

SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, DC 20549

FORM 8-K

CURRENT REPORT

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

Date of Report (Date of earliest event reported): January 25, 2005

Commission File Number 1-05707

GENERAL EMPLOYMENT ENTERPRISES, INC.
(Exact name of registrant as specified in its charter)

| | |
|---|--|
| Illinois | 36- 6097429 |
| (State or other jurisdiction of incorporation or organization) | (I.R.S. Employer Identification Number) |

| | |
|--|------------|
| One Tower Lane, Suite 2100, Oakbrook Terrace, Illinois | 60181 |
| (Address of principal executive offices) | (Zip Code) |

Registrant's telephone number, including area code: (630) 954-0400

Item 2.02, Results of Operations and Financial Condition.

On January 25, 2005, General Employment Enterprises, Inc. issued a press release containing information regarding its results of operations and financial condition for the quarter ended December 31, 2004. A copy of the press release is furnished as an exhibit to this Form 8-K Current Report.

Item 9.01, Financial Statements and Exhibits.

The following exhibit is filed as a part of this report:

| No. | Description of Exhibit |
|-----|------------------------|
|-----|------------------------|

| | |
|-------|---|
| 99.01 | Press release issued by General Employment Enterprises, Inc., dated January 25, 2005. |
|-------|---|

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.

GENERAL EMPLOYMENT ENTERPRISES, INC.
(Registrant)

| | |
|------------------------|--|
| Date: January 26, 2005 | By: /s/ Kent M. Yauch |
| | Kent M. Yauch |
| | Vice President, Chief Financial Officer and Treasurer |

General Employment News Release

General Employment Enterprises, Inc., Oakbrook Terrace Tower,
Suite 2100, Oakbrook Terrace, IL 60181, (630) 954-0400
AMEX: JOB

FOR IMMEDIATE RELEASE

January 25, 2005

COMPANY: General Employment Enterprises, Inc.

CONTACT: Doris A. Bernar
Communications Manager & Assistant Corporate Secretary
Phone (630) 954-0495 (630) 954-0592 fax
invest@genp.com e-mail

General Employment Reports
First Quarter Results

OAKBROOK TERRACE, IL - General Employment Enterprises,
Inc. (AMEX: JOB) announced its results for the quarter
ended December 31, 2004.

First Quarter Results

The Company reported net income of \$119,000, or \$.02
per share, for the quarter ended December 31, 2004,
compared with a net loss of \$462,000 or \$.09 per share,
for the same quarter last year.

The Company's consolidated net revenues for the quarter
were \$4,882,000, up 15% from \$4,230,000 last year.
Contract service revenues of \$2,959,000 were down 3%
from last year, while placement service revenues of
\$1,923,000 increased 64%.

Commenting on the Company's first quarter performance,
Herbert F. Imhoff, Jr., board chairman and CEO, said,
"The demand for the Company's placement services has
improved considerably since the first quarter of last
year. The increase in placement service revenues was
achieved through a combination of a 34% increase in the
number of placements and a 26% increase in the average
placement fee. Contract service revenues were down for
the quarter, despite a 5% increase in billable hours,
because of filling lower-paid positions and pressures
on pricing in that division."

(more)

GENERAL EMPLOYMENT ENTERPRISES, INC.
ADD ONE

Mr. Imhoff concluded, "Due to cost-reduction actions
taken by management, general and administrative
expenses were down \$208,000 (12%) from the first
quarter of last year. The combination of improved
revenues and reduced expenses enabled the Company to
return to profitability for the quarter."

Business Information

This news release contains forward-looking statements
that are based on management's current expectations and
are subject to risks and uncertainties. Some of the

factors that could affect the Company's future performance include, but are not limited to, general business conditions, the demand for the Company's services, competitive market pressures, the ability of the Company to attract and retain qualified personnel for regular full-time placement and contract assignments, and the ability of the Company to attract and retain qualified corporate and branch management.

General Employment provides professional staffing services through a network of 19 branch offices located in 10 states, and specializes in information technology, accounting and engineering placements. The Company's shares are traded on the American Stock Exchange under the trading symbol JOB.

(more)

GENERAL EMPLOYMENT ENTERPRISES, INC.
ADD TWO

GENERAL EMPLOYMENT ENTERPRISES, INC.
CONSOLIDATED STATEMENT OF OPERATIONS
(In Thousands, Except Per Share)

| | Three Months Ended December 31 | |
|--|-----------------------------------|----------|
| | 2004 | 2003 |
| Net revenues: | | |
| Contract services | \$2,959 | \$3,059 |
| Placement services | 1,923 | 1,171 |
| Net revenues | 4,882 | 4,230 |
| Operating expenses: | | |
| Cost of contract services | 2,083 | 2,141 |
| Selling | 1,154 | 785 |
| General and administrative | 1,546 | 1,754 |
| Total operating expenses | 4,783 | 4,680 |
| Income (loss) from operations | 99 | (450) |
| Investment income | 20 | 17 |
| Income (loss) from continuing operations | 119 | (433) |
| Loss from discontinued operations(1) | -- | (29) |
| Net income (loss)(2) | \$ 119 | \$ (462) |
| Average number of shares: | | |
| Basic | 5,137 | 5,121 |
| Diluted | 5,399 | 5,121 |
| Income (loss) per share - basic and diluted: | | |
| Income (loss) from continuing operations | \$.02 | \$ (.08) |
| Loss from discontinued operations | -- | (.01) |
| Net income (loss) | \$.02 | \$ (.09) |

(1) In September 2004, the Company completed a transaction to sell the assets and business operations of its Pittsburgh, Pennsylvania staffing business, which is reflected as discontinued operations.

(2) There was no provision for income taxes for the period ended December 31, 2004, because of the utilization

of losses carried forward from prior years. There was no credit for income taxes as a result of the pretax losses for the period ended December 31, 2003, because the losses were carried forward and there was not sufficient assurance that a future tax benefit would be realized.

(more)

GENERAL EMPLOYMENT ENTERPRISES, INC.
ADD THREE

GENERAL EMPLOYMENT ENTERPRISES, INC.
SUMMARIZED CONSOLIDATED BALANCE SHEET INFORMATION
(In Thousands)

| | December 31 2004 | September 30 2004 |
|---|---------------------|----------------------|
| Assets: | | |
| Cash and cash equivalents | \$4,224 | \$4,437 |
| Accounts receivable, net, and other current assets | 2,329 | 2,319 |
| Total current assets | 6,553 | 6,756 |
| Property and equipment, net | 469 | 538 |
| Total assets | \$7,022 | \$7,294 |
| Liabilities and shareholders' equity: | | |
| Current liabilities | \$1,730 | \$2,126 |
| Shareholders' equity | 5,292 | 5,168 |
| Total liabilities and shareholders' equity | \$7,022 | \$7,294 |