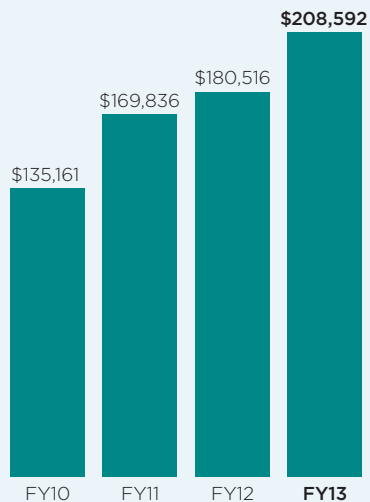


Continued Growth & Financial Stability

TOTAL NET ASSETS (in hundreds of thousands)



Sacred Heart University continues to grow after demonstrating another year of positive results. We continue to meet the demands of our students and the challenging economy of the higher education sector. Sacred Heart University operated with a balanced budget once again in the fiscal year ended June, 30, 2013.

Net tuition and fee revenue grew by 4.3% over prior year. Total Net Assets increased over \$28 million, which represents a nearly 16% increase over prior year and a 54% increase over 2010. The University Investment balance increased to \$124 million at June 30, 2013, from a prior year ending balance of \$112 million. The overall balance increased \$12 million, approximately 11%, while the earnings had an overall investment return for fiscal year 2013 of 13%. The University continues to align its operating budget with the University Strategic Plan and has continued to reallocate resources to achieve its objectives with an eye on further future growth. The University continues to invest in faculty, new programs and has expanded its facilities.

The Graduate Center in downtown Stamford opened this year and SHU has begun construction on a new Academic Building that will house the new College of Business and Media Communications Department.

Looking ahead to FY14, we expect to welcome a record-high freshman class this fall.

Statement of Unrestricted Activities for the year ending June 30, 2013 (\$000's)

UNRESTRICTED REVENUES FROM OPERATIONS

JULY 1, 2012 - JUNE 30, 2013

Tuition and Fees	\$156,531
Less: University-Sponsored Financial Aid	(\$38,272)
Externally Funded Financial Aid	(\$2,345)
Net Tuition and Fees	\$115,914
Contributions	\$1,484
Auxiliary Activities (net of financial aid)	\$26,792
Other	\$4,736

Total Unrestricted Revenue from Operations	\$148,926
Net Assets Released from Restrictions	\$10,365
Total Unrestricted Revenue and Other Operating Support	\$159,291

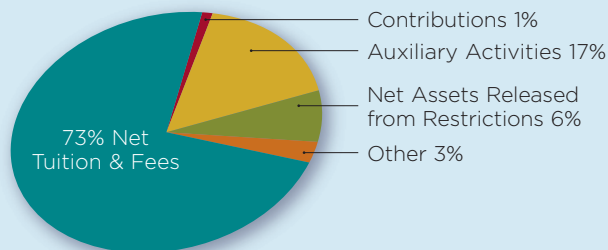
OPERATING EXPENSES

EDUCATIONAL PROGRAM SERVICES

Instruction	\$50,338
Student Services	\$31,898
Academic Support	\$12,769
Public Service Radio Station	\$5,546
Auxiliary Activities	\$23,825
Institutional-Supporting Services	\$22,369

Total Operating Expenses	\$146,745
Increase in Unrestricted Net Assets from Operations	\$12,546

SOURCES OF REVENUES, FY13



EXPENSES BY FUNCTION, FY13

