

BARNES & NOBLE, INC. AND SUBSIDIARIES
Consolidated Balance Sheets
(In thousands)

	<u>May 3, 2008</u>	<u>May 5, 2007</u>	<u>February 2, 2008</u>
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 26,079	120,676	361,047
Receivables, net	93,795	103,167	112,199
Merchandise inventories	1,365,263	1,378,186	1,366,858
Prepaid expenses and other current assets	125,199	124,188	125,577
Total current assets	<u>1,610,336</u>	<u>1,726,217</u>	<u>1,965,681</u>
Property and equipment:			
Land and land improvements	3,247	3,247	3,247
Buildings and leasehold improvements	1,062,251	991,706	1,055,870
Fixtures and equipment	1,344,865	1,306,701	1,341,568
	<u>2,410,363</u>	<u>2,301,654</u>	<u>2,400,685</u>
Less accumulated depreciation and amortization	1,590,376	1,513,775	1,576,052
Net property and equipment	<u>819,987</u>	<u>787,879</u>	<u>824,633</u>
Goodwill	254,168	258,619	255,290
Intangible assets, net	86,842	90,541	87,987
Deferred taxes	103,084	104,555	102,633
Other noncurrent assets	13,619	14,230	13,602
Total assets	<u>\$ 2,888,036</u>	<u>2,982,041</u>	<u>3,249,826</u>
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities:			
Accounts payable	\$ 746,153	752,017	854,671
Accrued liabilities	599,481	550,805	735,496
Total current liabilities	<u>1,345,634</u>	<u>1,302,822</u>	<u>1,590,167</u>
Long-term debt	86,700	-	-
Deferred taxes	173,496	160,273	173,496
Other long-term liabilities	401,437	372,063	399,390
Minority interest	10,133	8,750	12,053
Shareholders' equity:			
Common stock; \$.001 par value; 300,000 shares authorized; 87,066, 85,113 and 86,754 shares issued, respectively	87	85	87
Additional paid-in capital	1,240,580	1,181,925	1,233,343
Accumulated other comprehensive loss	(9,569)	(6,979)	(9,523)
Retained earnings	685,336	588,739	696,861
Treasury stock, at cost, 32,995, 20,213 and 26,461 shares, respectively	(1,045,798)	(625,637)	(846,048)
Total shareholders' equity	<u>870,636</u>	<u>1,138,133</u>	<u>1,074,720</u>
Commitments and contingencies	-	-	-
Total liabilities and shareholders' equity	<u>\$ 2,888,036</u>	<u>2,982,041</u>	<u>3,249,826</u>