SECURITIES AND EXCHANGE COMMISSION WASHINGTON, DC 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): February 10, 2021

WESTWOOD HOLDINGS GROUP, INC.

(Exact name of registrant as specified in its charter)

Delaware	
(State or other jurisdiction of incorporation)	(Con

001-31234

(Commission File Number)

75-2969997 (IRS Employer Identification No.)

200 Crescent Court, Suite 1200 Dallas, Texas 75201

(Address of principal executive offices)

(214) 756-6900

(Registrant's telephone number, including area code)

	he appropriate box below if the Form 8-K filing is intende Instruction A.2. below):	ed to simultaneously satisfy the filing obliga	ation of the registrant under any of the following provisions (see
	Written communications pursuant to Rule 425 under the	Securities Act (17 CFR 230.425)	
	Soliciting material pursuant to Rule 14a-12 under the Ex	schange Act (17 CFR 240.14a-12)	
	Pre-commencement communications pursuant to Rule 1	4d-2(b) under the Exchange Act (17 CFR 2	240.14d-2(b))
	Pre-commencement communications pursuant to Rule 1	3e-4(c) under the Exchange Act (17 CFR 2	240.13e-4(c))
Securiti	es registered pursuant to Section 12(b) of the Act:		
(<u>Title of each class:</u> Common Stock, par value \$0.01 per share	Trading Symbol: WHG	Name of each exchange on which registered: New York Stock Exchange
of the S	by check mark whether the registrant is an emerging grovecurities Exchange Act of 1934 (§ 240.12b-2 of this chapt ag growth company □		Securities Act of 1933 (§ 230.405 of this chapter) or Rule 12b-
	nerging growth company, indicate by check mark if the reg I accounting standards provided pursuant to Section 13(a)		transition period for complying with any new or revised

ITEM 2.02: RESULTS OF OPERATIONS AND FINANCIAL CONDITION

In accordance with Securities and Exchange Commission Release No. 34-47583, the following information, which is being furnished pursuant to the requirements of Item 2.02, "Results of Operations and Financial Condition," is being reported under Item 7.01, "Regulation FD Disclosure."

On February 10, 2021, Westwood Holdings Group, Inc. ("Westwood") announced its financial results for the quarter ended December 31, 2020, a copy of which is furnished with this Current Report on Form 8-K as Exhibit 99.1.

The information in this Current Report on Form 8-K, including Exhibit 99.1, shall not be deemed to be "filed" for the purposes of Section 18 of the Securities Exchange Act of 1934 (the "Exchange Act"), as amended, or otherwise subject to the liabilities of that Section, nor shall it be incorporated by reference in any filing under the Securities Act of 1933, as amended, or the Exchange Act, except as otherwise expressly stated in such filing.

ITEM 7.01: REGULATION FD DISCLOSURE

Westwood announced today that its Board of Directors has approved the payment of a quarterly cash dividend of \$0.10 per common share, payable on April 1, 2021 to stockholders of record on March 2, 2021.

ITEM 9.01: FINANCIAL STATEMENTS AND EXHIBITS

(d) Exhibits: The following exhibit is furnished with this report:

Exhibit No. Description

99.1 Press Release dated February 10, 2021.

SIGNATURES

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

Date: February 10, 2021

WESTWOOD HOLDINGS GROUP, INC.

By: /s/ Murray Forbes III

Murray Forbes III

Chief Financial Officer and Treasurer



Westwood Holdings Group, Inc. Reports Fourth Quarter and Fiscal Year 2020 Results Earnings improving and balance sheet remains strong Westwood reinstates dividend

Dallas, TX, February 10, 2021 – Westwood Holdings Group, Inc. (NYSE: WHG) today reported fourth quarter earnings. Significant items include:

- Income Opportunity, AllCap Value, Total Return, High Income and Alternative Income strategies beat their primary benchmarks for the quarter.
- Westwood held \$82.6 million in cash and short-term investments at December 31, 2020, up \$5.0 million from September 30, 2020 following repatriation of cash held in Canada.
- Stockholders' equity at December 31, 2020 was \$130.7 million and we had no debt.
- Revenues of \$17.1 million compared with \$15.5 million in the third quarter and \$18.6 million a year ago.
- Net income of \$2.8 million compared with a net loss of \$10.3 million in the third quarter and net income of \$2.5 million in the fourth quarter of 2019.
- Non-GAAP economic earnings of \$4.6 million, compared with a non-GAAP economic loss of \$1.7 million in the third quarter and non-GAAP economic earnings of \$5.4 million in the fourth quarter of 2019.

Brian Casey, Westwood's President and CEO, commented, "we are pleased, along with many others, in bidding farewell to 2020, a year that tested us all in such unexpected ways. We are proud of the way our Westwood team stepped up, delivering strong performance across many products, serving our customers well in creative, socially-distant ways, and leading Westwood to win another "Best Places to Work" award. We had to make a number of hard decisions last year, suspending our dividend, closing our Canadian operations, and discontinuing other non-strategic activities and many of them negatively impacted earnings. These decisions were painful but they have enabled us to clear the decks for a brighter future in 2021 and beyond. We are seeing increasingly positive interest in our institutional and retail products and consultant approval ratings are growing. Our focus on investing in technology is paying off in two ways: with improvements in the way we manage our business and communicate with customers, and also the financial returns from our investment in InvestCloud. Our solid financial position continues to be a source of strength, allowing us to approach business growth opportunities with confidence. Finally, we thank our investors for the continued faith placed in us and accordingly, we are pleased to reinstate a cash dividend of \$0.10 per common share, payable on April 1, 2021 to stockholders of record on March 2, 2021."

Revenues of \$17.1 million decreased \$1.5 million from last year's fourth quarter principally as a result of lower average assets under management ("AUM"). Revenues were higher than the third quarter of 2020 principally as a result of higher advisory performance-based fees, trust fees and other revenues.

AUM of \$13.0 billion at December 31, 2020 rose from \$12.0 billion at September 30, 2020. The increase reflected market appreciation, partially offset by net outflows mainly in SMidCap.

Fourth quarter net income of \$2.8 million compared to a third quarter net loss of \$10.3 million due to several non-recurring items impacting the third quarter, higher revenues, lower operating expenses and lower income taxes. Diluted earnings per share ("EPS") of \$0.36 compared to a \$1.31 per share loss for the third quarter. Non-GAAP Economic Earnings were \$4.6 million, or \$0.58 per share, compared to the third quarter's non-GAAP economic losses of \$1.7 million, or \$0.22 per share.

Fourth quarter net income of \$2.8 million was higher than fourth quarter 2019 net income of \$2.5 million principally as a result of lower operating expenses, particularly employee compensation and benefits, and lower income taxes, partially offset by lower revenues. Diluted EPS of \$0.36 compared to \$0.30 for the fourth quarter of 2019. Non-GAAP Economic Earnings were \$4.6 million, or \$0.58 per share, down from \$5.4 million, or \$0.64 per share, in 2019's fourth quarter.

2020 net loss of \$8.9 million compared to 2019's net income of \$5.9 million of net income due to lower revenues, several non-recurring items impacting the third quarter and unrealized losses on private investments, partially offset by lower operating expenses, foreign currency transaction gains and lower income taxes. Diluted EPS was a loss of \$1.12 per share compared with income of \$0.70 per share for 2019. Economic EPS of \$0.91 compared with \$2.15 in 2019.

Economic Earnings (Loss) and Economic EPS are non-GAAP performance measures and are explained and reconciled with the most comparable GAAP numbers in the attached tables.

Westwood will host a conference call to discuss fourth quarter and fiscal year 2020 results and other business matters at 4:30 p.m. Eastern time today. To join the conference call, dial 877-303-6235 (U.S. and Canada) or 631-291-4837 (international). The conference call can also be accessed via our Investor Relations page at westwoodgroup.com and will be available for replay through February 22, 2021 by dialing 855-859-2056 (U.S. and Canada) or 404-537-3406 (international) and entering the passcode 7381748.

About Westwood

Westwood Holdings Group, Inc. is a focused investment management boutique and wealth management firm.

Westwood offers high-conviction equity and outcome-oriented solutions to institutional investors, private wealth clients and financial intermediaries. The firm specializes in two distinct investment capabilities: U.S. Value Equity and Multi-Asset, available through separate accounts, the Westwood Funds® family of mutual funds and other pooled vehicles. Westwood benefits from significant, broad-based employee ownership and trades on the New York Stock Exchange under the symbol "WHG." Based in Dallas, Westwood also maintains an office in Houston.

For more information on Westwood, please visit westwoodgroup.com.

Forward-looking Statements

Statements in this press release that are not purely historical facts, including, without limitation, statements about our expected future financial position, results of operations or cash flows, as well as other statements including without limitation, words such as "anticipate," "believe," "expect," "could," and other similar expressions, constitute forward-looking 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. Actual results and the timing of some events could differ materially from those projected in or contemplated by the forward-looking statements due to a number of factors, including, without limitation:

the composition and market value of our AUM; our ability to maintain our fee structure in light of competitive fee pressures; the impact of the COVID-19 pandemic; the significant concentration of our revenues in a small number of customers; our ability to avoid termination of client agreements and the related investment redemptions; regulations adversely affecting the financial services industry; competition in the investment management industry; our ability to develop and market new investment strategies successfully; our AUM include investments in foreign companies; our reputation and our relationships with current and potential customers; our ability to attract and retain qualified personnel; our ability to maintain effective cyber security; our ability to perform operational tasks; our ability to identify and execute on our strategic initiatives; our ability to maintain effective information systems; our ability to select and oversee third-party vendors; litigation risks; our ability to declare and pay dividends; our ability to fund future capital requirements on favorable terms; our ability to properly address conflicts of interest; our ability to maintain adequate insurance coverage; our ability to maintain an effective system of internal controls; our stock is thinly traded and may be subject to volatility; our organizational documents contain provisions that may prevent or deter another group from paying a premium over the market price to our stockholders to acquire our stock; we are a holding company dependent on the operations and funds of our subsidiaries; our relationships with investment consulting firms; and the other risks detailed from time to time in Westwood's SEC filings, including, but not limited to, its annual report on Form 10-K for the year ended December 31, 2019 and its quarterly report on Form 10-Q for the quarters ended March 31, 2020, June 30, 2020 and September 30, 2020. You are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date of this press release. Except as required by law, Westwood is not obligated to publicly release any revisions to these forward-looking statements to reflect events or circumstances after the date of this press release or to reflect the occurrence of unanticipated events.

SOURCE: Westwood Holdings Group, Inc.

(WHG-G)

CONTACT:

Westwood Holdings Group, Inc.

Terry Forbes

Chief Financial Officer and Treasurer

(214) 756-6900

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS) (in thousands, except per share and share amounts) (unaudited) WESTWOOD HOLDINGS GROUP, INC. AND SUBSIDIARIES

REVENUES: Advisory fees: 3 8,751 \$ 8,847 \$ 1 Performance-based 1,400 713 713 1 Trust fees 6,168 5,787 5,787 5,787 7 1 <t< th=""><th></th><th></th><th></th><th>Three</th><th>Months Ended</th><th></th><th></th></t<>				Three	Months Ended		
Advisory fees: Asset-based S		Dec	ember 31, 2020	Septe	mber 30, 2020		December 31, 2019
Asset-based S 8,751 S 8,847 S 1 Performance-based 1,400 713 Trust fees 6,168 5,787 Trust performance-based 289 37 Other, net 505 70 Total revenues 17,113 15,454 1 EXPENSES:	REVENUES:						
Performance-based 1,400 713 Trust fees 6,168 5,787 Trust performance-based 289 37 Other, net 505 70 Total revenues 17,113 15,454 1 EXPENSES: Employee compensation and benefits 9,171 9,515 1 Sales and marketing 248 215 1 Westwood mutual funds 311 421 421 421 421 421 422 423 424 <th< td=""><td>Advisory fees:</td><td></td><td></td><td></td><td></td><td></td><td></td></th<>	Advisory fees:						
Trust fees 6,168 5,787 Trust performance-based 289 37 Other, net 505 70 Total revenues 17,113 15,454 1 EXPENSES: Employee compensation and benefits 9,171 9,515 1 Sales and marketing 248 215 2 Westwood mutual funds 311 421 421 421 421 421 421 421 422 423 424 421 422 423 424 421 424	Asset-based	\$	8,751	\$	8,847	\$	12,768
Trust performance-based 289 37 Other, net 505 70 Total revenues 17,113 15,454 1 EXPENSES: Employee compensation and benefits 9,171 9,515 1 Sales and marketing 248 215 2 Westwood mutual funds 311 421 41 Information technology 1,892 2,158 7 Professional services 1,054 1,033 3 General and administrative 2,111 2,333 3 Impairment expense — 3,403 3 (Gain) loss on foreign currency transactions 12 419 Total expenses 14,799 19,497 1 Net operating income (loss) 2,314 (4,043) Unrealized gains (losses) on private investments 198 (73) Investment income (21) (43) Other income 33 34 Foreign currency translation adjustments to net income (loss) upon liquidation of a foreign 24 <t< td=""><td>Performance-based</td><td></td><td>1,400</td><td></td><td>713</td><td></td><td>310</td></t<>	Performance-based		1,400		713		310
Other, net 505 70 Total revenues 17,113 15,454 1 EXPENSES: Employee compensation and benefits 9,171 9,515 1 Sales and marketing 248 215 Westwood mutual funds 311 421 Information technology 1,892 2,158 Professional services 1,054 1,033 General and administrative 2,111 2,333 Impairment expense — 3,403 (Gain) loss on foreign currency transactions 12 419 Total expenses 14,799 19,497 1 Net operating income (loss) 2,314 (4,043) Unrealized gains (losses) on private investments 198 (73) Investment income (21) (43) Other income 33 34 Foreign currency translation adjustments to net income (loss) upon liquidation of a foreign subsidiary 24 (4,193)	Trust fees		6,168		5,787		6,219
Total revenues 17,113 15,454 1	Trust performance-based		289		37		_
EXPENSES: Employee compensation and benefits 9,171 9,515 1 Sales and marketing 248 215 Westwood mutual funds 311 421 Information technology 1,892 2,158 Professional services 1,054 1,033 General and administrative 2,111 2,333 Impairment expense - 3,403 (Gain) loss on foreign currency transactions 12 419 Total expenses 14,799 19,497 1 Net operating income (loss) 2,314 (4,043) Unrealized gains (losses) on private investments 198 (73) Investment income (21) (43) Other income 33 34 Foreign currency translation adjustments to net income (loss) upon liquidation of a foreign subsidiary	Other, net		505		70		(681)
Employee compensation and benefits 9,171 9,515 1 Sales and marketing 248 215 Westwood mutual funds 311 421 Information technology 1,892 2,158 Professional services 1,054 1,033 General and administrative 2,111 2,333 Impairment expense — 3,403 (Gain) loss on foreign currency transactions 12 419 Total expenses 14,799 19,497 1 Net operating income (loss) 2,314 (4,043) Unrealized gains (losses) on private investments 198 (73) Investment income (21) (43) Other income 33 34 Foreign currency translation adjustments to net income (loss) upon liquidation of a foreign subsidiary 24 (4,193)	Total revenues		17,113		15,454		18,616
Sales and marketing 248 215 Westwood mutual funds 311 421 Information technology 1,892 2,158 Professional services 1,054 1,033 General and administrative 2,111 2,333 Impairment expense — 3,403 (Gain) loss on foreign currency transactions 12 419 Total expenses 14,799 19,497 1 Net operating income (loss) 2,314 (4,043) Unrealized gains (losses) on private investments 198 (73) Investment income (21) (43) Other income 33 34 Foreign currency translation adjustments to net income (loss) upon liquidation of a foreign subsidiary 24 (4,193)	EXPENSES:						
Sales and marketing 248 215 Westwood mutual funds 311 421 Information technology 1,892 2,158 Professional services 1,054 1,033 General and administrative 2,111 2,333 Impairment expense — 3,403 (Gain) loss on foreign currency transactions 12 419 Total expenses 14,799 19,497 1 Net operating income (loss) 2,314 (4,043) Unrealized gains (losses) on private investments 198 (73) Investment income (21) (43) Other income 33 34 Foreign currency translation adjustments to net income (loss) upon liquidation of a foreign subsidiary 24 (4,193)	Employee compensation and benefits		9.171		9.515		12,092
Westwood mutual funds 311 421 Information technology 1,892 2,158 Professional services 1,054 1,033 General and administrative 2,111 2,333 Impairment expense — 3,403 (Gain) loss on foreign currency transactions 12 419 Total expenses 14,799 19,497 1 Net operating income (loss) 2,314 (4,043) Unrealized gains (losses) on private investments 198 (73) Investment income (21) (43) Other income 33 34 Foreign currency translation adjustments to net income (loss) upon liquidation of a foreign subsidiary 24 (4,193)							518
Information technology 1,892 2,158 Professional services 1,054 1,033 General and administrative 2,111 2,333 Impairment expense — 3,403 (Gain) loss on foreign currency transactions 12 419 Total expenses 14,799 19,497 1 Net operating income (loss) 2,314 (4,043) Unrealized gains (losses) on private investments 198 (73) Investment income (21) (43) Other income 33 34 Foreign currency translation adjustments to net income (loss) upon liquidation of a foreign subsidiary 24 (4,193)	<u>~</u>						674
Professional services 1,054 1,033 General and administrative 2,111 2,333 Impairment expense — 3,403 (Gain) loss on foreign currency transactions 12 419 Total expenses 14,799 19,497 1 Net operating income (loss) 2,314 (4,043) Unrealized gains (losses) on private investments 198 (73) Investment income (21) (43) Other income 33 34 Foreign currency translation adjustments to net income (loss) upon liquidation of a foreign subsidiary 24 (4,193)							2,150
General and administrative 2,111 2,333 Impairment expense — 3,403 (Gain) loss on foreign currency transactions 12 419 Total expenses 14,799 19,497 1 Net operating income (loss) 2,314 (4,043) Unrealized gains (losses) on private investments 198 (73) Investment income (21) (43) Other income 33 34 Foreign currency translation adjustments to net income (loss) upon liquidation of a foreign subsidiary 24 (4,193)	<u> </u>		,				1,064
Impairment expense — 3,403 (Gain) loss on foreign currency transactions 12 419 Total expenses 14,799 19,497 1 Net operating income (loss) 2,314 (4,043) Unrealized gains (losses) on private investments 198 (73) Investment income (21) (43) Other income 33 34 Foreign currency translation adjustments to net income (loss) upon liquidation of a foreign subsidiary 24 (4,193)							2,363
(Gain) loss on foreign currency transactions 12 419 Total expenses 14,799 19,497 1 Net operating income (loss) 2,314 (4,043) Unrealized gains (losses) on private investments 198 (73) Investment income (21) (43) Other income 33 34 Foreign currency translation adjustments to net income (loss) upon liquidation of a foreign subsidiary 24 (4,193)							2,505
Total expenses							712
Net operating income (loss) Unrealized gains (losses) on private investments Investment income Other income Foreign currency translation adjustments to net income (loss) upon liquidation of a foreign subsidiary 2,314 (4,043) (73) (43) (43) (43) (43) (43) (43) (44) (43) (44) (43) (44) (43) (44) (44) (44) (45) (47) (4	, ,						19,573
Unrealized gains (losses) on private investments Investment income (21) Other income 33 Foreign currency translation adjustments to net income (loss) upon liquidation of a foreign subsidiary (4,193)	•						(957)
Investment income (21) (43) Other income 33 34 Foreign currency translation adjustments to net income (loss) upon liquidation of a foreign 24 (4,193)		_		_			· /
Other income 33 34 Foreign currency translation adjustments to net income (loss) upon liquidation of a foreign subsidiary 24 (4,193)	e				()		3,296
Foreign currency translation adjustments to net income (loss) upon liquidation of a foreign 24 (4,193) subsidiary							1,318
subsidiary							34
Income (loss) before income taxes 2.548 (8.318)			24		(4,193)		_
=>= .0 (0,510)	Income (loss) before income taxes		2,548		(8,318)		3,691
Provision for income taxes (267) 1,971	Provision for income taxes		(267)		1,971		1,150
Net income (loss) \$ 2,815 \$ (10,289) \$	Net income (loss)	\$	2,815	\$	(10,289)	\$	2,541
Other comprehensive income (loss), net of tax:	Other comprehensive income (loss), net of tax:						
Foreign currency translation adjustments 24 621	Foreign currency translation adjustments		24		621		856
Reclassification of cumulative foreign currency translation adjustments to net income (loss) upon liquidation of a foreign subsidiary (24) 4,193			(24)		4.193		_
<u> </u>	1 1 2 1	\$	` /	\$		\$	3,397
Earnings (loss) per share:	Farnings (loss) nor sharer						
Basic \$ 0.36 \$ (1.31) \$	5 · /•	¢	0.26	¢	(1.21)	¢	0.30
Diluted \$ 0.36 \$ (1.31) \$. ,		0.30
5 0.50 \$ (1.51) \$	Diffued	Ф	0.30	Ф	(1.51)	Ф	0.30
Weighted average shares outstanding:							
			, ,		, ,		8,389,322
Diluted 7,838,504 7,829,478 8,4	Diluted		7,838,504		7,829,478		8,449,689
Economic Earnings (Loss) \$ 4,571 \$ (1,711) \$	Economic Earnings (Loss)	\$	4,571	\$	(1,711)	\$	5,418
Economic EPS \$ 0.58 \$ (0.22) \$	Economic EPS	\$	0.58	\$	(0.22)	\$	0.64
Dividends declared per share \$ 0.00 \$ 0.00 \$	Dividends declared per share	\$	0.00	\$	0.00	\$	0.72

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS) (in thousands, except per share and share amounts) (unaudited) WESTWOOD HOLDINGS GROUP, INC. AND SUBSIDIARIES

Advisory fees: Asset-based Performance-based Trust fees Trust performance-based Other, net Total revenues EXPENSES: Employee compensation and benefits Sales and marketing Westwood mutual funds Information technology Professional services General and administrative Impairment expense (Gain) loss on foreign currency transactions Total expenses Net operating income (loss) Unrealized gains (losses) on private investments Investment income	\$	38,028 2,808 23,563 366 346 65,111	\$	57,033 764 25,483
Advisory fees: Asset-based Performance-based Trust fees Trust performance-based Other, net Total revenues EXPENSES: Employee compensation and benefits Sales and marketing Westwood mutual funds Information technology Professional services General and administrative Impairment expense (Gain) loss on foreign currency transactions Total expenses Net operating income (loss) Unrealized gains (losses) on private investments	\$	2,808 23,563 366 346	\$	76-
Asset-based Performance-based Trust fees Trust performance-based Other, net Total revenues EXPENSES: Employee compensation and benefits Sales and marketing Westwood mutual funds Information technology Professional services General and administrative Impairment expense (Gain) loss on foreign currency transactions Total expenses Net operating income (loss) Unrealized gains (losses) on private investments	\$	2,808 23,563 366 346	\$	76
Performance-based Trust fees Trust performance-based Other, net Total revenues EXPENSES: Employee compensation and benefits Sales and marketing Westwood mutual funds Information technology Professional services General and administrative Impairment expense (Gain) loss on foreign currency transactions Total expenses Net operating income (loss) Unrealized gains (losses) on private investments	\$	2,808 23,563 366 346	\$	764
Trust fees Trust performance-based Other, net Total revenues EXPENSES: Employee compensation and benefits Sales and marketing Westwood mutual funds Information technology Professional services General and administrative Impairment expense (Gain) loss on foreign currency transactions Total expenses Net operating income (loss) Unrealized gains (losses) on private investments		23,563 366 346		
Trust performance-based Other, net Total revenues EXPENSES: Employee compensation and benefits Sales and marketing Westwood mutual funds Information technology Professional services General and administrative Impairment expense (Gain) loss on foreign currency transactions Total expenses Net operating income (loss) Unrealized gains (losses) on private investments		366 346		25,483
Other, net Total revenues EXPENSES: Employee compensation and benefits Sales and marketing Westwood mutual funds Information technology Professional services General and administrative Impairment expense (Gain) loss on foreign currency transactions Total expenses Net operating income (loss) Unrealized gains (losses) on private investments		346		
Total revenues EXPENSES: Employee compensation and benefits Sales and marketing Westwood mutual funds Information technology Professional services General and administrative Impairment expense (Gain) loss on foreign currency transactions Total expenses Net operating income (loss) Unrealized gains (losses) on private investments				
EXPENSES: Employee compensation and benefits Sales and marketing Westwood mutual funds Information technology Professional services General and administrative Impairment expense (Gain) loss on foreign currency transactions Total expenses Net operating income (loss) Unrealized gains (losses) on private investments		65,111		799
Employee compensation and benefits Sales and marketing Westwood mutual funds Information technology Professional services General and administrative Impairment expense (Gain) loss on foreign currency transactions Total expenses Net operating income (loss) Unrealized gains (losses) on private investments				84,079
Employee compensation and benefits Sales and marketing Westwood mutual funds Information technology Professional services General and administrative Impairment expense (Gain) loss on foreign currency transactions Total expenses Net operating income (loss) Unrealized gains (losses) on private investments				
Sales and marketing Westwood mutual funds Information technology Professional services General and administrative Impairment expense (Gain) loss on foreign currency transactions Total expenses Net operating income (loss) Unrealized gains (losses) on private investments		42,141		50,152
Westwood mutual funds Information technology Professional services General and administrative Impairment expense (Gain) loss on foreign currency transactions Total expenses Net operating income (loss) Unrealized gains (losses) on private investments		1,194		2,068
Information technology Professional services General and administrative Impairment expense (Gain) loss on foreign currency transactions Total expenses Net operating income (loss) Unrealized gains (losses) on private investments		1,681		3,097
Professional services General and administrative Impairment expense (Gain) loss on foreign currency transactions Total expenses Net operating income (loss) Unrealized gains (losses) on private investments		8,111		8,426
General and administrative Impairment expense (Gain) loss on foreign currency transactions Total expenses Net operating income (loss) Unrealized gains (losses) on private investments		4,271		4,322
Impairment expense (Gain) loss on foreign currency transactions Total expenses Net operating income (loss) Unrealized gains (losses) on private investments		8,941		9,510
(Gain) loss on foreign currency transactions Total expenses Net operating income (loss) Unrealized gains (losses) on private investments		3,403		
Total expenses Net operating income (loss) Unrealized gains (losses) on private investments		(1,184)		1,854
Net operating income (loss) Unrealized gains (losses) on private investments		68,558		79,43:
Unrealized gains (losses) on private investments		(3,447)		4,64
		(711)		3,29
		604		1,318
Other income		135		144
Foreign currency translation adjustments to net income (loss) upon liquidation of a foreign subsidiary		(4,169)		_
Income (loss) before income taxes		(7,588)		9.402
Provision for income taxes		1,359		3,491
Net income (loss)	\$	(8,947)	\$	5,911
	φ	(8,547)	φ	3,711
Other comprehensive income (loss), net of tax:		(1.22()		1.04
Foreign currency translation adjustments		(1,226)		1,940
Reclassification of cumulative foreign currency translation adjustments to net income (loss) upon liquidation of a foreign subsidiary	Φ.	4,169	Φ.	7.05
Total comprehensive income (loss)	\$	(6,004)	\$	7,851
Earnings (loss) per share:				
Basic	\$	(1.12)	\$	0.70
Diluted	\$	(1.12)	\$	0.70
Weighted average shares outstanding:				
Basic		7,987,554		8,408,01
Diluted		7,987,554		8,463,23
		1,701,334		0,103,23
Economic Earnings	\$	7,284	\$	18,179
Economic EPS	\$	0.91	\$	2.15
Dividends declared per share	\$			

WESTWOOD HOLDINGS GROUP, INC. AND SUBSIDIARIES CONDENSED CONSOLIDATED BALANCE SHEETS

(in thousands, except par value and share amounts) (unaudited)

Godwill 16,401 19,804 Deferred income taxes 1,468 2,216 Operating lease right-of-use assets 6,103 7,562 Intangible assets, net 13,355 15,256 Property and equipment, net of accumulated depreciation of \$8,056 and \$7,395 3,186 4,152 Other long-term assets 52,838 61,746 Total long-term assets 52,838 61,746 Total assets 52,838 61,746 Total long-term assets \$149,152 7,780 ENDITIES AND STOCKHOLDERS' EQUITY Current Liabilities \$1,627 \$1,780 Accounts payable and accrued liabilities \$1,627 \$2,145 Dividends payable \$1,627 \$1,452 Operating lease liabilities \$1,718 1,784 Income taxes payable \$1,212 1,782		Dece	December 31, 2020		December 31, 2019	
Cash and cash equivalents \$ 13,06 \$ 49,66 Accounts receivable 9,54 \$ 13,17 Investments, fiar value 6,542 9,324 Other current assets 2,606 2,254 Other current assets 96,314 1,150 Other current assets 96,314 8,154 Noncurrent investments at fair value 3,527 4,238 Goodwill 1,408 2,216 Deferred mome taxes 1,408 2,216 Operating lease right-of-use assets 6,103 7,522 Integral equipment, net of accumulated depreciation of \$8,056 and \$7,395 1,352 4,258 Operating leaser right-of-use assets 4,104 3,464 3,464 Topog-ty and equipment, net of accumulated depreciation of \$8,056 and \$7,395 3,186 4,152 Other long-term assets 2,148 3,44 3,44 Topograph accumed to accumulated depreciation of \$8,056 and \$7,395 \$ 1,62 3,186 4,148 Total conjusterm assets 4,148 3,24 3,24 4,148 3,24 Topograph accumed to accumulated d	ASSETS					
Accounts receivable 9,450 13,177 Investments, a fair value 69,542 50,324 Income taxes receivable 1,700 1,150 Other current assets 96,314 16,601 Investments 8,154 8,154 Nocurrent investments at fair value 3,527 4,238 Goodwill 1,408 2,216 Operating lease right-of-use assets 1,408 2,216 Operating lease right-of-use assets 3,135 15,256 Other long-term assets 3,185 15,256 Other long-term assets 4,64 3,64 Total Jong-term sees 4,64 3,64 Total Jong-term assets 8,19 1,78 Other long-term assets 8,19 1,78 Total Jong-term assets 8,19 3,18 Other long-term assets 8,19 3,18 Total programma and programma descender disbilities 1,74 3,27 Accompanyable and accrued lisbilities 1,74 2,24 Dividends payable 7,44 9,075	Current Assets:					
Investments, at fair value	Cash and cash equivalents	\$	13,016	\$	49,766	
Rome taxes receivable	Accounts receivable		9,450		13,177	
Other current assets 2,604 2,544 Total current assets 96,314 116,061 Investments 8,154 8,154 Nocurrent investments at fair value 3,327 4,238 Goodwill 16,401 1,980 Deperation come taxes 16,401 2,016 Operating lease right-of-us assets 6,103 7,522 Intaggible assets, end 13,53 15,256 Property and equipment, net of accumulated depreciation of \$8,056 and \$7,395 3,186 4,152 Other long-term assets 4,64 36,4 Total lange-term assets 5,243 5,176 Total lange-term assets 5,243 5,176 Total lange-term assets 5,243 5,176 Total lange-term sets 5,243 5,176 Total lange-term sets 5,243 5,176 Total lange-term sets 1,27 2,136 Operating lease insbilities 5,162 7,436 Operating lease liabilities 1,17 2,135 Operating lease liabilities 6,104 3,04	Investments, at fair value		69,542		50,324	
Total current assets 96,314 116,961 Investments 81,154 8,154 Noncurrent investments at fair value 35,77 4,238 Godwill 16,401 19,804 Deferred income taxes 1,640 1,908 Operating lease right-of-use assets 6,103 7,552 Interpolating lease right-of-use assets 1,133 15,256 Property and equipment, net of accumulated depreciation of \$8,056 and \$7,395 3,186 4,152 Other long-term assets 464 364 Total long-term assets 464 364 Total sects \$ 1,923 17,870 TABLITIES AND STOCKHOLDER'S EQUITY 80 7,248 Accounts payable and accrued liabilities \$ 1,627 \$ 2,145 Dividends payable \$ 1,627 \$ 2,145 Operating lease liabilities 1,718 1,534 Operating lease liabilities 1,72 2,135 Accounts payable 1,91 2,245 Operating lease liabilities 6,121 7,02 Accured dividends 5,	Income taxes receivable		1,700			
Investments 8,154 8,154 Noncurrent investments at fair value 3,527 4,238 Goodwill 16,401 19,804 Deferred income taxes 1,468 2,216 Operating lease right-of-use assets 6,103 7,522 Intaggible assets, net 31,355 15,256 Property and equipment, net of accumulated depreciation of \$8,056 and \$7,395 3,186 4,152 Other long-term assets 4,464 364 Total along-term assets 5,283 16,746 Total long-term assets 8,194,192 9,178,707 LIABLITIES AND STOCKHOLDERS' EQUITY 8 1,627 \$ 2,145 Carcounts payable and accrued liabilities 8 1,627 \$ 2,145 Dividends payable 8 1,627 \$ 2,145 Dividends payable and accrued liabilities 1,718 1,534 Occompensation and benefits payable 1,178 2,135 Accounts payable and accrued liabilities 1,179 2,135 Accured dividends 5,26 1,303 <tr< td=""><td>Other current assets</td><td></td><td>2,606</td><td></td><td>2,544</td></tr<>	Other current assets		2,606		2,544	
Noncurrent investments at fair value 3,527 4,238 Goodwill 16,401 19,804 Operating lease right-of-use assets 6,103 7,526 Operating lease right-of-use assets 13,535 15,256 Property and equipment, not of accumulated depreciation of \$8,056 and \$7,395 3,186 4,152 Other long-term assets 464 364 Total long-term assets 5,149,152 178,707 TABILITIES AND STOCKHOLDERS' EQUITY Current Liabilities Accounts payable and accrued liabilities \$ 1,627 \$ 2,145 Dividends payable 810 7,362 Compensation and benefits payable 11,718 1,584 Operating lease liabilities 1,178 1,584 Income taxes payable 11,774 2,135 Accured dividends 52 1,303 Noncurent operating lease liabilities 5 1,627 7,762 Total long-term liabilities 6,647 9,065 Total long-term liabilities 1,849 9,05 Total long-term liabilities	Total current assets		96,314		116,961	
Goodwill 16,401 19,804 Deferred income taxes 1,468 2,216 Operating lease right-of-use assets 6,103 7,526 Intangible assets, net 13,535 15,256 Property and equipment, net of accumulated depreciation of \$8,056 and \$7,395 3,186 4,152 Other long-term assets 464 364 Total long-term assets 52,838 61,746 Total assets 52,838 61,746 Total assets 5 149,152 178,707 Compensation and secrued liabilities \$ 1,22 1,145 1,548 Dividends payable \$1,02 \$1,158 1,584 9,075 1,148 1,584 9,075 1,248 9,075 1,248 9,075 1,248 9,075 1,248 9,075 1,248 9,075 1,248 9,075 1,248 1,248 1,248 1,248 1,248 1,248 1,248 1,248 1,248 1,248 1,248 1,248 1,248 1,248 1,248 1,248 1,248<	Investments		8,154		8,154	
Deferred income taxes 1,468 2,216 Operating lease right-of-use assets 6,103 7,562 Intangible assets, net 13,535 15,256 Property and equipment, net of accumulated depreciation of \$8,056 and \$7,395 3,186 4,152 Other long-term assets 464 364 Total long-term assets 52,838 61,746 Total assets 5 149,152 178,707 LABILITIES AND STOCKHOLDERS' EQUITY Current Liabilities \$ 1,627 \$ 2,145 Accounts payable 810 7,362 Operating lease liabilities 1,718 1,584 Income taxes payable 1,718 1,584 Operating lease liabilities 1,718 2,835 Accrued dividends 526 1,303 Noncurrent operating lease liabilities 6,617 9,065 Total long-term liabilities 6,627 9,065 Total current liabilities 6,121 7,762 Correcting lease liabilities 6,647 9,065 Total long-term liabilities 6,647	Noncurrent investments at fair value		3,527		4,238	
Operating lease right-of-use assets 6,103 7,562 Intangible assets, net 13,535 15,256 Property and equipment, net of accumulated depreciation of \$8,056 and \$7,395 4,152 Other long-term assets 464 364 Total long-term assets 464 364 Total long-term assets 5,19,352 17,870 LARDINITIES AND STOCKHOLDERS' EQUITY Current Liabilities \$ 1,627 \$ 1,627 Accounts payable and accrued liabilities \$ 1,627 \$ 2,145 Dividends payable 810 7,362 Compensation and benefits payable 1,718 1,584 Operating lease liabilities 1,718 1,584 Income taxes payable 11,794 21,355 Accrued dividends 526 1,303 Noncurrent operating lease liabilities 6,647 9,065 Total long-term liabilities 6,647 9,065 Total liabilities 18,41 30,420 Stockholders' Equity 210,58 20,341 Common stock, \$0,01 par value, au	Goodwill		16,401		19,804	
Intangible assets, net 13,535 15,256 Property and equipment, net of accumulated depreciation of \$8,056 and \$7,395 3,186 4,152 Other long-term assets 464 364 Total long-term assets 5,2838 61,746 Total assets 5,149,152 5,178,707 LIABILITIES AND STOCKHOLDERS' EQUITY Current Liabilities: Accounts payable and accrued liabilities 8,1627 \$ 2,145 Dividends payable 810 7,362 Compensation and benefits payable 810 7,362 Compensation and benefits payable 1,178 1,584 Income taxes payable 11,794 21,555 Operating lease liabilities 11,794 21,355 Accrued dividends 526 1,303 Noncurrent operating lease liabilities 6,121 7,622 Total long-term liabilities 6,121 7,622 Total long-term liabilities 18,40 30,422 Stockholders' Equity: 2,005 1,005 1,005 Common stock, \$0,01 par value,	Deferred income taxes		1,468		2,216	
Property and equipment, net of accumulated depreciation of \$8,056 and \$7,395 3,186 4,152 Other long-term assets 464 364 Total lassets \$ 149,152 \$ 178,707 LABILITIES AND STOCKHOLDERS' EQUITY Current Liabilities \$ 1,627 \$ 2,145 Accounts payable and accrued liabilities 8 10 7,362 Dividends payable and accrued liabilities 8 10 7,362 Compensation and benefits payable 8 10 7,484 9,975 Operating lease liabilities 1,718 1,584 1,584 Income taxes payable 191 22,935 Accrued dividends 526 1,303 Noncurrent operating lease liabilities 51 7,62 Total current liabilities 6,121 7,62 Total long-term liabilities 18,41 30,42 Stockholders' Equity: 2 1,52 Common stock, \$0.01 par value, authorized 25,000,000 shares, issued 10,500,599 and outstanding 8,881,086 shares at December 31, 2019 105 103 Additional paid-in capital 210,268 203,	Operating lease right-of-use assets		6,103		7,562	
Other long-term assets 464 364 Total long-term assets 52,838 61,746 Total assets 5,149,152 178,707 LABILITIES AND STOCKHOLDERS' EQUITY Current Liabilities \$ 1,627 \$ 1,452 Accounts payable and accrued liabilities \$ 1,627 \$ 2,145 Dividends payable \$ 10,202 \$ 2,02 Compensation and benefits payable \$ 1,784 9,975 Operating lease liabilities 1,718 1,884 Income taxes payable 191 289 Total current liabilities 526 1,303 Accrued dividends 526 1,303 Noncurrent operating lease liabilities 526 1,303 Total long-term liabilities 6,647 9,065 Total long-term liabilities 18,41 30,420 Stockholders' Equity 18,41 30,420 Stockholders' Equity 105 103 Chall labilities 105 103 Total long-term liabilities 10,26 20,341 T	Intangible assets, net		13,535		15,256	
Total long-term assets 52,838 61,746 Total assets 149,152 178,707 LIABILITIES AND STOCKHOLDERS' EQUITY Current Liabilities: Accounts payable and accrued liabilities \$ 1,627 \$ 2,145 Dividends payable 810 7,362 Compensation and benefits payable 17,18 1,584 Operating lease liabilities 1,19 289 Total current liabilities 11,794 21,355 Accured dividends 526 1,303 Noncurrent operating lease liabilities 6,647 9,065 Total long-term liabilities 6,647 9,065 Total long-term liabilities 18,441 30,420 Stockholders' Equity: 18,441 30,420 Stockholders' Equity: 105 103 Additional paid-in capital 210,268 203,411 Treasury stock, at cost - 2,173,559 shares at December 31, 2002; issued 10,306,570 and outstanding 8,81,086 shares at December 31, 2019 105 103 Accumulated other comprehensive loss	Property and equipment, net of accumulated depreciation of \$8,056 and \$7,395		3,186		4,152	
Total assets \$ 149,152 \$ 178,707 LABILITIES AND STOCKHOLDERS' EQUITY Current Liabilities \$ 1,627 \$ 2,145 Accounts payable and accrued liabilities \$ 1,627 \$ 2,145 Dividends payable and benefits payable \$ 1810 7,362 Compensation and benefits payable \$ 17,18 1,584 Income taxes payable 911 289 Income taxes payable 911 28 Total current liabilities 11,794 21,355 Accrued dividends 526 1,303 Noncurrent operating lease liabilities 6,612 7,762 Total long-term liabilities 6,621 7,62 Total liabilities 18,441 30,420 Schokolders' Equity 105 103 Additional paid-in capital 210,268 203,441 Treasury stock, at cost - 2,173,559 shares at December 31, 2020; 1,425,483 shares at December 31, 2019 (77,967) (63,281) Accumulated other comprehensive loss	Other long-term assets		464		364	
Current Liabilities: Accounts payable and accrued liabilities \$ 1,627 \$ 2,145 Dividends payable \$ 10	Total long-term assets	<u> </u>	52,838		61,746	
Current Liabilities: Accounts payable and accrued liabilities \$ 1,627 \$ 2,145 Dividends payable 810 7,362 Compensation and benefits payable 7,448 9,975 Operating lease liabilities 1,718 1,584 Income taxes payable 191 289 Total current liabilities 11,794 21,355 Accrued dividends 526 1,303 Noncurrent operating lease liabilities 6,121 7,762 Total long-term liabilities 6,647 9,065 Total liabilities 18,441 30,420 Stockholders' Equity 105 103 Additional paid-in capital 210,268 203,441 Treasury stock, 8, 0.01 par value, authorized 25,000,000 shares, issued 10,500,549 and outstanding 8,326,948 shares at December 31, 2019 105 103 Additional paid-in capital 210,268 203,441 17,967 (63,281) Accumulated other comprehensive loss - (2,943) Retained earnings (accumulated deficit) (1,695) 10,967 Total stockholders' equity 10,007 10,007 10,007	Total assets	\$	149,152	\$	178,707	
Accounts payable and accrued liabilities \$ 1,627 \$ 2,145 Dividends payable 810 7,362 Compensation and benefits payable 7,448 9,975 Operating lease liabilities 1,718 1,584 Income taxes payable 191 289 Total current liabilities 11,794 21,355 Accrued dividends 526 1,303 Noncurrent operating lease liabilities 6,121 7,762 Total long-term liabilities 6,647 9,065 Total liabilities 18,441 30,420 Stockholders' Equity: 2 2 Common stock, \$0,01 par value, authorized 25,000,000 shares, issued 10,500,549 and outstanding 8,326,948 shares at December 31, 2020; issued 10,306,570 and outstanding 8,881,086 shares at December 31, 2019 105 103 Additional paid-in capital 210,268 203,441 Treasury stock, at cost - 2,173,559 shares at December 31, 2020; 1,425,483 shares at December 31, 2019 (77,967) (63,281) Accumulated other comprehensive loss - (2,943) Retained earnings (accumulated deficit) (1,695) 10,967 Total	LIABILITIES AND STOCKHOLDERS' EQUITY					
Dividends payable 810 7,362 Compensation and benefits payable 7,448 9,975 Operating lease liabilities 1,718 1,584 Income taxes payable 191 289 Total current liabilities 11,794 21,355 Accrued dividends 526 1,303 Noncurrent operating lease liabilities 6,121 7,762 Total long-term liabilities 6,647 9,065 Total liabilities 18,441 30,420 Stockholders' Equity: Common stock, \$0.01 par value, authorized 25,000,000 shares, issued 10,500,549 and outstanding 8,326,948 shares at December 31, 2020; issued 10,306,570 and outstanding 8,881,086 shares at December 31, 2019 105 103 Additional paid-in capital 210,268 203,441 210,268 203,441 Treasury stock, at cost - 2,173,559 shares at December 31, 2020; 1,425,483 shares at December 31, 2019 (77,967) (63,281) Accumulated other comprehensive loss - (2,943) Retained earnings (accumulated deficit) (1,695) 10,967 Total stockholders' equity 130,711 148,287	Current Liabilities:					
Dividends payable 810 7,362 Compensation and benefits payable 7,448 9,975 Operating lease liabilities 1,718 1,584 Income taxes payable 191 289 Total current liabilities 11,794 21,355 Accrued dividends 526 1,303 Noncurrent operating lease liabilities 6,121 7,762 Total long-term liabilities 6,647 9,065 Total liabilities 18,441 30,420 Stockholders' Equity: Common stock, \$0.01 par value, authorized 25,000,000 shares, issued 10,500,549 and outstanding 8,326,948 shares at December 31, 2020; issued 10,306,570 and outstanding 8,881,086 shares at December 31, 2019 105 103 Additional paid-in capital 210,268 203,441 210,268 203,441 Treasury stock, at cost - 2,173,559 shares at December 31, 2020; 1,425,483 shares at December 31, 2019 (77,967) (63,281) Accumulated other comprehensive loss - (2,943) Retained earnings (accumulated deficit) (1,695) 10,967 Total stockholders' equity 130,711 148,287	Accounts payable and accrued liabilities	\$	1,627	\$	2,145	
Operating lease liabilities 1,718 1,584 Income taxes payable 191 289 Total current liabilities 11,794 21,355 Accrued dividends 526 1,303 Noncurrent operating lease liabilities 6,121 7,762 Total long-term liabilities 6,647 9,065 Total liabilities 18,441 30,420 Stockholders' Equity: Common stock, \$0.01 par value, authorized 25,000,000 shares, issued 10,500,549 and outstanding 8,326,948 shares at December 31, 2020; issued 10,306,570 and outstanding 8,881,086 shares at December 31, 2019 105 103 Additional paid-in capital 210,268 203,441 202,443 Treasury stock, at cost - 2,173,559 shares at December 31, 2020; 1,425,483 shares at December 31, 2019 (77,967) (63,281) Accumulated other comprehensive loss - (2,943) Retained earnings (accumulated deficit) (1,695) 10,967 Total stockholders' equity 130,711 148,287			810		7,362	
Income taxes payable	Compensation and benefits payable		7,448		9,975	
Total current liabilities 11,794 21,355 Accrued dividends 526 1,303 Noncurrent operating lease liabilities 6,121 7,762 Total long-term liabilities 6,647 9,065 Total liabilities 18,441 30,420 Stockholders' Equity: 2 2 Common stock, \$0.01 par value, authorized 25,000,000 shares, issued 10,500,549 and outstanding 8,326,948 shares at December 31, 2020; issued 10,306,570 and outstanding 8,881,086 shares at December 31, 2019 105 103 Additional paid-in capital 210,268 203,441 Treasury stock, at cost - 2,173,559 shares at December 31, 2020; 1,425,483 shares at December 31, 2019 (77,967) (63,281) Accumulated other comprehensive loss - (2,943) Retained earnings (accumulated deficit) (1,695) 10,967 Total stockholders' equity 130,711 148,287	Operating lease liabilities		1,718		1,584	
Accrued dividends 526 1,303 Noncurrent operating lease liabilities 6,121 7,762 Total long-term liabilities 6,647 9,065 Total liabilities 18,441 30,420 Stockholders' Equity: Common stock, \$0.01 par value, authorized 25,000,000 shares, issued 10,500,549 and outstanding 8,326,948 shares at December 31, 2020; issued 10,306,570 and outstanding 8,881,086 shares at December 31, 2019 105 103 Additional paid-in capital 210,268 203,441 Treasury stock, at cost - 2,173,559 shares at December 31, 2020; 1,425,483 shares at December 31, 2019 (77,967) (63,281) Accumulated other comprehensive loss - (2,943) Retained earnings (accumulated deficit) (1,695) 10,967 Total stockholders' equity 130,711 148,287	Income taxes payable		191		289	
Noncurrent operating lease liabilities 6,121 7,762 Total long-term liabilities 6,647 9,065 Total liabilities 18,441 30,420 Stockholders' Equity: Common stock, \$0.01 par value, authorized 25,000,000 shares, issued 10,500,549 and outstanding 8,326,948 shares at December 31, 2020; issued 10,306,570 and outstanding 8,881,086 shares at December 31, 2019 105 103 Additional paid-in capital 210,268 203,441 Treasury stock, at cost - 2,173,559 shares at December 31, 2020; 1,425,483 shares at December 31, 2019 (77,967) (63,281) Accumulated other comprehensive loss - (2,943) Retained earnings (accumulated deficit) (1,695) 10,967 Total stockholders' equity 130,711 148,287	Total current liabilities		11,794		21,355	
Total long-term liabilities 6,647 9,065 Total liabilities 18,441 30,420 Stockholders' Equity: Common stock, \$0.01 par value, authorized 25,000,000 shares, issued 10,500,549 and outstanding 8,326,948 shares at December 31, 2020; issued 10,306,570 and outstanding 8,881,086 shares at December 31, 2019 105 103 Additional paid-in capital 210,268 203,441 Treasury stock, at cost - 2,173,559 shares at December 31, 2020; 1,425,483 shares at December 31, 2019 (77,967) (63,281) Accumulated other comprehensive loss - (2,943) Retained earnings (accumulated deficit) (1,695) 10,967 Total stockholders' equity 130,711 148,287	Accrued dividends		526		1,303	
Total liabilities 18,441 30,420 Stockholders' Equity: Common stock, \$0.01 par value, authorized 25,000,000 shares, issued 10,500,549 and outstanding 8,326,948 shares at December 31, 2020; issued 10,306,570 and outstanding 8,881,086 shares at December 31, 2019 105 103 Additional paid-in capital 210,268 203,441 Treasury stock, at cost - 2,173,559 shares at December 31, 2020; 1,425,483 shares at December 31, 2019 (77,967) (63,281) Accumulated other comprehensive loss - (2,943) Retained earnings (accumulated deficit) (1,695) 10,967 Total stockholders' equity 130,711 148,287	Noncurrent operating lease liabilities		6,121		7,762	
Total liabilities 18,441 30,420 Stockholders' Equity: Common stock, \$0.01 par value, authorized 25,000,000 shares, issued 10,500,549 and outstanding 8,326,948 shares at December 31, 2020; issued 10,306,570 and outstanding 8,881,086 shares at December 31, 2019 105 103 Additional paid-in capital 210,268 203,441 Treasury stock, at cost - 2,173,559 shares at December 31, 2020; 1,425,483 shares at December 31, 2019 (77,967) (63,281) Accumulated other comprehensive loss - (2,943) Retained earnings (accumulated deficit) (1,695) 10,967 Total stockholders' equity 130,711 148,287	Total long-term liabilities	-	6,647		9,065	
Stockholders' Equity: Common stock, \$0.01 par value, authorized 25,000,000 shares, issued 10,500,549 and outstanding 8,326,948 shares at December 31, 2020; issued 10,306,570 and outstanding 8,881,086 shares at December 31, 2019 105 103 Additional paid-in capital 210,268 203,441 Treasury stock, at cost - 2,173,559 shares at December 31, 2020; 1,425,483 shares at December 31, 2019 (77,967) (63,281) Accumulated other comprehensive loss - (2,943) Retained earnings (accumulated deficit) (1,695) 10,967 Total stockholders' equity 130,711 148,287	Č		18.441		30.420	
Common stock, \$0.01 par value, authorized 25,000,000 shares, issued 10,500,549 and outstanding 8,326,948 shares at December 31, 2020; issued 10,306,570 and outstanding 8,881,086 shares at December 31, 2019 105 103 Additional paid-in capital 210,268 203,441 Treasury stock, at cost - 2,173,559 shares at December 31, 2020; 1,425,483 shares at December 31, 2019 (77,967) (63,281) Accumulated other comprehensive loss - (2,943) Retained earnings (accumulated deficit) (1,695) 10,967 Total stockholders' equity 130,711 148,287	Stockholders' Equity:	·	,			
Additional paid-in capital 210,268 203,441 Treasury stock, at cost - 2,173,559 shares at December 31, 2020; 1,425,483 shares at December 31, 2019 (77,967) (63,281) Accumulated other comprehensive loss — (2,943) Retained earnings (accumulated deficit) (1,695) 10,967 Total stockholders' equity 130,711 148,287	Common stock, \$0.01 par value, authorized 25,000,000 shares, issued 10,500,549 and outstanding 8,326,948 shares at		105		103	
Treasury stock, at cost – 2,173,559 shares at December 31, 2020; 1,425,483 shares at December 31, 2019 (77,967) (63,281) Accumulated other comprehensive loss — (2,943) Retained earnings (accumulated deficit) (1,695) 10,967 Total stockholders' equity 130,711 148,287						
Accumulated other comprehensive loss — (2,943) Retained earnings (accumulated deficit) (1,695) 10,967 Total stockholders' equity 130,711 148,287						
Retained earnings (accumulated deficit) (1,695) 10,967 Total stockholders' equity 130,711 148,287					(2,943)	
Total stockholders' equity 130,711 148,287			(1,695)			
0 140.52 0 150.505						
	• •	\$, -	\$		

WESTWOOD HOLDINGS GROUP, INC. AND SUBSIDIARIES CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

(in thousands) (unaudited)

		Year ended December 31,			
		2020	2019		
Cash flows from operating activities:					
Net income (loss)	\$	(8,947) \$	5,911		
Adjustments to reconcile net income (loss) to net cash (used in) provided by operating activities:					
Depreciation		921	898		
Amortization of intangible assets		1,721	1,720		
Unrealized (gains) losses on investments		1,056	(3,650		
Stock-based compensation expense		6,701	10,30		
Deferred income taxes		754	2,900		
Loss on asset disposition		48	_		
Non-cash lease expense		1,500	1,15		
Impairment of goodwill		3,403	_		
Currency translation adjustment reclassification		4,169	_		
Changes in operating assets and liabilities:					
Net (purchases) sales of investments – trading securities		(19,562)	15,81		
Accounts receivable		3,683	5,404		
Other current assets		(170)	(608		
Accounts payable and accrued liabilities		(526)	(382		
Compensation and benefits payable		(2,270)	(5,018		
Income taxes payable		(690)	(849		
Other liabilities		(1,561)	(1,433		
Net cash (used in) provided by operating activities		(9,770)	32,172		
Cash flows from investing activities:					
Purchases of property and equipment		(93)	(593		
Purchases of investments		_	(3,67)		
Additions to internally developed software		_	(584		
Proceeds on sale of property and equipment		89	_		
Net cash used in investing activities	·	(4)	(4,848		
Cash flows from financing activities:					
Purchases of treasury stock		(12,952)	(2,414		
Purchases of treasury stock for employee stock plans		(697)	(980		
Restricted stock returned for payment of taxes		(1,120)	(2,387		
Cash dividends		(11,043)	(26,089		
Net cash used in financing activities		(25,812)	(31,870		
Effect of currency rate changes on cash		(1,164)	1,863		
Net decrease in cash and cash equivalents		(36,750)	(2,683		
Cash and cash equivalents, beginning of period		49,766	52,449		
Cash and cash equivalents, end of period	\$	13,016 \$	49,760		
Supplemental cash flow information:					
Cash paid during the period for income taxes	\$	1.271 \$	1,43		
Accrued dividends	\$	1,336 \$	8,660		
Accided dividends	Ψ	1,550 \$	0,000		

WESTWOOD HOLDINGS GROUP, INC. AND SUBSIDIARIES

Reconciliation of Net Income to Economic Earnings (in thousands, except per share and share amounts) (unaudited)

		Three Months Ended				
	Decem 20	ber 31, 20	Sep	tember 30, 2020	I	December 31, 2019
Net Income (Loss)	\$	2,815	\$	(10,289)	\$	2,541
Add: Stock-based compensation expense		1,292		488		2,373
Add: Impairment expense		_		3,403		_
Add: Intangible amortization		428		435		445
Add: Currency translation adjustment reclassification		(24)		4,193		_
Add: Tax benefit from goodwill amortization		60		59		59
Economic Earnings (Loss)	\$	4,571	\$	(1,711)	\$	5,418
Diluted weighted average shares		7,838,504		7,829,478		8,449,689
Economic EPS	\$	0.58	\$	(0.22)	\$	0.64

	Year Ended December 31,			
		2020		2019
Net Income (Loss)	\$	(8,947)	\$	5,911
Add: Stock-based compensation expense		6,701		10,305
Add: Impairment expense		3,403		_
Add: Intangible amortization		1,721		1,726
Add: Currency translation adjustment reclassification		4,169		_
Add: Tax benefit from goodwill amortization		237		237
Economic Earnings	\$	7,284	\$	18,179
Diluted weighted average shares		7,987,554		8,463,239
Economic EPS	\$	0.91	\$	2.15

As supplemental information, we are providing non-GAAP performance measures that we refer to as Economic Earnings (Loss) and Economic EPS. We provide these measures in addition to, not as a substitute for, net income (loss) and earnings (loss) per share, which are reported on a GAAP basis. Our management and Board of Directors review Economic Earnings (Loss) and Economic EPS to evaluate our ongoing performance, allocate resources, and review our dividend policy. We believe that these non-GAAP performance measures, while not substitutes for GAAP net income (loss) or earnings (loss) per share, are useful for management and investors when evaluating our underlying operating and financial performance and our available resources. We do not advocate that investors consider these non-GAAP measures without also considering financial information prepared in accordance with GAAP.

We define Economic Earnings (Loss) as net income (loss) plus non-cash equity-based compensation expense, impairment expense, amortization of intangible assets, currency translation adjustment reclassification and deferred taxes related to goodwill. Although depreciation on fixed assets is a non-cash expense, we do not add it back when calculating Economic Earnings (Loss) because depreciation charges represent an allocation of the decline in the value of the related assets that will ultimately require replacement. In addition, we do not adjust Economic Earnings (Loss) for tax deductions related to restricted stock expense or amortization of intangible assets. Economic EPS represents Economic Earnings (Loss) divided by diluted weighted average shares outstanding.