

our continued efforts to align expense reductions with revenue expectations to further support the operating goals of the Company, we discontinued ground operations at our Tigard, Oregon, and Weldon Spring, Missouri

of educational services as a percentage of total academic revenue was the result of fixed facility costs on lower revenues and one-time costs associated with discontinued operations.

Educational services expense specifically relates to the academic segment, and includes salaries and benefits

Balance Sheet Highlights

(in millions except for percentages)

	<u>2/29/2016</u>		<u>5/31/2015</u>	<u>% Change</u>
Cash and Cash Equivalents/Investments	\$ 26.7	\$	27.4	(2.6)%
Working Capital	27.8		34.6	(19.8)%
Total Long-term Debt	0		0	N/A
Stockholders' Equity	42.3		52.5	(19.4)%

NATIONAL AMERICAN UNIVERSITY HOLDINGS, INC. AND SUBSIDIARIES
UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET
AS OF FEBRUARY 29, 2016 AND CONDENSED
CONSOLIDATED BALANCE SHEET AS OF MAY 31, 2015
(In thousands, except share and per share amounts)

	February 29, 2016	May 31, 2015
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 22,564	\$ 23,300
Available for sale investments	4,115	4,102
Student receivables — net of allowance of \$805 and \$1,583 at February 29, 2016 and May 31, 2015, respectively	3,166	14,358
Other receivables	425	1,195
Income taxes receivable	3,787	0
Deferred income taxes	2,311	2,335
Prepaid and other current assets	2,346	2,151
Total current assets	<u>38,714</u>	<u>47,441</u>
Total property and equipment - net	<u>32,302</u>	<u>36,390</u>
OTHER ASSETS:		
Condominium inventory	621	385
Land held for future development	312	312
Course development — net of accumulated amortization of \$2,979 and \$2,760 at February 29, 2016 and May 31, 2015, respectively	734	804
Other	1,076	1,212
Total other assets	<u>2,743</u>	<u>2,713</u>
TOTAL	<u>\$ 73,759</u>	<u>\$ 86,544</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Current portion of capital lease payable	\$ 275	\$ 244
Accounts payable	3,202	3,246
Dividends payable	1,092	1,139
Income taxes payable	72	1
Deferred income	1,841	1,459
Accrued and other liabilities	4,472	6,746
Total current liabilities	<u>10,954</u>	<u>12,835</u>
DEFERRED INCOME TAXES	<u>3,224</u>	<u>3,283</u>
OTHER LONG-TERM LIABILITIES	<u>5,595</u>	<u>6,047</u>
CAPITAL LEASE PAYABLE, NET OF CURRENT PORTION	<u>11,643</u>	<u>11,853</u>
COMMITMENTS AND CONTINGENCIES (Note 9)		
STOCKHOLDERS' EQUITY:		
Common stock, \$0.0001 par value (50,000,000 authorized; 28,430,854 issued and 24,135,234 outstanding as of February 29, 2016; 28,262,241 issued and 25,191,414 outstanding as of May 31, 2015)	3	3
Additional paid-in capital	58,765	58,336
Retained earnings	6,068	13,751
Treasury stock, at cost (4,295,620 shares at February 29, 2016 and 3,070,827 shares at May 31, 2015)	(22,416)	(19,455)
Accumulated other comprehensive loss, net of taxes - unrealized loss on available for sale securities	(4)	(1)
Total National American University Holdings, Inc. stockholders' equity	<u>42,416</u>	<u>52,634</u>
Non-controlling interest	(73)	(108)
Total stockholders' equity	<u>42,343</u>	<u>52,526</u>
TOTAL	<u>\$ 73,759</u>	<u>\$ 86,544</u>

