

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

	<u>August 2, 2008</u>	<u>August 4, 2007</u>	<u>February 2, 2008</u>
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 26,268	208,234	361,047
Receivables, net	107,821	124,452	112,199
Merchandise inventories	1,372,752	1,399,970	1,366,858
Prepaid expenses and other current assets	135,624	128,323	125,577
Total current assets	<u>1,642,465</u>	<u>1,860,979</u>	<u>1,965,681</u>
Property and equipment:			
Land and land improvements	9,324	3,247	3,247
Buildings and leasehold improvements	1,085,845	1,012,712	1,055,870
Fixtures and equipment	1,373,839	1,331,712	1,341,568
	<u>2,469,008</u>	<u>2,347,671</u>	<u>2,400,685</u>
Less accumulated depreciation and amortization	1,620,273	1,551,800	1,576,052
Net property and equipment	<u>848,735</u>	<u>795,871</u>	<u>824,633</u>
Goodwill	253,053	257,611	255,290
Intangible assets, net	86,021	89,918	87,987
Deferred taxes	103,395	105,006	102,633
Other noncurrent assets	11,588	14,644	13,602
Total assets	<u>\$ 2,945,257</u>	<u>3,124,029</u>	<u>3,249,826</u>
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities:			
Accounts payable	\$ 758,999	835,167	854,671
Accrued liabilities	614,751	572,360	735,496
Total current liabilities	<u>1,373,750</u>	<u>1,407,527</u>	<u>1,590,167</u>
Long-term debt	119,000	-	-
Deferred taxes	173,496	160,273	173,496
Other long-term liabilities	393,793	389,269	399,390
Minority interest	8,958	7,850	12,053
Shareholders' equity:			
Common stock; \$.001 par value; 300,000 shares authorized; 87,148, 86,316 and 86,754 shares issued, respectively	87	86	87
Additional paid-in capital	1,245,742	1,214,216	1,233,343
Accumulated other comprehensive loss	(9,550)	(6,804)	(9,523)
Retained earnings	686,709	596,746	696,861
Treasury stock, at cost, 33,026, 20,668 and 26,461 shares, respectively	(1,046,728)	(645,134)	(846,048)
Total shareholders' equity	<u>876,260</u>	<u>1,159,110</u>	<u>1,074,720</u>
Commitments and contingencies	-	-	-
Total liabilities and shareholders' equity	<u>\$ 2,945,257</u>	<u>3,124,029</u>	<u>3,249,826</u>