“Safe Harbor” Statement under the Private Securities Litigation Reform Act of 1995:
This presentation contains “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. These statements relate to future events or DLH’s future financial performance. When used in this presentation, the words “believe,” “anticipate,” “think,” “intend,” “plan,” “will be,” “expect,” “estimates,” and statements in this presentation regarding DLH’s business which are not historical facts, are “forward-looking statements” that involve risks and uncertainties which could cause actual events or the actual future results of the company to differ materially from any forward-looking statement. Such risks and uncertainties include, among other things our ability to secure contract awards, including the ability to secure renewals of contracts under which we currently provide services; our ability to enter into contracts with United States Government facilities and agencies on terms attractive to us and to secure orders related to those contracts; changes in the timing of orders for and our placement of professionals and administrative staff; the overall level of demand for the services we provide; the variation in pricing of the contracts under which we place professionals; government contract procurement (such as bid protest, small business set asides, loss of work due to organizational conflicts of interest, etc.) and termination risks; the results of government audits and reviews; our ability to manage growth effectively; the performance of our management information and communication systems; the effect of existing or future government legislation and regulation; changes in government and customer priorities and requirements (including changes to respond to the priorities of Congress and the Administration, budgetary constraints, and cost-cutting initiatives); economic, business and political conditions domestically (including the impact of uncertainty regarding U.S. debt limits and actions taken related thereto); the impact of medical malpractice and other claims asserted against us; the disruption or adverse impact to our business as a result of a terrorist attack; the loss of key officers, and management personnel; the competitive environment for our services; the effect of recognition by us of an impairment to goodwill and intangible assets; other tax and regulatory issues and developments; the effect of adjustments by us to accruals for self-insured retentions; our ability to obtain any needed financing; and the effect of other events and important factors disclosed previously and from time-to-time in DLH’s filings with the U.S. Securities Exchange Commission. For a discussion of such risks and uncertainties which could cause actual results to differ from those contained in the forward-looking statements, see “Risk Factors” in the company’s periodic reports filed with the SEC, including our Annual Report on Form 10-K for the fiscal year ended September 30, 2012. In light of the significant risks and uncertainties inherent in the forward-looking statements included herein, the inclusion of such statements should not be regarded as a representation by the company or any other person that the objectives and plans of the Company will be achieved. The forward-looking statements contained in this presentation are made as of the date hereof and may become outdated over time. The Company does not assume any responsibility for updating any forward-looking statements.
PARTICIPANTS

- Zach Parker, President & CEO
- Kathryn JohnBull, CFO
AGENDA

- CEO Overview | Zach Parker, President & CEO
- Key Financials | Kathryn JohnBull, CFO
- Market Outlook | Zach Parker, President & CEO
- Questions & Answers | All
CEO OVERVIEW

Zach Parker | President & CEO
REVENUE & GROSS PROFIT TRENDS

REVENUE

GROSS PROFIT

13% INCREASE OVER PRIOR YEAR

4% SEQUENTIAL INCREASE

57% SEQUENTIAL INCREASE

14% INCREASE OVER PRIOR YEAR
PROJECT

L.E.A.N.

Eliminate Waste

Improve Quality

Reduce Lead Time

Reduce Costs

L.E.A.N.
PROGRESS IN OUR STRATEGIC FRAMEWORK

HEALTHCARE

LOGISTICS/TECHNICAL

CONTINGENCY/STAFF AUGMENTATION

DLH MARKET DIFFERENTIATORS

LARGE, STABLE ADDRESSABLE MARKET/NATIONAL PRIORITY
### Financial Highlights

For the Three Months Ended December 31,

<table>
<thead>
<tr>
<th></th>
<th>2012</th>
<th>2011</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating revenues</td>
<td>$12,994</td>
<td>$11,495</td>
</tr>
<tr>
<td>Gross profit</td>
<td>$1,788</td>
<td>$1,567</td>
</tr>
<tr>
<td>Gross profit percentage</td>
<td>13.8%</td>
<td>13.6%</td>
</tr>
<tr>
<td>Loss from operations</td>
<td>(94)</td>
<td>(210)</td>
</tr>
<tr>
<td>Net loss</td>
<td>(128)</td>
<td>(389)</td>
</tr>
<tr>
<td>Loss per share – basic and diluted</td>
<td>$ (0.01)</td>
<td>$ (0.06)</td>
</tr>
<tr>
<td>Other Data</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Adjusted EBITDA</td>
<td>$29</td>
<td>$(16)</td>
</tr>
<tr>
<td>Description</td>
<td>2012</td>
<td>2011</td>
</tr>
<tr>
<td>----------------------------------------------------------------------------</td>
<td>-------</td>
<td>-------</td>
</tr>
<tr>
<td>Net loss</td>
<td>$ (128)</td>
<td>$ (389)</td>
</tr>
<tr>
<td>(i) interest and other expenses (net)</td>
<td>34</td>
<td>179</td>
</tr>
<tr>
<td>(ii) provision for taxes</td>
<td>—</td>
<td>—</td>
</tr>
<tr>
<td>(iii) amortization and depreciation</td>
<td>33</td>
<td>23</td>
</tr>
<tr>
<td>(iv) G&amp;A expenses — equity grants</td>
<td>90</td>
<td>171</td>
</tr>
<tr>
<td><strong>Adjusted EBITDA</strong></td>
<td><strong>$ 29</strong></td>
<td><strong>$ (16)</strong></td>
</tr>
</tbody>
</table>
MARKET OUTLOOK: SEQUESTRATION - BUDGET CUTS

- Requires across the board budget cuts
- All military services have issued planning guidance
- **Veteran Affairs programs** and military pay are exempt
MARKET OUTLOOK:
VA BUDGET REMAINS UNTOUCHED

Estimated Impact of Sequestration:

Civilian Agency FY 2013 Available Budget Resources ($ billions)

- Under BCA, overall civilian agency discretionary spending declines $39B. Based on FY 2012 enacted amounts, total civilian agency discretionary spending declines from $551B in FY 2012 to $512B in FY 2013.

- Excluding all VA spending per BCA, discretionary spending for all other agencies declines by 7.8%.

Source: CGR Associates, Inc. analysis of OMB FY13 Mid-Session Review and CBO data.
CONFIDENCE IN OUR STRATEGY & PERFORMANCE

- Market-driven strategy
- Stability against Sequestration
- Aligned with national priority programs
- Large, addressable markets
- Outstanding performance continues
- Investing in People, Processes, and Tools (PPT)
Please contact Don Weinberger (don@wolfeaxelrod.com) or Adam Lowensteiner (adam@wolfeaxelrod.com) with any questions subsequent to the live call.