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**CRAZY  
EDDIE.**

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FOR IMMEDIATE RELEASE

CRAZY EDDIE INC. ANNOUNCES RESULTS FOR FISCAL YEAR 1987

EDISON, NEW JERSEY, April 28, 1987 -- Crazy Eddie, Inc. (NASDAQ-CRZY) today reported that the Company had net earnings of \$10,600,000, or \$0.34 per share, on sales of \$352.5 million for the fiscal year which ended on March 1, 1987, compared with earnings of \$13,200,000, or \$0.48 per share on sales of \$262.3 million for fiscal 1986.

For the fourth quarter of fiscal 1987, the thirteen weeks ended March 1, 1987, Crazy Eddie reported earnings of \$750,000, or \$0.02 per share, on sales of \$122.1 million, compared with earnings of \$7,100,000, or \$0.26 per share, on sales of \$99.8 million for the fourth quarter of fiscal 1986.

Crazy Eddie, Inc. is a leading retailer of home entertainment and consumer electronics products in the tri-state metropolitan area, with 36 stores, including eighteen in New York, thirteen in New Jersey, four in Connecticut and one in Pennsylvania.

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- Table Follows -

CRAZY EDDIE, INC.

FOURTH QUARTER ENDED

	March 1, 1987 -----	March 2, 1986 -----	Percent Increase
NET SALES	\$122,100,000	\$ 99,800,000	22.3%
Cost of Sales	97,100,000	70,200,000	38.3%
Gross Profit	25,000,000	29,600,000	(15.5%)
Gross Margin %	20.5%	29.6%	
Selling, General & Admin. Expense	23,400,000	16,200,000	44.4%
S. G. & A. %	19.2%	16.2%	
OPERATING INCOME	1,600,000	13,400,000	(88.1%)
Operating Margin %	1.3%	13.4%	
Interest & Other Income	2,200,000	1,000,000	120.0%
Interest Expense	(1,900,000)	(200,000)	850.0%
Income Before Pension and Taxes	1,900,000	14,200,000	(86.6%)
Pension Contribution	200,000	500,000	(60.0%)
Income Before Taxes	1,700,000	13,700,000	(87.6%)
Income Taxes	950,000	6,600,000	(85.6%)
Effective Tax Rate	55.9%	47.9%	
NET INCOME	750,000	7,100,000	
Net Margin %	.6%	7.1%	
EARNINGS PER SHARE* (1)	\$0.02	\$0.26	(90.6%)

\* Weighted average number of common shares outstanding during the quarter ended was 31,300,000 versus 27,800,000 during quarter ended March 2, 1986

(1) Earnings per share were computed on a primary basis. Options & warrants outstanding during the period were not dilutive. For the period ended March 1, 1987 convertible subordinated debentures, although convertible stock equivalents, were anti-dilutive so not included in the calculation of primary earnings per share.