



COMPANY STATEMENT ON DISCLOSURE OF NON-GAAP FINANCIAL MEASURES

The Company uses GAAP based financial measures as its primary disclosure, with supplemental non-GAAP financial measures used to improve an understanding of the financial results.

During the third quarter of fiscal 2013, the Company recorded a non-cash provision for income taxes to establish a valuation allowance against its net deferred income tax assets. Given the unique nature and substantial amount of this allowance, the Company believes presentation of historical financial information excluding this non-cash provision to be beneficial to its investors.

Beginning in the third quarter of fiscal 2013 and continuing through the fourth quarter of fiscal 2013, the Company incurred significant transitional charges related to changes in its leadership and overall strategy. The Company maintains that these charges are one-time and as such, are not indicative of the Company's continuing operating results. Given the unique nature of these charges, the Company believes the presentation of its historical financial information excluding these charges to be beneficial to its investors.