

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

	13 weeks ended		39 weeks ended	
	November 3, 2007	October 28, 2006	November 3, 2007	October 28, 2006
Sales	\$ 1,175,521	1,111,958	3,565,134	3,382,852
Cost of sales and occupancy	820,567	780,933	2,514,412	2,363,555
Gross profit	354,954	331,025	1,050,722	1,019,297
Selling and administrative expenses	303,125	290,391	902,342	850,212
Depreciation and amortization	41,870	41,694	128,808	123,466
Pre-opening expenses	5,657	4,501	9,293	10,486
Operating profit (loss)	4,302	(5,561)	10,279	35,133
Interest income (expense), net	848	(894)	5,543	(108)
Income (loss) before taxes and minority interest	5,150	(6,455)	15,822	35,025
Income taxes	2,060	(2,630)	(1,671)	14,273
Income (loss) before minority interest	3,090	(3,825)	17,493	20,752
Minority interest	1,287	1,053	3,265	3,043
Net income (loss)	\$ 4,377	(2,772)	20,758	23,795
Income (loss) per common share:				
Basic	\$ 0.07	(0.04)	0.32	0.36
Diluted	\$ 0.07	(0.04)	0.31	0.34
Weighted average common shares outstanding				
Basic	63,006	64,947	64,529	65,254
Diluted	66,131	64,947	68,037	69,244
Percentage of sales:				
Sales	100.0%	100.0%	100.0%	100.0%
Cost of sales and occupancy	69.8%	70.2%	70.5%	69.9%
Gross profit	30.2%	29.8%	29.5%	30.1%
Selling and administrative expenses	25.8%	26.1%	25.3%	25.1%
Depreciation and amortization	3.6%	3.7%	3.6%	3.6%
Pre-opening expenses	0.5%	0.4%	0.3%	0.3%
Operating profit (loss)	0.4%	-0.5%	0.3%	1.0%
Interest income (expense), net	0.1%	-0.1%	0.2%	0.0%
Income (loss) before taxes and minority interest	0.4%	-0.6%	0.4%	1.0%
Income taxes	0.2%	-0.2%	0.0%	0.4%
Income (loss) before minority interest	0.3%	-0.3%	0.5%	0.6%
Minority interest	0.1%	0.1%	0.1%	0.1%
Net income (loss)	0.4%	-0.2%	0.6%	0.7%