Rand Worldwide, Inc.
Consolidated Balance Sheet
As of June 30, 2016

Assets-		
Current assets		
Cash and cash equivalents	$	1,613,000
Net receivables		13,532,000
Inventory		17,000
Other current assets		1,176,000
Total current assets		**16,338,000**
Property, plant & equipment		862,000
Goodwill		16,480,000
Intangible assets		3,829,000
Other assets		262,000
Deferred income taxes		3,942,000
Total assets		**41,713,000**
Liabilities and stockholders' equity-		
Current liabilities		
Accounts payable and accrued expenses		8,573,000
Current portion of long-term debt		3,938,000
Other current liabilities		5,547,000
Total current liabilities		**18,058,000**
Note payable, net of current portion		5,450,000
Total liabilities		**23,508,000**
Stockholders' equity		
Common stock		311,000
Preferred stock		21,000
Additional paid-in capital		35,707,000
Accumulated deficit		(17,621,000)
Accumulated other comprehensive income		(213,000)
Total stockholders' equity		**18,205,000**
Total liabilities and stockholders' equity	**$**	**41,713,000**

Rand Worldwide, Inc.
Consolidating Income Statement
For the Three and Twelve Months Ended June 30, 2016

	QTD	YTD
Total revenue	$ 20,463,000	$ 85,204,000
Total cost of revenue	10,142,000	41,026,000
Gross margin	**10,321,000**	**44,178,000**
Selling, general & administrative expenses	8,301,000	33,586,000
Depreciation & amortization expense	292,000	1,207,000
Operating income	**1,728,000**	**9,385,000**
Other expense	(116,000)	(849,000)
Income before income taxes	**1,612,000**	**8,536,000**
Income tax expense	(538,000)	(2,943,000)
Loss from discontinued operations, net of tax	(51,000)	(50,000)
Net income	**1,023,000**	**5,543,000**
Preferred stock dividends	(12,000)	(112,000)
Net income available to common stockholders	**$ 1,011,000**	**$ 5,431,000**

Rand Worldwide, Inc.
Consolidated Statement of Cash Flows
For the Three and Twelve Months Ended June 30, 2016

	QTD	YTD
Operating activities		
Net income	$ 1,023,000	$ 5,543,000
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization expense	292,000	1,207,000
Adjustments to net income	(14,000)	698,000
Changes in liabilities	1,955,000	(1,802,000)
Changes in accounts receivable	(290,000)	2,361,000
Changes in inventories	1,000	86,000
Changes in other operating activities	(436,000)	(60,000)
Net cash provided by operating activities	**2,531,000**	**8,033,000**
Investing activities		
Purchases of property and equipment	(41,000)	(279,000)
Net cash used in investing activities	**(41,000)**	**(279,000)**
Financing activities		
Net payments of borrowings	(3,176,000)	(8,537,000)
Proceeds from issuance of common stock upon the exercise of stock options	-	199,000
Payment of taxes upon the exercise of stock options	-	(246,000)
Payment of preferred stock dividends	(12,000)	(112,000)
Net cash used in financing activities	**(3,188,000)**	**(8,696,000)**
Effect of exchange rate changes on cash	1,000	(207,000)
Net change in cash	**(697,000)**	**(1,149,000)**
Cash - beginning of period	2,310,000	2,762,000
Cash - end of period	**$ 1,613,000**	**$ 1,613,000**

Rand Worldwide, Inc.
Additional Disclosure Information
As of June 30, 2016

As of June 30, 2016 there were 31,070,342 shares of common stock outstanding.