

STRAYER EDUCATION INC  
Form 10-Q  
April 30, 2012  
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**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**  
WASHINGTON, DC 20549

**FORM 10-Q**

**Quarterly Report Pursuant to Section 13 or 15 (d) of the**  
**Securities Exchange Act of 1934**

For the quarterly period ended March 31, 2012

Commission File No. 0-21039

**Strayer Education, Inc.**

(Exact name of registrant as specified in this charter)

Maryland  
(State or other jurisdiction of

52-1975978  
(I.R.S. Employer

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incorporation or organization)

Identification No.)

**2303 Dulles Station Boulevard**

**Herndon, VA**

**20171**

(Address of principal executive offices)

(Zip Code)

**Registrant's telephone number, including area code: (703) 561-1600**

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or such shorter period that the registrant was required to file such reports) and (2) has been subject to such filing requirements for the past 90 days. Yes  No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or such shorter period that the registrant was required to submit and post such files). Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer or a smaller reporting company. See definitions of large accelerated filer, accelerated filer and smaller reporting company in Rule 12b-2 of the Exchange Act. (check one)

Large accelerated filer

Accelerated filer

Non-accelerated filer  (Do not check if a smaller reporting company)

Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes  No

As of April 13, 2012, there were outstanding 11,863,940 shares of Common Stock, par value \$0.01 per share, of the Registrant.

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**Table of Contents****STRAYER EDUCATION, INC.****UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS**

(in thousands, except share and per share data)

	December 31, 2011	March 31, 2012
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 57,137	\$ 52,704
Tuition receivable, net of allowances for doubtful accounts of \$7,279 and \$8,108 at December 31, 2011 and March 31, 2012, respectively	25,006	23,320
Income taxes receivable	394	
Other current assets	12,131	13,365
<b>Total current assets</b>	<b>94,668</b>	<b>89,389</b>
Property and equipment, net	121,149	119,542
Deferred income taxes	3,326	3,388
Goodwill	6,800	6,800
Other assets	5,190	5,115
<b>Total assets</b>	<b>\$ 231,133</b>	<b>\$ 224,234</b>
<b>LIABILITIES &amp; STOCKHOLDERS EQUITY</b>		
Current liabilities:		
Accounts payable and accrued expenses	\$ 34,039	\$ 36,517
Income taxes payable		15,789
Unearned tuition	15,364	1,303
Other current liabilities	281	281
Current portion of term loan	27,500	30,000
<b>Total current liabilities</b>	<b>77,184</b>	<b>83,890</b>
Revolving credit facility	20,000	
Term loan, less current portion	70,000	62,500
Other long-term liabilities	21,656	21,818
<b>Total liabilities</b>	<b>188,840</b>	<b>168,208</b>
Commitments and contingencies		
Stockholders' equity:		
Common stock, par value \$0.01; 20,000,000 shares authorized; 11,792,456 and 11,863,940 shares issued and outstanding as of December 31, 2011 and March 31, 2012, respectively	118	119
Additional paid-in capital	295	1,944
Retained earnings	42,491	54,615
Accumulated other comprehensive income (loss)	(611)	(652)
<b>Total stockholders' equity</b>	<b>42,293</b>	<b>56,026</b>

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Total liabilities and stockholders' equity	\$ 231,133	\$ 224,234
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The accompanying notes are an integral part of these condensed consolidated financial statements.

**Table of Contents****STRAYER EDUCATION, INC.****UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF INCOME****(in thousands, except per share data)**

	For the three months ended March 31,	
	2011	2012
Revenues	\$ 171,956	\$ 149,532
Costs and expenses:		
Instruction and educational support	74,976	73,764
Marketing	16,042	15,469
Admissions advisory	7,191	6,793
General and administration	14,522	12,648
Income from operations	59,225	40,858
Investment income	118	1
Interest expense	183	1,208
Income before income taxes	59,160	39,651
Provision for income taxes	23,369	15,662
Net income	\$ 35,791	\$ 23,989
Earnings per share:		
Basic	\$ 2.81	\$ 2.10
Diluted	\$ 2.80	\$ 2.09
Weighted average shares outstanding:		
Basic	12,744	11,419
Diluted	12,794	11,477

**STRAYER EDUCATION, INC.****UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME****(in thousands)**

	For the three months ended March 31,	
	2011	2012
Net income	\$ 35,791	\$ 23,989
Other comprehensive income:		
Change in fair value of derivative instrument, net of income tax		(41)
Comprehensive income	\$ 35,791	\$ 23,948

The accompanying notes are an integral part of these condensed consolidated financial statements.



**Table of Contents****STRAYER EDUCATION, INC.****UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF STOCKHOLDERS' EQUITY**

(in thousands, except share data)

	Common Stock		Additional Paid-in Capital	Retained Earnings	Accumulated Other Comprehensive Income (Loss)	Total
	Shares	Amount				
Balance at December 31, 2010	13,316,822	\$ 133	\$ 1,206	\$ 174,625	\$ 40	\$ 176,004
Tax shortfall associated with stock-based compensation arrangements			(933)			(933)
Repurchase of common stock	(936,185)	(9)	(3,165)	(124,063)		(127,237)
Restricted stock grants, net of forfeitures	65,852					
Stock-based compensation			2,892			2,892
Common stock dividends				(13,174)		(13,174)
Change in net unrealized gains and losses on marketable securities, net of income tax					(40)	(40)
Net income				35,791		35,791
Balance at March 31, 2011	12,446,489	\$ 124	\$	\$ 73,179	\$	\$ 73,303

  

	Common Stock		Additional Paid-in Capital	Retained Earnings	Accumulated Other Comprehensive Income (Loss)	Total
	Shares	Amount				
Balance at December 31, 2011	11,792,456	\$ 118	\$ 295	\$ 42,491	\$ (611)	\$ 42,293
Tax shortfall associated with stock-based compensation arrangements			(740)			(740)
Restricted stock grants, net of forfeitures	71,484	1	(1)			
Stock-based compensation			2,390			2,390
Common stock dividends				(11,865)		(11,865)
Change in fair value of derivative instrument, net of income tax					(41)	(41)
Net income				23,989		23,989
Balance at March 31, 2012	11,863,940	\$ 119	\$ 1,944	\$ 54,615	\$ (652)	\$ 56,026

The accompanying notes are an integral part of these condensed consolidated financial statements.



**Table of Contents****STRAYER EDUCATION, INC.****UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS****(in thousands)**

	For the three months ended March 31,	
	2011	2012
<b>Cash flows from operating activities:</b>		
Net income	\$ 35,791	\$ 23,989
<b>Adjustments to reconcile net income to net cash provided by operating activities:</b>		
Amortization of gain on sale of assets	(70)	(70)
Amortization of deferred rent	378	147
Gain on sale of marketable securities	(66)	
Amortization of deferred financing costs	65	200
Depreciation and amortization	4,904	5,817
Deferred income taxes	818	(317)
Stock-based compensation	2,892	2,390
<b>Changes in assets and liabilities:</b>		
Tuition receivable, net	(3,700)	1,686
Other current assets	(1,989)	(957)
Other assets	17	(154)
Accounts payable and accrued expenses	(5,339)	2,369
Income taxes payable and income taxes receivable	21,467	15,443
Unearned tuition	11,808	(14,061)
Other long-term liabilities	196	
<b>Net cash provided by operating activities</b>	<b>67,172</b>	<b>36,482</b>
<b>Cash flows from investing activities:</b>		
Purchases of property and equipment	(11,384)	(4,050)
Purchases of marketable securities	(2)	
Proceeds from the sale of marketable securities	12,388	
<b>Net cash provided by (used in) investing activities</b>	<b>1,002</b>	<b>(4,050)</b>
<b>Cash flows from financing activities:</b>		
Common dividends paid	(13,174)	(11,865)
Repurchase of common stock	(127,237)	
Proceeds from revolving credit facility	80,000	
Payments on revolving credit facility		(20,000)
Payments on term loan		(5,000)
Payment of deferred financing costs	(776)	
<b>Net cash used in financing activities</b>	<b>(61,187)</b>	<b>(36,865)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>6,987</b>	<b>(4,433)</b>
Cash and cash equivalents beginning of period	64,107	57,137

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Cash and cash equivalents	end of period	\$ 71,094	\$ 52,704
Non-cash transactions:			
Purchases of property and equipment included in accounts payable		\$ 1,894	\$ 1,225

The accompanying notes are an integral part of these condensed consolidated financial statements.

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**STRAYER EDUCATION, INC.**

**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**Information as of March 31, 2011 and 2012 is unaudited.**

**1. Nature of Operations**

Strayer Education, Inc. (the Company), a Maryland corporation, conducts its operations through its wholly owned subsidiary, Strayer University (the University). The University is an accredited institution of higher education that provides undergraduate and graduate degrees in various fields of study through 92 campuses in Alabama, Arkansas, Delaware, Florida, Georgia, Illinois, Indiana, Kentucky, Louisiana, Maryland, Mississippi, New Jersey, North Carolina, Ohio, Pennsylvania, South Carolina, Tennessee, Texas, Utah, Virginia, West Virginia, Wisconsin and Washington, D.C., and online. With the Company's focus on the student, regardless of whether he or she chooses to take classes at a physical campus or online, it has only one reporting segment.

**2. Significant Accounting Policies**

*Financial Statement Presentation*

The consolidated financial statements include the accounts of the Company and its only subsidiary, the University. All inter-company accounts and transactions have been eliminated in the consolidated financial statements.

All information as of December 31, 2011 and March 31, 2011 and 2012, and for the three months ended March 31, 2011 and 2012 is unaudited but, in the opinion of management, contains all adjustments, consisting only of normal recurring adjustments, necessary to present fairly the condensed consolidated financial position, results of operations and cash flows of the Company. Certain information and footnote disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles have been condensed or omitted. These condensed consolidated financial statements should be read in conjunction with the consolidated financial statements and notes thereto included in the Company's Annual Report on Form 10-K for the fiscal year ended December 31, 2011. The results of operations for the three months ended March 31, 2012 are not necessarily indicative of the results to be expected for the full fiscal year.

*Revenues*

The Company's educational programs are offered on a quarterly basis. Approximately 97% of the Company's revenues during the three months ended March 31, 2012 consisted of tuition revenue. Tuition revenue is recognized in the quarter of instruction. Tuition revenue is shown net of any refunds, withdrawals, corporate discounts, scholarships and employee tuition discounts. At the start of each academic term, a liability (unearned tuition) is recorded for academic services to be provided and a tuition receivable is recorded for the portion of the tuition not paid upfront in cash. Any cash received prior to the start of an academic term is also recorded as unearned tuition. Revenues also include application fees, placement test fees, withdrawal and other administrative fees, textbook-related income and other income, which are recognized when incurred.

*Fair Value*

The Fair Value Measurement Topic, ASC 820-10 (ASC 820-10), establishes a framework for measuring fair value, establishes a fair value hierarchy based upon the observability of inputs used to measure fair value, and expands disclosures about fair value measurements. Assets and liabilities are classified in their entirety within the fair value hierarchy based on the lowest level input that is significant to the fair value measurement. Under ASC 820-10, fair value of an investment is the price that would be received to sell an asset or to transfer a liability to an entity in an orderly transaction between market participants at the measurement date. The hierarchy gives the highest priority to assets and liabilities with readily available quoted prices in an active market and lowest priority to unobservable inputs which require a higher degree of judgment when measuring fair value, as follows:

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Level 1 assets or liabilities use quoted prices in active markets for identical assets or liabilities as of the measurement date;

Level 2 assets or liabilities use observable inputs, other than quoted market prices, that are either directly or indirectly observable in the marketplace for identical or similar assets and liabilities; and

Level 3 assets or liabilities use unobservable inputs that are supported by little or no market activity.

The Company's assets and liabilities that are subject to fair value measurement are categorized in one of the three levels above. Fair values are based on the inputs available at the measurement dates, and may rely on certain assumptions that may affect the valuation of fair value for certain assets or liabilities.

**Table of Contents***Goodwill and Indefinite-Lived Intangible Assets*

Goodwill represents the excess of the purchase price of an acquired business over the amount assigned to the assets acquired and liabilities assumed. Indefinite-lived intangible assets are recorded at fair market value on their acquisition date and consist of a trade name. An indefinite life was assigned to the trade name because it has the continued ability to generate cash flows indefinitely.

Goodwill and the indefinite-lived intangible assets are assessed at least annually for impairment during the three-month period ending September 30, or more frequently if events occur or circumstances change between annual tests that would more likely than not reduce the fair value of the respective reporting unit below its carrying amount. No impairment occurred during the quarter ended March 31, 2012.

*Accounting for Derivatives Instruments and Hedging Activities*

On the date that the Company enters into a derivative contract, it designates the derivative as a hedge of (a) a forecasted transaction or (b) the variability of cash flows that are to be received or paid in connection with a recognized asset or liability (a cash flow hedge). All derivatives are recognized in the balance sheet at their fair value.

Changes in the fair value of a derivative that is highly effective and that is designated and qualifies as a cash flow hedge, to the extent that the hedge is effective, are recorded, net of income tax, in other comprehensive income, until earnings are affected by the variability of cash flows of the hedged transaction (e.g., until periodic settlements of a variable-rate asset or liability are recorded in earnings). Any hedge ineffectiveness (which represents the amount by which the changes in the fair value of the derivative exceed the variability in the cash flows of the forecasted transaction) is recorded in current-period earnings.

The Company formally documents all relationships between hedging instruments and hedged items, as well as its risk-management objective and strategy for undertaking various hedge transactions. The Company also formally assesses (both at the hedge's inception and on an ongoing basis) whether the derivatives that are used in hedging transactions have been highly effective in offsetting changes in the fair value or cash flows of hedged items and whether those derivatives may be expected to remain highly effective in future periods. When it is determined that a derivative is not (or has ceased to be) highly effective as a hedge, the Company discontinues hedge accounting prospectively.

*Net Income Per Share*

Basic earnings per share is computed by dividing net income by the weighted average number of shares of common stock outstanding during the periods. Diluted earnings per share reflects the potential dilution that could occur assuming conversion or exercise of all dilutive unexercised stock options and restricted stock. The dilutive effect of stock awards was determined using the treasury stock method. Under the treasury stock method, all of the following are assumed to be used to repurchase shares of the Company's common stock: (1) the proceeds received from the exercise of stock options, (2) the amount of compensation cost associated with the stock awards for future service not yet recognized by the Company, and (3) the amount of tax benefits that would be recorded in additional paid-in capital when the stock awards become deductible for income tax purposes. Stock options are not included in the computation of diluted earnings per share when the stock option exercise price of an individual grant exceeds the average market price for the period. During the quarter ended March 31, 2012, the Company had no issued and outstanding stock options that were included in the calculation. During the quarter ended March 31, 2011, all issued and outstanding stock options were included in the calculation.

Set forth below is a reconciliation of shares used to calculate basic and diluted earnings per share (in thousands).

	For the three months ended March 31,	
	2011	2012
Weighted average shares outstanding used to compute basic earnings per share	12,744	11,419
Incremental shares issuable upon the assumed exercise of stock options	18	
Unvested restricted stock	32	58
Shares used to compute diluted earnings per share	12,794	11,477

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The decrease in weighted average shares outstanding during the three months ended March 31, 2012 is due primarily to stock repurchases by the Company.

**3. Acquisition**

On December 27, 2011, the Company completed an acquisition (the Acquisition ) of certain assets which support the operations of the Jack Welch Management Institute ( JWMI ), an online leadership education program that offers a differentiated executive MBA degree and executive certificates. Simultaneous with the Acquisition, the Company entered into a License and Participation Agreement with Mr. Welch. The Company paid \$7.0 million in the acquisition. The Company received \$2.8 million from Mr. Welch representing his economic interest in JWMI, and the Company will make deferred payments to the sellers valued at \$2.2 million as of March 31, 2012. These amounts are included in other long-term liabilities in the Company s consolidated balance sheets. The Company will make additional payments to Mr. Welch as he provides services to the Company on behalf of JWMI under the License and Participation Agreement.

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In connection with the Acquisition, the Company acquired course content valued at \$0.8 million which will be amortized over its estimated useful life of five years. The Company has also recorded indefinite-lived intangible assets of \$1.6 million, which are included in other assets in the Company's consolidated balance sheets. The Acquisition resulted in recording \$6.8 million of goodwill, representing the excess of the purchase price over the fair value assigned to the underlying assets acquired.

JWMI's operating results are included in the consolidated financial statements from the date of the Acquisition. The results of operations of JWMI would not have had a material impact on the Company's reported financial results if the Acquisition had been completed on January 1, 2011.

**4. Term Loan and Revolving Credit Facility**

On January 3, 2011, the Company entered into a \$100 million revolving credit agreement. On April 4, 2011, the Company entered into an Amended and Restated Revolving Credit and Term Loan Agreement (the "Credit Facility") providing for a \$100 million revolving credit facility and a \$100 million term loan facility. The revolving portion of the Credit Facility, which includes a letter of credit subfacility of \$50 million, matures on March 31, 2014, and amends and subsumes (as part of the new facility) the Company's previous \$100 million revolving credit agreement. The term loan portion of the Credit Facility matures on March 31, 2014, and, commencing December 31, 2011, includes required quarterly amortization payments in the amount of \$2.5 million on December 31, 2011, \$5.0 million on March 31, 2012, and \$7.5 million on June 30, 2012, and at the end of each quarter thereafter prior to the final maturity date. Borrowings under the Credit Facility bear interest at LIBOR or a base rate, plus a margin ranging from 2.25% to 2.75%, depending on the Company's leverage ratio. In addition, an unused commitment fee ranging from 0.30% to 0.40%, depending on the Company's leverage ratio, accrues on unused amounts under the revolving credit facility. The Credit Facility is collateralized by substantially all of the personal property assets of the Company and its subsidiaries. The Credit Facility contains customary affirmative, negative and financial maintenance covenants, representations, warranties, events of default and remedies upon default, including acceleration and rights to foreclose on the collateral securing the Credit Facility. The Company was in compliance with all the terms of the Credit Facility at March 31, 2012.

During the quarter ended March 31, 2012, the Company repaid the \$20.0 million outstanding under the revolving credit facility as of December 31, 2011, and paid cash interest of \$1.0 million.

As of March 31, 2012, the Company had outstanding \$92.5 million under the term loan facility.

*Interest Rate Swap*

On April 4, 2011, the Company entered into an interest rate swap arrangement (the "Swap") in order to minimize the interest rate exposure on the entire balance of the term loan facility. The interest rate swap fixes the variable interest rate on the associated debt at approximately 3.6% rather than being subject to fluctuations in the LIBOR rate. The term of the Swap is three years, matching the term of the underlying term loan facility. The Swap has been designated as a cash flow hedge and has been deemed effective in accordance with the Derivatives and Hedging Topic, ASC 815. The Company expects the Swap to continue to be deemed effective for the duration of the Swap. The fair value of the Swap is included in Other long-term liabilities in the Company's consolidated balance sheets.

Debt and short-term borrowings consist of the following as of March 31, 2012 (in thousands):

Term Loan	\$ 92,500
Credit Facility	
<b>Total Debt</b>	<b>92,500</b>
Less: Current portion of long-term debt	30,000
<b>Long-term debt</b>	<b>\$ 62,500</b>

Aggregate debt maturities as of March 31, 2012 are as follows:



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2012	\$ 22,500
2013	30,000
2014	40,000
	\$ 92,500

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Assets and liabilities measured at fair value on a recurring basis consist of the following as of March 31, 2012 (in thousands):

	Fair Value Measurements at Reporting Date Using Quoted Prices in Active Markets for			
	March 31, 2012	Identical Assets/Liabilities (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<b>Assets:</b>				
Cash equivalents (including restricted cash equivalent):				
Money market funds	\$ 7,606	\$ 7,606	\$	\$
Total assets at fair value on a recurring basis	\$ 7,606	\$ 7,606	\$	\$
<b>Liabilities:</b>				
<b>Other Liabilities:</b>				
Interest rate swap	\$ 1,073	\$	\$ 1,073	\$
Deferred payments	2,200			2,200
Total liabilities at fair value on a recurring basis	\$ 3,273	\$	\$ 1,073	\$ 2,200

Assets and liabilities measured at fair value on a recurring basis consist of the following as of December 31, 2011 (in thousands):

	Fair Value Measurements at Reporting Date Using Quoted Prices in Active Markets for			
	December 31, 2011	Identical Assets/Liabilities (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<b>Assets:</b>				
Cash equivalents:				
Money market funds	\$ 7,606	\$ 7,606	\$	\$
Total assets at fair value on a recurring basis	\$ 7,606	\$ 7,606	\$	\$
<b>Liabilities:</b>				
<b>Other Liabilities:</b>				
Interest rate swap	\$ 1,010	\$	\$ 1,010	\$
Deferred payments	2,200			2,200
Total liabilities at fair value on a recurring basis	\$ 3,210	\$	\$ 1,010	\$ 2,200

The Company measures the above items on a recurring basis at fair value as follows:

Money market funds Classified in Level 1 is excess cash the Company holds in both taxable and tax-exempt money market funds and are included in cash and cash equivalents in the accompanying consolidated balance sheets. The Company records

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any net unrealized gains and losses for changes in fair value as a component of accumulated other comprehensive income in stockholders' equity. Realized gains and losses from the sale of marketable securities are based on the specific identification method. The Company's remaining cash and cash equivalents held at March 31, 2011 and 2012, approximate fair value and is not disclosed in the above tables because of the short-term nature of the financial instruments.

**Interest rate swap** The Company has an interest rate swap with a notional amount of \$92.5 million as of March 31, 2012, used to minimize the interest rate exposure on a portion of the Company's variable rate debt. The interest rate swap is used to fix the variable interest rate on the associated debt. The swap is classified within Level 2 and is valued using readily available pricing sources which utilize market observable inputs including the current variable interest rate for similar types of instruments.

**Deferred payments** Classified within Level 3 as there is no liquid market for similarly priced instruments, and valued using a discounted cash flow model that encompassed significant unobservable inputs to estimate the operating results of the Acquisition. The assumptions used to prepare the discounted cash flows include estimates for interest rates, enrollment growth, retention rates and pricing strategies. These assumptions are subject to change as the underlying data sources evolve and the program matures.

At March 31, 2012, the carrying value of the Company's debt was \$92.5 million. All of the Company's debt is variable interest rate debt and the carrying amount approximates fair value.

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The Company did not change its valuation techniques associated with recurring fair value measurements from prior periods, and no assets or liabilities were transferred between levels of the fair value hierarchy during the three months ended March 31, 2011 or 2012. Assets measured at fair value on a non-recurring basis as of December 31, 2011 and March 31, 2012, include \$6.8 million of goodwill and \$1.6 million of other indefinite-lived intangible assets resulting from the Acquisition. The changes in the fair value of the Company's Level 3 liability during the three months ended March 31, 2012 are as follows (in thousands):

	<b>Deferred Payments</b>
Balance at December 31, 2011	\$ 2,200
Amounts earned	(20)
Adjustments to fair value	20
Transfers in or out of Level 3	
<b>Balance at March 31, 2012</b>	<b>\$ 2,200</b>

**6. Stockholders' Equity***Authorized stock*

The Company has authorized 20,000,000 shares of common stock, par value \$0.01, of which 11,792,456 and 11,863,940 shares were issued and outstanding as of December 31, 2011 and March 31, 2012, respectively. The Company also has authorized 8,000,000 shares of preferred stock, none of which has been issued or outstanding since 2004. Commencing in the fourth quarter of 2010, the Company increased the annual cash dividend from \$3.00 to \$4.00 per share, or from \$0.75 to \$1.00 per share quarterly.

*Stock-based compensation*

As required by the Stock Compensation Topic, ASC 718, the Company measures and recognizes compensation expense for all share-based payment awards, including employee stock options and employee stock purchases related to the Company's Employee Stock Purchase Plan, based on estimated fair values. Stock-based compensation expense recognized in the unaudited condensed consolidated statements of income for the three months ended March 31, 2011 and 2012, is based on awards ultimately expected to vest and, therefore, has been adjusted for estimated forfeitures. The Company is required to estimate forfeitures at the time of grant and revise, if necessary, in subsequent periods if actual forfeitures differ from those estimates. The forfeiture rate used is based on historical experience.

*Stock-based compensation plans*

In April 2011, the Company's stockholders approved the Strayer Education, Inc. 2011 Equity Compensation Plan (the "Plan"), which replaced the Company's 1996 equity compensation plan (the "1996 Plan") and made 300,000 new shares available for issuance as equity compensation. In addition, shares previously available for issuance under the 1996 Plan were effectively carried over and are available for issuance under the Plan, for a total of approximately 350,000 shares available for issuance as equity compensation under the Plan. The Plan provides for the granting of restricted stock, stock options intended to qualify as incentive stock options, options that do not qualify as incentive stock options, and other forms of equity compensation and performance-based awards to employees, officers and directors of the Company, or to a consultant or advisor to the Company, at the discretion of the Board of Directors. Vesting provisions are at the discretion of the Board of Directors. Options may be granted at option prices based at or above the fair market value of the shares at the date of grant. The maximum term of the awards granted under the Plan is ten years.

In February 2012, the Company's Board of Directors approved grants of 72,013 shares of restricted stock to certain individuals. These shares, which vest over a five- to seven-year period, were granted pursuant to the Plan. The Company's stock price closed at \$115.55 on the date of these restricted stock grants.

In April 2012, the Company's Board of Directors approved grants of approximately 10,700 shares of restricted stock. These shares, which vest over a three-year period, were awarded to various non-employee members of the Company's Board of Directors, as part of the Company's annual director compensation program. The Company's stock price closed at \$83.88 on the date of these restricted stock grants.

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Dividends paid on unvested restricted stock are reimbursed to the Company if the recipient terminates his or her employment prior to vesting in the award.

**Table of Contents***Restricted Stock*

The table below sets forth the restricted stock activity for the three months ended March 31, 2012:

	Number of shares	Weighted- average grant price
Balance, December 31, 2011	380,944	\$ 194.26
Grants	72,013	115.55
Vested shares	(15,806)	217.77
Forfeitures	(529)	132.23
Balance, March 31, 2012	436,622	\$ 180.45

*Stock Options*

The table below sets forth the stock option activity for the three months ended March 31, 2012 and other stock option information at March 31, 2012:

	Number of shares	Weighted- average exercise price	Weighted- average remaining contractual life (yrs.)	Aggregate intrinsic value <sup>(1)</sup> (in thousands)
Balance, December 31, 2011	100,000	\$ 107.28	1.1	
Grants				
Exercises				
Forfeitures				
Balance, March 31, 2012	100,000	\$ 107.28	0.9	
Vested, March 31, 2012	100,000	\$ 107.28	0.9	
Exercisable, March 31, 2012	100,000	\$ 107.28	0.9	

- (1) The aggregate intrinsic value in the table above represents the total pre-tax intrinsic value (the difference between the Company's closing stock price on the respective trading day and the exercise price, multiplied by the number of in-the-money options) that would have been received by the option holders had all option holders exercised their options on the respective trading day. The amount of aggregate intrinsic value will change based on the fair market value of the Company's common stock.

*Valuation and Expense Information Under Stock Compensation Topic ASC 718*

At March 31, 2012, total stock-based compensation cost which has not yet been recognized was \$47.6 million, all for unvested restricted stock. This cost is expected to be recognized over the next 63 months on a weighted-average basis.

The following table summarizes the stock-based compensation expense recorded for the three months ended March 31, 2011 and 2012 by expense line item (in thousands):

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	For the three months ended March 31,	
	2011	2012
Instruction and educational support	\$ 852	\$ 671
Marketing	16	
Admissions advisory		
General and administration	2,024	1,719
Stock-based compensation expense included in operating expense	2,892	2,390
Tax benefit	1,142	944
Stock-based compensation expense, net of income tax	\$ 1,750	\$ 1,446

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The following table summarizes information regarding all share-based payment arrangements for the three months ended March 31, 2011 and 2012 (in thousands):

	For the three months ended March 31,	
	2011	2012
Proceeds from stock options exercised	\$	\$
Excess tax shortfall related to exercise of stock options and vesting of restricted stock	\$ (933)	\$ (740)
Intrinsic value of stock options exercised <sup>(1)</sup>	\$	\$

- (1) Intrinsic value of stock options exercised is estimated by taking the difference between the Company's closing stock price on the date of exercise and the exercise price, multiplied by the number of options exercised for each option holder and then aggregated.

**7. Other Long-Term Liabilities**

Other long-term liabilities consist of the following as of December 31, 2011 and March 31, 2012 (in thousands):

	2011	2012
Deferred rent	\$ 10,302	\$ 10,741
Lease incentives	4,088	3,818
Deferred gain on sale of campus building	1,256	1,186
Fair value of interest rate swap (see Note 5)	1,010	1,073
Deferred payments (see Note 3)	5,000	5,000
	\$ 21,656	\$ 21,818

*Deferred Rent*

In accordance with ASC 840-20, the Company records rent expense on a straight-line basis over the initial term of a lease. The difference between the rent payment and the straight-line rent expense is recorded as a long-term liability. As of December 31, 2011 and March 31, 2012, the Company had deferred rent associated with its lease obligations of \$10.3 million and \$10.7 million, respectively.

*Lease Incentives*

In conjunction with the opening of new campuses, the Company, in some instances, was reimbursed by the lessors for improvements made to the leased properties. In accordance with the Operating Leases Subtopic, ASC 840-20, these improvements were capitalized as leasehold improvements and a long-term liability was established for the reimbursements. The leasehold improvements and the long-term liability are amortized on a straight-line basis over the corresponding lease terms, which range from five to 10 years. As of December 31, 2011 and March 31, 2012, the Company had deferred lease incentives of \$4.1 million and \$3.8 million, respectively.

*Deferred Gain on Sale of Campus Building*

In June 2007, the Company sold its Loudoun, Virginia campus building for \$5.8 million. The Company is leasing back most of the campus building over a 10-year period. In conjunction with this sale and lease back transaction, the Company realized a gain of \$2.8 million before tax, which is deferred and recognized over the 10-year lease term. The non-current portion of this gain, which is recorded as a long-term liability, was \$1.3 million and \$1.2 million, at December 31, 2011 and March 31, 2012 respectively.



**8. Income Taxes**

The Fair Value Measurements and Disclosures Topic, ASC 740, requires the Company to determine whether uncertain tax positions should be recognized within the Company's financial statements. As a result of the implementation of ASC 740, no material adjustment in the liability for unrecognized income tax benefits was recognized. The amount of unrecognized tax benefits at March 31, 2012 is immaterial. The Company recognizes interest and penalties related to uncertain tax positions in income tax expense. As of March 31, 2012, the amount of accrued interest related to uncertain tax positions was immaterial. The tax year 2011 is open for Federal tax examination, and the tax years 2008-2011 remain open to examination by the state and local taxing jurisdictions in which the Company is subject.

**9. Litigation**

From time to time, the Company is involved in litigation and other legal proceedings arising out of the ordinary course of its business. On October 15, 2010, a putative securities class action was filed in the United States District Court for the Middle District of Florida. On March 20, 2012, the Court granted the Company's motion to dismiss the complaint for failure to state a claim, and the plaintiff subsequently filed a notice of appeal. While the outcome of any further legal proceeding cannot be predicted with certainty, the Company does not expect these matters to have a material effect on its financial condition or results of operations.

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**10. Regulation**

On June 13, 2011, the Department of Education published its final regulations defining the term gainful employment. Under the regulations, which become effective July 1, 2012, a particular program offered by an institution would become ineligible for Title IV funding if it could not pass at least one of three alternative measurements in three out of four consecutive years. The first year that a program could become ineligible is 2015. The Company does not have adequate guidance or data from the Department of Education to determine the financial or operational impact, if any, of the new regulation, and therefore is unable to estimate any potential range of liability. The Department of Education has indicated that it would endeavor to provide additional guidance and illustrative data in 2012.

**11. Subsequent Events**

During April 2012, the Company borrowed and subsequently repaid \$13.0 million under the revolving credit facility.

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**ITEM 2: MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL  
CONDITION AND RESULTS OF OPERATIONS**

**Cautionary Notice Regarding Forward Looking Statements**

*Certain of the statements included in this Management's Discussion and Analysis of Financial Condition and Results of Operations as well as elsewhere in this report on Form 10-Q are forward-looking statements made pursuant to the Private Securities Litigation Reform Act of 1995 ( Reform Act ). Such statements may be identified by the use of words such as expect, estimate, assume, believe, anticipate, will, forecast, plan, project, or similar words. These statements are based on the Company's current expectations and are subject to a number of assumptions, risks and uncertainties. In accordance with the safe harbor provisions of the Reform Act, the Company has identified important factors that could cause the actual results to differ materially from those expressed in or implied by such statements. The assumptions, uncertainties and risks include the pace of growth of student enrollment, our continued compliance with Title IV of the Higher Education Act, and the regulations thereunder, as well as regional accreditation standards and state regulatory requirements, rulemaking by the Department of Education and increased focus by the U. S. Congress on for-profit education institutions, competitive factors, risks associated with the opening of new campuses, risks associated with the offering of new educational programs and adapting to other changes, risks relating to the timing of regulatory approvals, our ability to continue to implement our growth strategy, risks associated with the ability of our students to finance their education in a timely manner, and general economic and market conditions. Further information about these and other relevant risks and uncertainties may be found in the Company's annual report on Form 10-K and its other filings with the Securities and Exchange Commission. The Company undertakes no obligation to update or revise forward looking statements, except as may be required by law.*

***Additional Information***

*We maintain a website at <http://www.strayereducation.com>. The information on our website is not incorporated by reference in this Quarterly Report on Form 10-Q and our web address is included as an inactive textual reference only. We make available, free of charge through our website, our Annual Report on Form 10-K, Quarterly Reports on Form 10-Q, Current Reports on Form 8-K and amendments to those reports filed or furnished pursuant to Section 13(a) or 15(d) of the Exchange Act as soon as reasonably practicable after we electronically file such material with, or furnish it to, the SEC.*

**Results of Operations**

In the first quarter of 2012, we generated \$149.5 million in revenue, a 13% decrease compared to the same period in 2011, primarily as a result of a decline in average enrollment of 12%. Income from operations was \$40.9 million for the first quarter of 2012, a decrease of 31% compared to the same period in 2011. Net income was \$24.0 million, a decrease of 33% compared to the same period in 2011. Diluted earnings per share was \$2.09 in the first quarter of 2012 compared to \$2.80 in the same period in 2011, a decrease of 25%.

Key enrollment trends by quarter were as follows:

Although we do not know for sure why our enrollment trends over the last eighteen months and that of the proprietary higher education sector generally have been negative, we believe that sustained levels of high unemployment and the resulting lower confidence in job prospects are contributing factors. The 19% decline in our new students in 2011 will have an adverse impact on 2012 enrollment since there will be fewer students from 2011 continuing their education in 2012.

We cannot predict future enrollments or whether new student enrollment will decline further, stabilize or increase in response to the economy or other factors. We

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can describe what we think our business model may look like financially under different enrollment scenarios. We implemented a 3% tuition increase in 2012 and announced our plan to open eight new campuses in 2012 subject to regulatory approval. Based on this investment plan, assuming we continue to increase our expenditures on faculty, marketing and admissions advisory services as we open new campuses and assuming 11,700,000 diluted weighted average shares outstanding and an effective tax rate of 39.5%, the Company expects its business model may perform as follows.

<b>Assumed new student enrollment (vs. 2011)</b>	<b>-10%</b>	<b>0%</b>	<b>10%</b>
Total student enrollment (vs. 2011)	-9%	-6%	-3%
Revenue (millions)	\$ 570	\$ 590	\$ 610
Operating income margin	21% to 22%	23% to 24%	25% to 26%
Diluted earnings per share	\$ 6.00 to \$6.20	\$ 6.90 to \$7.10	\$ 7.80 to \$8.00

**Three Months Ended March 31, 2012 Compared to Three Months Ended March 31, 2011**

*Enrollment.* Enrollment at Strayer University for the 2012 winter term, which began January 2, 2012 and ended March 19, 2012, decreased 12% to 50,432 students compared to 57,608 students for the same term in 2011. Across the Strayer University campus and online system, new student enrollments decreased approximately 8% and continuing student enrollments decreased approximately 13%. Global online enrollments decreased 17%, while students taking 100% of their classes online (including campus based students) decreased 9%.

*Revenues.* Revenues decreased 13% to \$149.5 million in the first quarter of 2012 from \$172.0 million in the first quarter of 2011, principally due to a 12% decrease in enrollment.

*Instruction and educational support expenses.* Instruction and educational support expenses decreased slightly by \$1.2 million, or 2%, to \$73.8 million in the first quarter of 2012 from \$75.0 million in the first quarter of 2011. This decrease was principally due to lower faculty compensation costs associated with lower enrollment during the first quarter of 2012, despite the increase in the number of campuses. Instruction and educational support expenses as a percentage of revenues increased to 49.3% in the first quarter of 2012 from 43.6% in the first quarter of 2011, largely due to faculty and facility costs decreasing at a significantly lower rate than tuition revenue.

*Marketing expenses.* Marketing expenses decreased slightly by \$0.5 million, or 4%, to \$15.5 million in the first quarter of 2012 from \$16.0 million in the first quarter of 2011. Marketing expenses as a percentage of revenues increased to 10.3% in the first quarter of 2012 from 9.3% in the first quarter of 2011.

*Admissions advisory expenses.* Admissions advisory expenses decreased slightly by \$0.4 million, or 6% to \$6.8 million in the first quarter of 2012 from \$7.2 million in the first quarter of 2011. This decrease was principally due to reduced admissions material costs associated with lower student enrollment in the first quarter of 2012. Admissions advisory expenses as a percentage of revenues increased to 4.5% in the first quarter of 2012 from 4.2% in the first quarter of 2011.

*General and administration expenses.* General and administration expenses decreased \$1.9 million, or 13%, to \$12.6 million in the first quarter of 2012 from \$14.5 million in the first quarter of 2011. The decrease is primarily due to lower other administrative expenses (e.g., professional services, relocation cost, etc.) incurred in the first quarter of 2012 compared to the same period in 2011. General and administration expenses as a percentage of revenues increased slightly to 8.5% in the first quarter of 2012 from 8.4% in the first quarter of 2011.

*Income from operations.* Income from operations decreased \$18.3 million, or 31%, to \$40.9 million in the first quarter of 2012 from \$59.2 million in the first quarter of 2011, due to the aforementioned factors.

*Investment income.* Investment income decreased from \$0.1 million to approximately \$1,000 in the first quarter of 2012. The decrease was principally due to lower investment yields on existing cash balances.

*Interest expense.* Interest expense increased \$1.0 million to \$1.2 million in the first quarter of 2012 compared to \$0.2 million in the first quarter of 2011 due to an increase in average borrowings from a term loan and revolving credit facility.

*Provision for income taxes.* Income tax expense decreased \$7.7 million, or 33%, to \$15.7 million in the first quarter of 2012 from \$23.4 million in the first quarter of 2011, primarily due to the decrease in income before taxes attributable to the factors discussed above. Our effective tax rate was 39.5% for each of the first quarters of 2011 and 2012.

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*Net income.* Net income decreased \$11.8 million, or 33%, to \$24.0 million in the first quarter of 2012 from \$35.8 million in the first quarter of 2011, because of the factors discussed above.

### **Liquidity and Capital Resources**

At March 31, 2012, we had cash and cash equivalents of \$52.7 million compared to \$57.1 million at December 31, 2011, and \$71.1 million at March 31, 2011. At March 31, 2012, most of our excess cash was invested in bank overnight deposits and money market funds.

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On April 4, 2011, we entered into an amended and restated revolving credit and term loan agreement. This credit facility, which is secured by our assets, provides for a \$100 million revolving credit facility and \$100 million term loan facility with a maturity date of March 31, 2014. At March 31, 2012, we had \$92.5 million outstanding under the term loan facility and no outstanding balance under the revolving credit facility. In April 2012, we borrowed \$13.0 million under the revolving credit facility, which was subsequently repaid.

For the three months ended March 31, 2012, we generated \$36.5 million net cash from operating activities compared to \$67.2 million for the same period in 2011. Capital expenditures were \$4.1 million for the quarter ended March 31, 2012 compared to \$11.4 million for the same period in 2011. During the quarter ended March 31, 2012, we paid a regular, quarterly common stock dividend of \$11.9 million (\$1.00 per share). The Company had \$80.0 million of share repurchase authorization remaining at March 31, 2012. No shares were repurchased in the first quarter 2012.

In the first quarter of 2012, bad debt expense as a percentage of revenues was 3.8% compared to 3.5% for the same period in 2011. Days sales outstanding was 14 days at the end of the first quarter of 2012, compared to 13 days at the end of the first quarter of 2011.

We believe that existing cash and cash equivalents, cash generated from operating activities, and if necessary, cash borrowed under the revolving credit facility, will be sufficient to meet our requirements for at least the next 12 months.

The table below sets forth our contractual commitments, including our revolving credit facility, as of March 31, 2012. Although they have historically been paid, dividends are not a contractual commitment and, therefore, have been excluded from this table.

	Total	Payments due by period (in thousands)			After 5 Years
		Within 1 Year	2-3 Years	4-5 Years	
Operating leases	\$ 241,762	\$ 37,569	\$ 74,438	\$ 60,555	\$ 69,200
Revolving credit facility					
Term loan	92,500	30,000	62,500		
Total	\$ 334,262	\$ 67,569	\$ 136,938	\$ 60,555	\$ 69,200

**New Campuses**

The Company plans to open four new campuses for the 2012 summer term subject to regulatory approval. Two of the new campuses are located in Minneapolis, Minnesota, a new market for Strayer University. The other two new campuses are planned to open in Chicago, Illinois and will represent the University's third and fourth campuses in that market. Including these four new campuses, the Company plans to open a total of eight new campuses in 2012, subject to regulatory approval.

**Table of Contents****ITEM 3: QUANTITATIVE AND QUALITATIVE DISCLOSURES****ABOUT MARKET RISK**

We are subject to the impact of interest rate changes and may be subject to changes in the market values of our future investments. We invest our excess cash in bank overnight deposits, money market funds and marketable securities. We have not used derivative financial instruments in our investment portfolio. Earnings from investments in bank overnight deposits, money market mutual funds, and marketable securities may be adversely affected in the future should interest rates decline, although such a decline may reduce the interest rate payable on any borrowings under our revolving credit facility. Our future investment income may fall short of expectations due to changes in interest rates or we may suffer losses in principal if forced to sell securities that have declined in market value due to changes in interest rates. As of March 31, 2012, a 1% increase or decrease in interest rates would not have a material impact on our future earnings, fair values, or cash flows related to investments in cash equivalents or interest earning marketable securities.

Changing interest rates could also have a negative impact on the amount of interest expense we incur. We are party to an Amended and Restated Revolving Credit and Term Loan Agreement providing for a \$100 million revolving credit facility and a \$100 million term loan facility. Borrowings under the \$100 million revolving credit facility bear interest at LIBOR or a base rate plus a margin ranging from 2.25% to 2.75%, depending on our leverage ratio. We are also party to an interest rate swap arrangement for the \$100 million term loan facility that fixes our interest rate on the term loan facility at approximately 3.6% for the duration of the term loan. Although an increase in LIBOR would not affect interest expense on the term loan, it would affect interest expense on any outstanding balance of the revolving credit facility and the fair value of the interest rate swap arrangement. For every 100 basis points increase in LIBOR, we would incur an incremental \$1.0 million in interest expense per year assuming the entire \$100 million revolving credit facility were utilized. A 100 basis point increase or decrease in LIBOR would not materially affect the value of our interest rate swap.

**ITEM 4: CONTROLS AND PROCEDURES**

- (a) *Disclosure Controls and Procedures.* The Company's Chief Executive Officer and Chief Financial Officer have evaluated the effectiveness of the Company's disclosure controls and procedures as of March 31, 2012. Based upon such review, the Chief Executive Officer and Chief Financial Officer have concluded that the Company has in place, as of March 31, 2012, effective controls and procedures designed to ensure that information required to be disclosed by the Company (including consolidated subsidiaries) in the reports it files or submits under the Securities Exchange Act of 1934, as amended, and the rules thereunder, is recorded, processed, summarized and reported within the time periods specified in the Commission's rules and forms. Disclosure controls and procedures include, without limitation, controls and procedures designed to ensure that information required to be disclosed by an issuer in reports it files or submits under the Securities Exchange Act is accumulated and communicated to the Company's management, including its principal executive officer or officers and principal financial officer or officers, or persons performing similar functions, as appropriate to allow timely decisions regarding required disclosure.
- (b) *Internal Control Over Financial Reporting.* There have not been any changes in the Company's internal control over financial reporting during the quarter ended March 31, 2012 that have materially affected, or are reasonably likely to materially affect, the Company's internal control over financial reporting.

**PART II OTHER INFORMATION****Item 1. Legal Proceedings.**

From time to time, we are involved in litigation and other legal proceedings arising out of the ordinary course of its business. On October 15, 2010, a putative securities class action was filed in the United States District Court for the Middle District of Florida. On March 20, 2012, the Court granted our motion to dismiss the complaint for failure to state a claim, and the plaintiff subsequently filed a notice of appeal. While the outcome of any further legal proceeding cannot be predicted with certainty, we do not expect these matters to have a material effect on our financial condition or results of operations.



**Item 1A. Risk Factors**

You should carefully consider the factors discussed in Part I, Item 1A. Risk Factors in our Annual Report on Form 10-K for the year ended December 31, 2011, which could materially affect our business. There have been no material changes to the risk factors previously described in Part I, Item 1A included in the Company's Annual Report on Form 10-K for the year ended December 31, 2011. Those risks are incorporated herein by this reference. The risks described in our Annual Report on Form 10-K are not the only risks facing our Company. Additional risks and uncertainties not currently known to us or that we currently deem to be immaterial also may materially adversely affect our business.

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**Item 2. Unregistered Sales of Equity Securities and Use of Proceeds.**

During the three months ended March 31, 2012, we did not repurchase any shares of common stock under our repurchase program. The remaining authorization for our common stock repurchases was \$80.0 million at March 31, 2012 for use during the remainder of 2012. During the three months ended March 31, 2012 we did not sell any securities that were not registered under the Securities Act of 1933, as amended.

**Item 3. Defaults Upon Senior Securities.**

None

**Item 5. Other Information.**

None

**Item 6. Exhibits**

- 31.1 Certification of Chief Executive Officer pursuant to Rule 13a-14(a) of the Securities Act.
- 31.2 Certification of Chief Financial Officer pursuant to Rule 13a-14(a) of the Securities Act.
- 32.1 Certification of Chief Executive Officer pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.
- 32.2 Certification of Chief Financial Officer pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.
- 101. INS XBRL Instance Document
- 101. SCH XBRL Schema Document
- 101. CAL XBRL Calculation Linkbase Document
- 101. LAB XBRL Labels Linkbase Document
- 101. PRE XBRL Presentation Linkbase Document
- 101. DEF XBRL Definition Linkbase Document

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SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

STRAYER EDUCATION, INC.

By: /s/ Mark C. Brown

Mark C. Brown  
Executive Vice President and

Chief Financial Officer

Date: April 30, 2012

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**Exhibit Index**

Exhibit	Description
31.1	Certification of Chief Executive Officer pursuant to Rule 13a-14(a) of the Securities Act.
31.2	Certification of Chief Financial Officer pursuant to Rule 13a-14(a) of the Securities Act.
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32.2	Certification of Chief Financial Officer pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.
101.INS	XBRL Instance Document
101.SCH	XBRL Schema Document
101.CAL	XBRL Calculation Linkbase Document
101.LAB	XBRL Labels Linkbase Document
101.PRE	XBRL Presentation Linkbase Document
101.DEF	XBRL Definition Linkbase Document