

RESOURCE AMERICA, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS – (Continued)
DECEMBER 31, 2011
(unaudited)

NOTE 20 – OPERATING SEGMENTS

The Company's operations include three reportable operating segments that reflect the way the Company manages its operations and makes its business decisions. In addition to its reporting operating segments, certain other activities are reported in the "all other" category. Summarized operating segment data is as follows (in thousands) (unaudited):

	<u>Real Estate</u>	<u>Financial Fund Management</u>	<u>Commercial Finance</u>	<u>All Other (1)</u>	<u>Total</u>
Three Months Ended December 31, 2011					
Revenues from external customers	\$ 8,060	\$ 5,913	\$ 4,134	\$ –	\$ 18,107
Equity in earnings (losses) of unconsolidated entities	606	666	(715)	–	557
Total revenues	8,666	6,579	3,419	–	18,664
Segment operating expenses	(7,192)	(5,804)	(1,963)	–	(14,959)
General and administrative expenses	(78)	(869)	–	(1,949)	(2,896)
Gain on sale of leases and loans	–	–	37	–	37
Provision for credit losses	(104)	–	(2,146)	–	(2,250)
Depreciation and amortization	(323)	(37)	(1,556)	(145)	(2,061)
Gain on deconsolidation of LEAF	–	–	8,749	–	8,749
Loss on extinguishment of debt	–	–	–	(2,190)	(2,190)
Gain on sale of investment securities, net	–	41	–	17	58
Interest expense	(215)	–	(1,691)	(1,068)	(2,974)
Other income (expense), net	117	577	–	(135)	559
Pretax income attributable to noncontrolling interests (2)	(25)	–	(224)	–	(249)
Income (loss) including noncontrolling interests before intercompany interest expense and taxes	846	487	4,625	(5,470)	488
Intercompany interest (expense) income	–	–	(29)	29	–
Income (loss) from continuing operations including noncontrolling interests before taxes	<u>\$ 846</u>	<u>\$ 487</u>	<u>\$ 4,596</u>	<u>\$ (5,441)</u>	<u>\$ 488</u>
Three Months Ended December 31, 2010					
Revenues from external customers	\$ 6,791	\$ 6,675	\$ 1,787	\$ –	\$ 15,253
Equity in earnings (losses) of unconsolidated entities	83	1,655	(311)	–	1,427
Total revenues	6,874	8,330	1,476	–	16,680
Segment operating expenses	(5,461)	(6,720)	(4,273)	–	(16,454)
General and administrative expenses	(97)	(994)	–	(2,025)	(3,116)
Gain on sale of leases and loans	–	–	11	–	11
Provision for credit losses	–	–	(1,606)	–	(1,606)
Depreciation and amortization	(315)	(45)	(628)	(137)	(1,125)
Gain on sale of management contract	–	6,520	–	–	6,520
(Loss) gain on sale of investment securities, net	–	(1,470)	–	9	(1,461)
Interest expense	(275)	–	(611)	(1,483)	(2,369)
Other income, net	122	659	2	303	1,086
Pretax (income) loss attributable to noncontrolling interests (2)	(4)	–	967	–	963
Income (loss) including noncontrolling interests before intercompany interest expense and taxes	844	6,280	(4,662)	(3,333)	(871)