

Table 1

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

(all amounts in thousands, except per share data)

	Three Months Ended		Nine Months Ended	
	July 3, 2015 (unaudited)	June 27, 2014 (unaudited)	July 3, 2015 (unaudited)	June 27, 2014 (unaudited)
Revenues	\$ 22,703	\$ 25,718	\$ 69,255	\$ 77,012
Cost of revenues	14,361	14,532	42,049	44,655
Gross profit	<u>8,342</u>	<u>11,186</u>	<u>27,206</u>	<u>32,357</u>
Operating expenses:				
Course development	2,575	1,813	6,395	5,398
Sales and marketing	5,387	5,638	16,999	16,475
General and administrative	4,420	6,599	14,275	16,774
Total operating expenses	<u>12,382</u>	<u>14,050</u>	<u>37,669</u>	<u>38,647</u>
Loss from operations	(4,040)	(2,864)	(10,463)	(6,290)
Other income (expense), net	(41)	18	346	(74)
Loss from continuing operations before income taxes	(4,081)	(2,846)	(10,117)	(6,364)
Provision for income tax	222	104	432	498
Loss from continuing operations	<u>(4,303)</u>	<u>(2,950)</u>	<u>(10,549)</u>	<u>(6,862)</u>
Income (loss) from discontinued operations, net of tax	0	204	(264)	242
Loss on disposal of discontinued segment	0	0	(2,501)	0
Income (loss) from discontinued operations	<u>0</u>	<u>204</u>	<u>(2,765)</u>	<u>242</u>
Net loss	<u>\$ (4,303)</u>	<u>\$ (2,746)</u>	<u>\$ (13,314)</u>	<u>\$ (6,620)</u>
Earnings (loss) per share basic and diluted:				
Continuing operations	\$ (0.33)	\$ (0.22)	\$ (0.80)	\$ (0.52)
Discontinued operations	0.00	0.01	(0.21)	0.02
Basic and diluted loss per share	<u>\$ (0.33)</u>	<u>\$ (0.21)</u>	<u>\$ (1.01)</u>	<u>\$ (0.50)</u>

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

(all amounts in thousands)

Table 2

	July 3, 2015 (unaudited)	October 3, 2014
Cash and cash equivalents	\$ 18,682	\$ 29,881
Trade accounts receivable, net	9,906	13,523
Prepaid expenses and other	4,915	4,968
Current assets of continuing operations	33,503	48,372
Current assets of discontinued operations	0	4,472
Total current assets	<u>33,503</u>	<u>52,844</u>
Depreciable assets, net and other	11,294	12,718
Depreciable assets, net and other of discontinued operations	0	638
Total assets	<u>\$ 44,797</u>	<u>\$ 66,200</u>
Accounts payable and accrued liabilities	\$ 12,345	\$ 14,191
Deferred revenues	24,210	26,572
Current liabilities of continuing operations	36,555	40,763
Current liabilities of discontinued operations	0	2,593
Total current liabilities	<u>36,555</u>	<u>43,356</u>
Other long term liabilities of continuing operations	5,796	6,800
Other long term liabilities of discontinued operations	0	247
Total liabilities	<u>42,351</u>	<u>50,403</u>
Stockholders' equity	2,446	15,797
Total liabilities and stockholders' equity	<u>\$ 44,797</u>	<u>\$ 66,200</u>