

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

	<u>13 weeks ended</u> <u>January 30, 2010</u>	<u>13 weeks ended</u> <u>January 31, 2009</u>	<u>39 weeks ended</u> <u>January 30, 2010</u>	<u>39 weeks ended</u> <u>January 31, 2009</u>
Sales	\$ 2,174,542	1,631,616	\$ 4,491,118	3,965,922
Cost of sales and occupancy	1,558,871	1,108,899	3,177,403	2,732,683
Gross profit	615,671	522,717	1,313,715	1,233,239
Selling and administrative expenses	411,443	334,437	1,024,238	947,661
Depreciation and amortization	57,068	45,546	151,091	132,244
Pre-opening expenses	399	1,783	3,381	8,259
Operating profit	146,761	140,951	135,005	145,075
Interest expense, net	13,849	751	18,097	3,149
Income from continuing operations before taxes	132,912	140,200	116,908	141,926
Income taxes	52,523	55,235	48,212	55,965
Income from continuing operations (net of income tax)	80,389	84,965	68,696	85,961
Loss from discontinued operations (net of income tax)	-	(4,020)	-	(7,848)
Net income	80,389	80,945	68,696	78,113
Net loss attributable to noncontrolling interests	14	207	18	30
Net income attributable to Barnes & Noble, Inc.	<u>\$ 80,403</u>	<u>81,152</u>	<u>\$ 68,714</u>	<u>78,143</u>
Income attributable to Barnes & Noble, Inc.				
Income from continuing operations	\$ 80,389	84,965	\$ 68,696	85,961
Less loss attributable to noncontrolling interests	14	207	18	30
Net income from continuing operations attributable to Barnes & Noble, Inc.	<u>\$ 80,403</u>	<u>85,172</u>	<u>\$ 68,714</u>	<u>85,991</u>
Basic income per common share:				
Income from continuing operations attributable to Barnes & Noble, Inc.	\$ 1.40	1.50	\$ 1.20	1.52
Loss from discontinued operations attributable to Barnes & Noble, Inc.	-	(0.07)	-	(0.14)
Net income attributable to Barnes & Noble, Inc.	<u>\$ 1.40</u>	<u>1.43</u>	<u>\$ 1.20</u>	<u>1.39</u>
Diluted loss per common share:				
Income from continuing operations attributable to Barnes & Noble, Inc.	\$ 1.38	1.49	\$ 1.18	1.49
Loss from discontinued operations attributable to Barnes & Noble, Inc.	-	(0.07)	-	(0.14)
Net income attributable to Barnes & Noble, Inc.	<u>\$ 1.38</u>	<u>1.42</u>	<u>\$ 1.18</u>	<u>1.35</u>
Weighted average common shares outstanding				
Basic	55,365	54,602	55,260	54,404
Diluted	56,003	54,964	56,074	55,526
Dividends declared per common share	\$ 0.25	0.25	\$ 0.75	0.75
Percentage of sales:				
Sales	100.0%	100.0%	100.0%	100.0%
Cost of sales and occupancy	71.7%	68.0%	70.7%	68.9%
Gross profit	28.3%	32.0%	29.3%	31.1%
Selling and administrative expenses	18.9%	20.5%	22.8%	23.9%
Depreciation and amortization	2.6%	2.8%	3.4%	3.3%
Pre-opening expenses	0.0%	0.1%	0.1%	0.2%
Operating profit	6.7%	8.6%	3.0%	3.7%
Interest expense, net	0.6%	0.0%	0.4%	0.1%
Income from continuing operations before taxes	6.1%	8.6%	2.6%	3.6%
Income taxes	2.4%	3.4%	1.1%	1.4%
Income from continuing operations (net of income tax)	3.7%	5.2%	1.5%	2.2%