

NIKE, Inc.

NET INCOME AND DILUTED EPS RECONCILIATION¹	QUARTER ENDED			YEAR TO DATE ENDED		
	11/30/2006	11/30/2005	% Chg	11/30/2006	11/30/2005	% Chg
Net income, as reported	\$325.6	\$301.1	8%	\$702.8	\$733.4	-4%
Exclude: Stock-based compensation expense, net of tax ²	<u>18.8</u>	<u>-</u>	<u>-</u>	<u>59.6</u>	<u>-</u>	<u>-</u>
Net income, excluding stock-based compensation expense ²	<u>\$344.4</u>	<u>\$301.1</u>	<u>14%</u>	<u>\$762.4</u>	<u>\$733.4</u>	<u>4%</u>
Diluted EPS, as reported	\$1.28	\$1.14	12%	\$2.76	\$2.77	0%
Diluted EPS, excluding stock-based compensation expense ²	\$1.36	\$1.14	19%	\$3.00	\$2.77	8%

¹ This schedule is intended to satisfy the quantitative reconciliation for non-GAAP financial measures in accordance with Regulation G of the Securities and Exchange Commission.

² This charge relates to stock-based compensation associated with stock options and ESPP shares issued to employees and expensed in accordance with SFAS 123(R) "Share Based Payment", which was adopted by the Company during its first fiscal quarter ended August 31, 2006.