

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

	<u>13 weeks ended</u> <u>May 1, 2010</u>	<u>13 weeks ended</u> <u>May 2, 2009</u>	<u>52 weeks ended</u> <u>May 1, 2010</u>	<u>52 weeks ended</u> <u>January 31, 2009</u>
Sales	\$ 1,319,446	1,105,152	\$ 5,810,564	5,121,804
Cost of sales and occupancy	956,416	773,491	4,133,819	3,540,596
Gross profit	363,030	331,661	1,676,745	1,581,208
Selling and administrative expenses	367,969	286,554	1,392,207	1,251,524
Depreciation and amortization	56,683	45,879	207,774	173,557
Pre-opening expenses	137	2,472	3,518	12,796
Operating profit (loss)	(61,759)	(3,244)	73,246	143,331
Interest expense, net	10,139	199	28,237	2,344
Income (loss) from continuing operations before taxes	(71,898)	(3,443)	45,009	140,987
Income taxes	(39,846)	(1,374)	8,365	55,591
Income (loss) from continuing operations (net of income tax)	(32,052)	(2,069)	36,644	85,396
Loss from discontinued operations (net of income tax)	-	(654)	-	(9,506)
Net income (loss)	(32,052)	(2,723)	36,644	75,890
Net loss attributable to noncontrolling interests	14	30	32	30
Net income (loss) attributable to Barnes & Noble, Inc.	<u>\$ (32,038)</u>	<u>(2,693)</u>	<u>\$ 36,676</u>	<u>75,920</u>
Income (loss) attributable to Barnes & Noble, Inc.				
Income (loss) from continuing operations	\$ (32,052)	(2,069)	\$ 36,644	85,396
Less loss attributable to noncontrolling interests	14	30	32	30
Net income (loss) from continuing operations attributable to Barnes & Noble, Inc.	<u>\$ (32,038)</u>	<u>(2,039)</u>	<u>\$ 36,676</u>	<u>85,426</u>
Basic income per common share:				
Income (loss) from continuing operations attributable to Barnes & Noble, Inc.	\$ (0.58)	(0.04)	\$ 0.64	1.50
Loss from discontinued operations attributable to Barnes & Noble, Inc.	-	(0.01)	-	(0.17)
Net income (loss) attributable to Barnes & Noble, Inc.	<u>\$ (0.58)</u>	<u>(0.05)</u>	<u>\$ 0.64</u>	<u>1.33</u>
Diluted income per common share:				
Income (loss) from continuing operations attributable to Barnes & Noble, Inc.	\$ (0.58)	(0.04)	\$ 0.63	1.46
Loss from discontinued operations attributable to Barnes & Noble, Inc.	-	(0.01)	-	(0.17)
Net income (loss) attributable to Barnes & Noble, Inc.	<u>\$ (0.58)</u>	<u>(0.05)</u>	<u>\$ 0.63</u>	<u>1.29</u>
Weighted average common shares outstanding				
Basic	55,597	54,759	55,344	55,207
Diluted	55,597	54,759	56,153	56,529
Dividends declared per common share	\$ 0.25	0.25	\$ 1.00	0.90
Percentage of sales:				
Sales	100.0%	100.0%	100.0%	100.0%
Cost of sales and occupancy	72.5%	70.0%	71.1%	69.1%
Gross profit	27.5%	30.0%	28.9%	30.9%
Selling and administrative expenses	27.9%	25.9%	24.0%	24.4%
Depreciation and amortization	4.3%	4.2%	3.6%	3.4%
Pre-opening expenses	0.0%	0.2%	0.1%	0.2%
Operating profit (loss)	-4.7%	-0.3%	1.3%	2.8%
Interest expense, net	0.8%	0.0%	0.5%	0.0%
Income (loss) from continuing operations before taxes	-5.4%	-0.3%	0.8%	2.8%
Income taxes	-3.0%	-0.1%	0.1%	1.1%
Income (loss) from continuing operations (net of income tax)	-2.4%	-0.2%	0.6%	1.7%