

FTI CONSULTING INC
Form 8-K
May 02, 2007

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): May 1, 2007

FTI CONSULTING, INC.

(Exact Name of Registrant as Specified in Charter)

Maryland
(State or other jurisdiction
of incorporation)

001-14875
(Commission File Number)

52-1261113
(IRS Employer
Identification No.)

500 East Pratt Street, Suite 1400, Baltimore, Maryland 21202

(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: **(410) 951-4800**

Not Applicable

(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

.. Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)

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- “ Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14d-2(b))
 - “ Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - “ Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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ITEM 2.02. Results of Operations and Financial Condition

On May 1, 2007, FTI Consulting, Inc. ("FTI") issued a press release announcing our financial results for the first quarter ended March 31, 2007, as well as other information, including operating results by business segment, other developments and guidance for 2007. The full text of the Press Release (including Financial Tables) issued on May 1, 2007 is set forth in Exhibit 99.1 hereto and is incorporated by reference herein.

ITEM 7.01. Regulation FD Disclosure

The Press Release (and Financial Tables and outlook for 2007) include a discussion of (i) FTI's operating income before interest, taxes, depreciation and amortization, amortization of intangible assets and litigation settlements ("EBITDA") and EBITDA by business segment, (ii) EBITDA before the impact of FAS Statement No. 123(R) ("Adjusted EBITDA"), (iii) net income before the impact of (a) FAS Statement No. 123(R) and (b) FAS Statement No. 123(R) and amortization of intangible assets (in each case, "Adjusted Net Income"), and (iv) earnings per diluted share before the impact of (a) FAS Statement No. 123(R) and (b) FAS Statement No. 123(R) and amortization of intangible assets (in each case, "Non-GAAP Diluted EPS"). Although EBITDA, Adjusted EBITDA, Adjusted Net Income and Non-GAAP Diluted EPS are not measures of financial condition or performance determined in accordance with generally accepted accounting principles ("GAAP"), FTI believes that they are useful operating performance measures for evaluating our results of operations from period to period and as compared to our competitors. EBITDA and Adjusted EBITDA are common alternative measures of operating performance used by investors, financial analysts and rating agencies to value and compare the financial performance of companies in our industry. FTI uses EBITDA and Adjusted EBITDA to evaluate and compare the operating performances of its segments and it is one of the primary measures used to determine employee bonuses. FTI also uses EBITDA and Adjusted EBITDA to value businesses it considers acquiring.

Adjusted EBITDA, Adjusted Net Income and Non-GAAP Diluted EPS exclude certain items to provide better comparability from period to period. Reconciliations of consolidated EBITDA Adjusted EBITDA and Adjusted Net Income to consolidated net income, Non-GAAP Diluted EPS to Diluted EPS, and Adjusted EBITDA to operating income, for the three months ended March 31, 2007 are included in the Financial Tables which are part of the Press Release furnished as Exhibit 99.1.

With respect to FTI's guidance for 2007, a reconciliation of EBITDA to net income as projected for the year ending December 31, 2007 is not reasonably available because FTI cannot determine net income for its 2007 fiscal year with certainty at this time.

EBITDA, Adjusted EBITDA, Adjusted Net Income and Non-GAAP Diluted EPS are not defined in the same manner by all companies and may not be comparable to other similarly titled measures of other companies unless the definition is the same. We believe that EBITDA and Adjusted EBITDA as supplemental financial measures are also indicative of FTI's capacity to incur and service debt and thereby provides additional useful information to investors regarding FTI's

financial condition and results of operations. EBITDA and Adjusted EBITDA for purposes of the covenants set forth in our senior secured credit facility are not calculated in the same manner as calculated for purposes of the Financial Tables included in the Press Release.

The information included herein, including Exhibit 99.1 furnished herewith, shall not be deemed to be filed for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the Exchange Act), or otherwise subject to the liabilities of that section, nor shall it be incorporated by reference into any filing pursuant to the Securities Act of 1933, as amended, or the Exchange Act, regardless of any incorporation by reference language in any such filing, except as expressly set forth by specific reference in such filing.

ITEM 9.01. Financial Statements and Exhibits

(c) *Exhibits.*

99.1 Press Release dated May 1, 2007 (including Financial Tables and outlook for 2007), of FTI Consulting, Inc.

SIGNATURES

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

Dated: May 2, 2007

FTI CONSULTING, INC.

By: /s/ THEODORE I. PINCUS
Theodore I. Pincus
Executive Vice President and
Chief Financial Officer

EXHIBIT INDEX

Exhibit No.	Description
99.1	Press Release dated May 1, 2007 (including Financial Tables and outlook for 2007), of FTI Consulting, Inc.