

**LEARNING TREE INTERNATIONAL, INC. AND SUBSIDIARIES**  
**CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS**  
(all amounts in thousands, except per share amounts)

Table 1

	Three Months Ended	
	December 30, 2011	December 31, 2010
Revenues	\$ 34,975	\$ 35,632
Cost of revenues	<u>15,634</u>	<u>15,790</u>
Gross profit	<u>19,341</u>	<u>19,842</u>
Operating expenses:		
Course development	2,121	1,977
Sales and marketing	7,510	7,665
General and administrative	<u>6,889</u>	<u>7,241</u>
Total operating expenses	<u>16,520</u>	<u>16,883</u>
Income from operations	2,821	2,959
Other income (expense), net	<u>46</u>	<u>19</u>
Income before income taxes	2,867	2,978
Provision for income tax	<u>1,032</u>	<u>1,015</u>
Net income	<u>\$ 1,835</u>	<u>\$ 1,963</u>
Earnings per share--diluted	<u>\$ 0.14</u>	<u>\$ 0.14</u>

**LEARNING TREE INTERNATIONAL, INC. AND SUBSIDIARIES**  
**CONDENSED CONSOLIDATED BALANCE SHEETS**  
(all amounts in thousands)

	December 30, 2011	September 30, 2011
Cash and cash equivalents	\$ 40,878	\$ 40,293
Available for sale securities	4,168	2,352
Trade accounts receivable, net	15,353	18,220
Prepaid expenses and other	<u>7,086</u>	<u>6,373</u>
Total current assets	67,485	67,238
Depreciable assets, net and other	<u>33,958</u>	<u>34,914</u>
Total assets	<u>\$ 101,443</u>	<u>\$ 102,152</u>
Accounts payable and accrued liabilities	\$ 17,165	\$ 16,893
Deferred revenues	31,770	34,572
Total current liabilities	<u>48,935</u>	<u>51,465</u>
Other	<u>12,878</u>	<u>12,936</u>
Total liabilities	<u>61,813</u>	<u>64,401</u>
Stockholders' equity	<u>39,630</u>	<u>37,751</u>
Total liabilities and stockholders' equity	<u>\$ 101,443</u>	<u>\$ 102,152</u>