

CONFIDENTIAL

CROWE HORWATH LLP
Consolidated Balance Sheets
As of March 31
(Amounts in Thousands)

	<u>2011</u>	<u>2010</u>	<u>2009</u>
ASSETS			
Current assets			
Cash	\$ 3,685	\$ 1,158	\$ 3,256
Accounts receivable, less allowance for uncollectible receivables of \$6,031 in 2011, \$8,334 in 2010 and \$9,189 in 2009	97,333	84,251	88,783
Other receivables	2,828	3,148	4,451
Prepaid expenses	10,788	9,919	8,942
Total current assets	<u>114,634</u>	<u>98,580</u>	<u>105,432</u>
Property and equipment, net	30,895	29,897	29,005
Other assets			
Investments in affiliated companies	447	894	1,110
Loans to partners	4,342	4,450	3,749
Intangible assets, net	34,173	37,452	30,092
Other	349	815	1,184
	<u>39,311</u>	<u>43,611</u>	<u>36,135</u>
Total assets	<u>\$ 184,840</u>	<u>\$ 172,088</u>	<u>\$ 170,572</u>
LIABILITIES AND EQUITY			
Current liabilities			
Short-term borrowings	\$ 10,000	\$ -	\$ 10,000
Current portion of acquisition notes	1,206	1,380	804
Accounts payable	2,104	2,594	3,282
Accrued compensation	16,767	13,477	10,205
Other current liabilities	17,960	18,306	19,983
Current portion of retired partner obligation	11,242	10,395	7,938
Total current liabilities	<u>59,279</u>	<u>46,152</u>	<u>52,212</u>
Other liabilities			
Long-term borrowings	13,362	-	10,534
Acquisition notes	4,824	6,690	4,636
Other long-term liabilities	7,576	6,653	6,989
Retired partner obligation	53,451	58,985	56,323
	<u>79,213</u>	<u>72,328</u>	<u>78,482</u>
Total liabilities	<u>138,492</u>	<u>118,480</u>	<u>130,694</u>
Equity			
Partners' equity			
Tangible and contributed capital	93,394	97,635	96,975
Cost of treasury shares in excess of tangible	(64,693)	(69,380)	(64,143)
Net undistributed earnings	17,124	25,230	6,964
Accumulated other comprehensive loss	(457)	(587)	(758)
Total partners' equity	<u>45,368</u>	<u>52,898</u>	<u>39,038</u>
Noncontrolling interests	980	710	840
Total equity	<u>46,348</u>	<u>53,608</u>	<u>39,878</u>
Total liabilities and equity	<u>\$ 184,840</u>	<u>\$ 172,088</u>	<u>\$ 170,572</u>

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CROWE HORWATH LLP
Consolidated Statements of Income
For the Years Ended March 31
(Amounts in Thousands)

	<u>2011</u>	<u>2010</u>	<u>2009</u>
Net revenues	\$ 498,379	\$ 481,292	\$ 507,815
Cost of revenues	244,560	234,560	255,363
Gross margin	<u>253,819</u>	<u>246,732</u>	<u>252,452</u>
Expenses			
Indirect compensation and related costs	48,911	45,083	52,840
Occupancy	28,615	30,492	29,899
General	21,729	21,710	25,025
Administrative	13,862	10,112	11,388
Practice development	10,726	9,914	10,366
Provision for bad debts	2,737	4,842	6,016
Interest	4,687	4,770	4,124
Research and development	2,189	2,559	2,365
	<u>133,456</u>	<u>129,482</u>	<u>142,023</u>
Gross margin less expenses	120,363	117,250	110,429
Income from investments in affiliates	<u>3,328</u>	<u>709</u>	<u>752</u>
Net income	123,691	117,959	111,181
Net income attributable to noncontrolling interests	<u>(1,158)</u>	<u>(390)</u>	<u>(671)</u>
Net income attributable to Crowe Horwath LLP	<u>\$ 122,533</u>	<u>\$ 117,569</u>	<u>\$ 110,510</u>