

BARNES & NOBLE, INC. AND SUBSIDIARIES
Consolidated Statements of Operations
(In thousands, except per share data)

	<u>13 weeks ended</u>	<u>14 weeks ended</u>	<u>52 weeks ended</u>	<u>53 weeks ended</u>
	<u>February 2, 2008</u>	<u>February 3, 2007</u>	<u>February 2, 2008</u>	<u>February 3, 2007</u>
Sales	\$ 1,845,694	1,878,402	5,410,828	5,261,254
Cost of sales and occupancy	1,255,595	1,259,407	3,770,007	3,622,962
Gross profit	590,099	618,995	1,640,821	1,638,292
Selling and administrative expenses	347,747	351,461	1,250,089	1,201,673
Depreciation and amortization	43,402	46,872	172,210	170,338
Pre-opening expenses	1,094	2,411	10,387	12,897
Operating profit	197,856	218,251	208,135	253,384
Interest income, net	1,592	1,645	7,135	1,537
Income before taxes and minority interest	199,448	219,896	215,270	254,921
Income taxes	78,588	88,333	76,917	102,606
Income before minority interest	120,860	131,563	138,353	152,315
Minority interest	(5,819)	(4,831)	(2,554)	(1,788)
Net income	<u>\$ 115,041</u>	<u>126,732</u>	<u>135,799</u>	<u>150,527</u>
Income per common share:				
Basic	\$ 1.88	1.95	2.13	2.31
Diluted	\$ 1.79	1.83	2.03	2.17
Weighted average common shares outstanding				
Basic	61,060	65,095	63,662	65,212
Diluted	64,091	69,131	67,050	69,226
Percentage of sales:				
Sales	100.0%	100.0%	100.0%	100.0%
Cost of sales and occupancy	68.0%	67.0%	69.7%	68.9%
Gross profit	32.0%	33.0%	30.3%	31.1%
Selling and administrative expenses	18.8%	18.7%	23.1%	22.8%
Depreciation and amortization	2.4%	2.5%	3.2%	3.2%
Pre-opening expenses	0.1%	0.1%	0.2%	0.2%
Operating profit	10.7%	11.6%	3.8%	4.8%
Interest income, net	0.1%	0.1%	0.1%	0.0%
Income before taxes and minority interest	10.8%	11.7%	4.0%	4.8%
Income taxes	4.3%	4.7%	1.4%	2.0%
Income before minority interest	6.5%	7.0%	2.6%	2.9%
Minority interest	-0.3%	-0.3%	0.0%	0.0%
Net income	<u>6.2%</u>	<u>6.7%</u>	<u>2.5%</u>	<u>2.9%</u>