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Laws in For-Profit Education"*

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Consolidated Amended Complaint for Violations of the Securities Exchange Act of 1934 Against: Corinthian Colleges, Inc., David Moore, Anthony Digiovanni and Dennis Beal

**Summary of Action from the Amended
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Complete copy of lawsuit available by e-
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**Corinthian Colleges Responds to Amended
Class Action Complaint**
The company and the individuals named
will vigorously defend against it. p.15



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Corinthian Colleges Accused of Fraud

Former employees of Corinthian Colleges, Inc. have alleged that the company routinely falsified students' financial-aid applications in order to win federal funds, according to an amended lawsuit filed in federal court in Los Angeles. p.15

CAREER COLLEGE UPDATES

Retreat Promotes Science to Girls

Female technology leaders, in an event sponsored by DeVry University, pass along their passion to about 300 high school girls. p.17

DeVry's Program for Females Seeks to Broaden Diversity of IT

Information technology still isn't the most gender diverse of fields. DeVry University and Accenture Technology Solutions have launched a program they hope will change that. p.17

American Bar Association Grants Approval to Western State University College of Law

Last February, the ABA was on the verge of voting on a resolution to withdraw provisional approval because the school had reached the end of five years of provisional approval without attaining full approval as required. p.18

NEW CAMPUS LOCATIONS AND PERSONNEL

NEW CAMPUS LOCATIONS

Corinthian Colleges has opened its fifth **Olympia College** in the greater Chicago area. The North Aurora campus is the third branch campus opened in fiscal 2005. p.19

Universal Technical Institute, Inc. has completed its campus purchase in the Boston area. The facility in Norwood, Massachusetts will house a new undergraduate automotive technician training campus. p.19

Virginia-based **Strayer Education** is opening two campuses in Tampa aimed at courting working adults who want postsecondary education. The campuses will be the company's first in Florida. p.20

The **University of Phoenix** is planning a Norwalk, Connecticut campus. The company is

also opening its third Chicago campus with a location in the downtown loop area. p.21

NEW PERSONNEL

Corinthian Colleges has promoted **Robert C. Owen** to senior vice president and chief accounting officer, which is a new position. p.23

Laureate Education has named **Daniel Nickel** as executive vice president, corporate operations with global responsibility for human resources. p.23

The National Commission of Cosmetology Arts & Sciences (NACCAS) has selected **Christopher C. Walck** as the new executive director. p.23

CORPORATE SCHOOL NEWS AND REPORTS

CECO Career Education Corporation

The company reported for the full fiscal 2004 year a revenue increase of 47 percent to \$1.73 billion, with net income of \$179.6 million and total student population up 21 percent to approximately 101,500 students. p.24

EDMC Education Management Corporation

The company reported for the quarter net revenues increased 18.4 percent over the prior year period to \$275.8 million and net income grew 23.1 percent to \$39.6 million. p.26

EVCi EVCi Career Colleges, Inc.

The company reports it expects to show year end revenues of \$33.1 million. It also announced student enrollments reached 3,700 full-time students, an increase of 32 percent from last year's spring semester. p.27

LAUR Laureate Education, Inc.

The company has reported full-year 2004 revenues increased 37 percent to \$648.0 million and total operating income for 2004 increased to \$91.2 million. Campus-based enrollment increased 35 percent year-over-year to 138,394 students. p.28

STRA Strayer Education, Inc.

The company has reported winter 2005 total enrollments up 18 percent, new students up 22 percent and online enrollment up 53 percent. Revenues for the year ended December 31, 2004 increased 25 percent to \$183.2 million. p.29

UTI Universal Technical Institute

The company reported revenues for the first quarter were \$73.3 million, a 24.2 percent increase from last year with operating margin for the quarter at 21.1 percent, down from 23.7 percent for the previous year. p.31

WPO The Washington Post Company's Kaplan Colleges

The company reported that the education unit has overtaken publishing as the company's biggest revenue generator and had a 28 percent increase in revenue to \$306.3 million. The results included revenue from newly acquired businesses. p.32

ACQUISITIONS AND MERGERS

Kaplan Higher Education Acquires Andover College

The Maine school is Kaplan's first campus in the state and expands the campus network to 72 locations in 17 states. p.33

LEGAL ISSUES AND INVESTIGATIONS

Goodkind Labaton Rudoff & Sucharow LLP Continues its Investigation of Career Education Corporation

The plaintiffs have been given leave to file a second amended complaint, adding more specific and relevant information by March 11, 2005. p. 34

FINANCE AND INVESTMENT

New Horizons Announces \$6 Million Investment from Camden Partners

The partners have invested \$6 million in the company for strategic initiatives and expansion capital. p.35

U.S. Education Stocks Drop on Ongoing Legal Concerns

Shares of for-profit U.S. education companies slumped on continuing concerns over lawsuits by former students and employees, and ongoing regulatory investigations into accounting and marketing practices, analysts said. p.36

AD WARS

As the battle for reauthorization grows in intensity following the recent *60 Minutes* story, a coalition of higher education organizations has launched an ad campaign reminding Congress of the "bad old days" of higher education scandals. p.37

In anticipation and response to the *60 Minutes* story, the Career College Association has released a series of 5 ads making the case for private career education. p.38