

Table 1

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

(all amounts in thousands, except per share data)

	Three Months Ended		Six Months Ended	
	April 1, 2016 <u>(unaudited)</u>	April 3, 2015 <u>(unaudited)</u>	April 1, 2016 <u>(unaudited)</u>	April 3, 2015 <u>(unaudited)</u>
Revenues	\$ 18,688	\$ 22,152	\$ 38,819	\$ 46,552
Cost of revenues	<u>12,659</u>	<u>13,962</u>	<u>24,513</u>	<u>27,688</u>
Gross profit	<u>6,029</u>	<u>8,190</u>	<u>14,306</u>	<u>18,864</u>
Operating expenses:				
Course development	1,322	2,111	2,636	3,820
Sales and marketing	4,890	6,080	9,509	11,612
General and administrative	<u>5,044</u>	<u>4,991</u>	<u>9,658</u>	<u>9,855</u>
Total operating expenses	<u>11,256</u>	<u>13,182</u>	<u>21,803</u>	<u>25,287</u>
Loss from operations	(5,227)	(4,992)	(7,497)	(6,423)
Other income (expense), net	<u>(85)</u>	<u>166</u>	<u>(9)</u>	<u>387</u>
Loss from continuing operations before income taxes	(5,312)	(4,826)	(7,506)	(6,036)
Provision for income tax	<u>59</u>	<u>52</u>	<u>144</u>	<u>210</u>
Loss from continuing operations	<u>(5,371)</u>	<u>(4,878)</u>	<u>(7,650)</u>	<u>(6,246)</u>
Loss from discontinued operations, net of tax	-	(482)	-	(264)
Loss on disposal of discontinued segment	<u>-</u>	<u>(2,501)</u>	<u>-</u>	<u>(2,501)</u>
Loss from discontinued operations, net of tax	<u>-</u>	<u>(2,983)</u>	<u>-</u>	<u>(2,765)</u>
Net loss	<u>\$ (5,371)</u>	<u>\$ (7,861)</u>	<u>\$ (7,650)</u>	<u>\$ (9,011)</u>
Loss per share basic and diluted:				
Continuing operations	\$ (0.41)	\$ (0.37)	\$ (0.58)	\$ (0.47)
Discontinued operations	<u>-</u>	<u>(0.23)</u>	<u>-</u>	<u>(0.21)</u>
Basic and diluted loss per share	<u>\$ (0.41)</u>	<u>\$ (0.60)</u>	<u>\$ (0.58)</u>	<u>\$ (0.68)</u>

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

(all amounts in thousands)

Table 2

	April 1, 2016 <u>(unaudited)</u>	October 2, 2015
Cash and cash equivalents	\$ 10,769	\$ 17,936
Trade accounts receivable, net	8,893	10,475
Prepaid expenses and other	<u>5,555</u>	<u>5,018</u>
Total current assets	<u>25,217</u>	<u>33,429</u>
Depreciable assets, net and other	<u>10,614</u>	<u>10,492</u>
Total assets	<u>\$ 35,831</u>	<u>\$ 43,921</u>
Accounts payable and accrued liabilities	\$ 10,135	\$ 12,409
Deferred revenues	<u>22,912</u>	<u>22,909</u>
Total current liabilities	<u>33,047</u>	<u>35,318</u>
Other long term liabilities	<u>7,432</u>	<u>5,556</u>
Total liabilities	<u>40,479</u>	<u>40,874</u>
Stockholders' (deficit) equity	<u>(4,648)</u>	<u>3,047</u>
Total liabilities and stockholders' (deficit) equity	<u>\$ 35,831</u>	<u>\$ 43,921</u>