

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	
	March 31, 2017 <u>(unaudited)</u>	April 1, 2016 <u>(unaudited)</u>	March 31, 2017 <u>(unaudited)</u>	April 1, 2016 <u>(unaudited)</u>
Revenues	\$ 16,071	\$ 18,688	\$ 34,623	\$ 38,819
Cost of revenues	<u>9,630</u>	<u>12,659</u>	<u>20,218</u>	<u>24,513</u>
Gross profit	<u>6,441</u>	<u>6,029</u>	<u>14,405</u>	<u>14,306</u>
Operating expenses:				
Course development	752	1,322	1,521	2,636
Sales and marketing	3,485	4,890	7,062	9,509
General and administrative	3,880	5,044	8,002	9,658
Restructuring Charge	<u>386</u>	<u>-</u>	<u>386</u>	<u>-</u>
Total operating expenses	<u>8,503</u>	<u>11,256</u>	<u>16,971</u>	<u>21,803</u>
Loss from operations	(2,062)	(5,227)	(2,566)	(7,497)
Other income (expense), net	<u>(111)</u>	<u>(85)</u>	<u>90</u>	<u>(9)</u>
Loss from operations before income taxes	(2,173)	(5,312)	(2,476)	(7,506)
Provision for income tax	<u>176</u>	<u>59</u>	<u>252</u>	<u>144</u>
Net loss	<u>\$ (2,349)</u>	<u>\$ (5,371)</u>	<u>\$ (2,728)</u>	<u>\$ (7,650)</u>
Loss per share basic and diluted:				
Basic and diluted loss per share	<u>\$ (0.18)</u>	<u>\$ (0.41)</u>	<u>\$ (0.21)</u>	<u>\$ (0.58)</u>

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

(all amounts in thousands)

Table 2

	March 31, 2017 <u>(unaudited)</u>	September 30, 2016
Cash and cash equivalents	\$ 5,327	\$ 8,540
Trade accounts receivable, net	7,283	9,538
Prepaid expenses and other	<u>3,471</u>	<u>3,548</u>
Total current assets	16,081	21,626
Depreciable assets, net and other	8,974	9,981
Total assets	<u>\$ 25,055</u>	<u>\$ 31,607</u>
Accounts payable and accrued liabilities	\$ 10,876	\$ 11,149
Deferred revenues	<u>17,824</u>	<u>21,017</u>
Total current liabilities	28,700	32,166
Other long term liabilities	<u>9,120</u>	<u>9,230</u>
Total liabilities	<u>37,820</u>	<u>41,396</u>
Stockholders' equity	<u>(12,765)</u>	<u>(9,789)</u>
Total liabilities and stockholders' equity	<u>\$ 25,055</u>	<u>\$ 31,607</u>