84	\$	0.75

On page three of this press release, we present the Rolling Four Quarter Outlook ("Outlook") which reflects management's opinion on the performance of the portfolio of existing businesses, including performance of existing trusts, and excludes size and timing of acquisitions for the Rolling Four Quarter Outlook period ending June 30, 2018 unless we have a signed Letter of Intent and high likelihood of a closing within 90 days. This Outlook is not intended to be management estimates or forecasts of our future performance, as we believe precise estimates will be precisely wrong all the time. The following four reconciliations are presented at the midpoint of the range in this Outlook.

Reconciliation of Net Income to Consolidated EBITDA and Adjusted Consolidated EBITDA for the estimated Rolling Four Quarters ending June 30, 2018 (in thousands):

	Rolling Four Quarter Outlook		
	June	30, 2018E	
Net Income	\$	25,700	
Total Tax Provision		17,200	
Pretax Income	\$	42,900	
Net Interest Expense, including Accretion of Discount on Convertible Subordinated Notes		16,500	
Depreciation & Amortization, including Non-cash Stock Compensation		19,600	
Consolidated EBITDA	\$	79,000	
Adjusted for Special Items		<u> </u>	
Adjusted Consolidated EBITDA	\$	79,000	

Reconciliation of Net Income to Adjusted Net Income for the estimated Rolling Four Quarters ending June 30, 2018 (in thousands):

	Rolling Four Quarter Outlook				
	June	e 30, 2018E			
Net Income	\$	25,700	_		
Special Items		4,200			
Adjusted Net Income	\$	29,900			

Reconciliation of GAAP Basic Earnings Per Share to Adjusted Basic Earnings Per Share for the estimated Rolling Four Quarters ending June 30, 2018:

	Rolling Four	Rolling Four Quarter Outlook				
GAAP Basic Earnings Per Share	June	30, 2018E				
	\$	1.53				
Special Items Affecting Net Income		0.25				
Adjusted Basic Earnings Per Share	\$	1.78				

Reconciliation of GAAP Diluted Earnings Per Share to Adjusted Diluted Earnings Per Share for the estimated Rolling Four Quarters ending June 30, 2018:

	Rolling Four (Rolling Four Quarter Outlook				
	June 3	0, 2018E				
GAAP Diluted Earnings Per Share	\$	1.43				
Special Items Affecting Net Income		0.23				
Adjusted Diluted Earnings Per Share	\$	1.66				

Supplemental Information:

Funeral homes and cemeteries purchased after December 31, 2012 are referred to as "Acquired" in our Trend Report. This classification of acquisitions has been important to management and investors in monitoring the results of these businesses and to gauge the leveraging performance contribution that a selective acquisition program can have on total company performance.

The presentation below highlights the impact of our 2012 Acquired Portfolio that moved from Acquired to Same Store beginning January 1, 2017 (in thousands):

	For	For the Three Months Ended June 30, 2016				For the Six Months Ended June 30, 2016				
	F	Revenue	EE	SITDA	Re	evenue	EH	BITDA		
2012 Acquired Portfolio	\$	3,728	\$	1,460	\$	7,843	\$	3,219		

CAUTIONARY STATEMENT ON FORWARD-LOOKING STATEMENTS

Certain statements made herein or elsewhere by, or on behalf of, the Company that are not historical facts are intended to be forwardlooking statements within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. In addition to historical information, this Press Release contains certain statements and information that may constitute forward-looking statements within the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. These statements include, but are not limited to, statements regarding any projections of earnings, revenues, asset sales, cash flow, debt levels or other financial items; any statements of the plans, strategies and objectives of management for future operations; any statements regarding future economic conditions or performance; any statements of belief; and any statements of assumptions underlying any of the foregoing and are based on our current expectations and beliefs concerning future developments and their potential effect on us. The words "may", "will", "estimate", "intend", "believe", "expect", "seek", "project", "forecast", "foresee", "should", "would", "could", "plan", "anticipate" and other similar words or expressions are intended to identify forward-looking statements, which are generally not historical in nature. While management believes that these forward-looking statements are reasonable as and when made, there can be no assurance that future developments affecting us will be those that we anticipate. All comments concerning our expectations for future revenues and operating results are based on our forecasts for our existing operations and do not include the potential impact of any future acquisitions. Our forward-looking statements involve significant risks and uncertainties (some of which are beyond our control) and assumptions that could cause actual results to differ materially from our historical experience and our present expectations or projections. Important factors that could cause actual results to differ materially from those in the forward-looking statements include, but are not limited to, those summarized below:

- our ability to find and retain skilled personnel;
- our ability to execute our growth strategy;
- the effects of competition;
- the execution of our Standards Operating, 4E Leadership and Strategic Acquisition Models;
- changes in the number of deaths in our markets;
- changes in consumer preferences;
- our ability to generate preneed sales;
- the investment performance of our funeral and cemetery trust funds;
- fluctuations in interest rates;
- our ability to obtain debt or equity financing on satisfactory terms to fund additional acquisitions, expansion projects, working capital requirements and the repayment or refinancing of indebtedness;
- the timely and full payment of death benefits related to preneed funeral contracts funded through life insurance contracts;
- the financial condition of third-party insurance companies that fund our preneed funeral contracts;
- increased or unanticipated costs, such as insurance or taxes;
- effects of the application of applicable laws and regulations, including changes in such regulations or the interpretation thereof;
- consolidation of the deathcare industry; and
- other factors and uncertainties inherent in the deathcare industry.

For additional information regarding known material factors that could cause our actual results to differ from our projected results, please see "Risk Factors" in our most recent Annual Report on Form 10-K. Readers are cautioned not to place undue reliance on forward-looking statements, which speak only as of the date hereof. We undertake no obligation to publicly update or revise any forward-looking statements after the date they are made, whether as a result of new information, future events or otherwise. A copy of the Company's Form 10-K, other Carriage Services information and news releases are available at www.carriageservices.com.

This press release includes the use of certain financial measures that are not GAAP measures. The Non-GAAP financial measures are presented for additional information and are reconciled to their most comparable GAAP measures in the tables presented above.