

Table 1

LEARNING TREE INTERNATIONAL, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

(all amounts in thousands, except per share data)

	Three Months Ended	
	January 2, 2015	January 3, 2014
	(unaudited)	(unaudited)
Revenues	\$ 27,228	\$ 32,022
Cost of revenues	<u>15,290</u>	<u>17,348</u>
Gross profit	<u>11,938</u>	<u>14,674</u>
Operating expenses:		
Course development	1,776	1,937
Sales and marketing	6,038	6,156
General and administrative	<u>5,324</u>	<u>5,633</u>
Total operating expenses	<u>13,138</u>	<u>13,726</u>
(Loss) income from operations	(1,200)	948
Other income (expense), net	<u>210</u>	<u>(36)</u>
(Loss) income before income taxes	(990)	912
Provision for income tax	<u>161</u>	<u>183</u>
Net (Loss) income	<u>\$ (1,151)</u>	<u>\$ 729</u>
(Loss) income per share--diluted	<u>\$ (0.09)</u>	<u>\$ 0.06</u>

LEARNING TREE INTERNATIONAL, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS

(all amounts in thousands)

	January 2, 2015	October 3, 2014
Cash and cash equivalents	\$ 29,232	\$ 31,078
Trade accounts receivable, net	12,496	16,223
Prepaid expenses and other	<u>5,963</u>	<u>5,543</u>
Total current assets	47,691	52,844
Depreciable assets, net and other	<u>12,724</u>	<u>13,356</u>
Total assets	<u>\$ 60,415</u>	<u>\$ 66,200</u>
Accounts payable and accrued liabilities	\$ 15,251	\$ 16,557
Deferred revenues	24,407	26,799
Total current liabilities	<u>39,658</u>	<u>43,356</u>
Other	<u>6,609</u>	<u>7,047</u>
Total liabilities	<u>46,267</u>	<u>50,403</u>
Stockholders' equity	<u>14,148</u>	<u>15,797</u>
Total liabilities and stockholders' equity	<u>\$ 60,415</u>	<u>\$ 66,200</u>