

STAPLES, INC. AND SUBSIDIARIES
Reconciliation of GAAP to Non-GAAP Consolidated Statement of Income
(Dollar Amounts in Thousands, Except Per Share Data)
(Unaudited)

	13 Weeks Ended					February 2, 2008	
	January 31, 2009						
	GAAP As Reported	Integration and Restructuring Expenses	Reversal of Non- Cash Charge Related to Tax Planning Strategies	Non-GAAP As Adjusted	As Adjusted %	GAAP As Reported	As Reported %
Sales.....	\$ 6,173,568	\$ -	\$ -	\$ 6,173,568	100.00%	\$ 5,324,442	100.00%
Cost of goods sold and occupancy costs.....	4,513,190	-	-	4,513,190	73.11%	3,774,751	70.89%
Gross profit.....	1,660,378	-	-	1,660,378	26.89%	1,549,691	29.11%
Operating and other expenses:							
Selling, general and administrative.....	1,180,620	-	-	1,180,620	19.12%	1,028,849	19.32%
Integration and restructuring charges.....	41,079	(41,079)	-	-	0.00%	-	0.00%
Amortization of intangibles.....	23,839	-	-	23,839	0.39%	3,983	0.07%
Total operating expenses.....	1,245,538	(41,079)	-	1,204,459	19.51%	1,032,832	19.40%
Operating income.....	414,840	41,079	-	455,919	7.39%	516,859	9.71%
Interest and other income, net	60,421	-	-	60,421	0.98%	(3,477)	(0.07%)
Income before income taxes and minority interests.....	354,419	41,079	-	395,498	6.41%	520,336	9.77%
Income tax expense.....	65,275	14,172	57,000	136,447	2.21%	187,321	3.52%
Income before minority interests.....	289,144	26,907	(57,000)	259,051	4.20%	333,015	6.25%
Minority interests.....	3,098	-	-	3,098	0.05%	(166)	0.00%
Net income.....	<u>\$ 286,046</u>	<u>26,907</u>	<u>\$ (57,000)</u>	<u>\$ 255,953</u>	4.15%	<u>\$ 333,181</u>	6.26%
Earnings Per Share:							
Basic earnings per common share.....	<u>\$ 0.41</u>	<u>\$ 0.04</u>	<u>\$ (0.08)</u>	<u>\$ 0.36</u>		<u>\$ 0.48</u>	
Diluted earnings per common share.....	<u>\$ 0.40</u>	<u>\$ 0.04</u>	<u>\$ (0.08)</u>	<u>\$ 0.36</u>		<u>\$ 0.47</u>	
Weighted average shares outstanding:							
Basic.....	703,204,433					697,410,720	
Diluted.....	714,055,152					710,563,111	

STAPLES, INC. AND SUBSIDIARIES
Reconciliation of GAAP to Non-GAAP Consolidated Statement of Income
(Dollar Amounts in Thousands, Except Per Share Data)
(Unaudited)

	52 Weeks Ended									
	January 31, 2009					February 2, 2008				
	GAAP As Reported	Non-Cash Write Down of Staples European Trade Names	Other Integration and Restructuring Expenses	Non-Cash Charge Related to Tax Planning Strategies	Non-GAAP As Adjusted	As Adjusted %	GAAP As Reported	Wage and hour settlement	Non-GAAP As Adjusted	As Adjusted %
Sales.....	\$ 23,083,775	\$ -	\$ -	\$ -	\$ 23,083,775	100.00%	\$ 19,372,682	\$ -	\$ 19,372,682	100.00%
Cost of goods sold and occupancy costs.....	16,836,839	-	-	-	16,836,839	72.94%	13,822,011	-	13,822,011	71.35%
Gross profit.....	6,246,936	-	-	-	6,246,936	27.06%	5,550,671	-	5,550,671	28.65%
Operating and other expenses:										
Selling, general and administrative.....	4,631,219	-	-	-	4,631,219	20.06%	3,986,758	(38,000)	3,948,758	20.38%
Integration and restructuring charges.....	173,524	(123,775)	(49,749)	-	-	0.00%	-	-	-	0.00%
Amortization of intangibles.....	70,265	-	-	-	70,265	0.30%	15,664	-	15,664	0.08%
Total operating expenses.....	4,875,008	(123,775)	(49,749)	-	4,701,484	20.37%	4,002,422	(38,000)	3,964,422	20.46%
Operating income.....	1,371,928	123,775	49,749	-	1,545,452	6.69%	1,548,249	38,000	1,586,249	8.19%
Interest and other income, net	128,844	-	-	-	128,844	0.56%	(6,233)	-	(6,233)	(0.03%)
Income before income taxes and minority interests.....	1,243,084	123,775	49,749	-	1,416,608	6.14%	1,554,482	38,000	1,592,482	8.22%
Income tax expense.....	428,863	42,702	17,164	-	488,729	2.12%	559,614	13,680	573,294	2.96%
Income before minority interests.....	814,221	81,073	32,585	-	927,879	4.02%	994,868	24,320	1,019,188	5.26%
Minority interests.....	8,957	-	-	-	8,957	0.04%	(802)	-	(802)	0.00%
Net income.....	<u>\$ 805,264</u>	<u>\$ 81,073</u>	<u>\$ 32,585</u>	<u>\$ -</u>	<u>\$ 918,922</u>	3.98%	<u>\$ 995,670</u>	<u>\$ 24,320</u>	<u>\$ 1,019,990</u>	5.27%
Earnings Per Share:										
Basic earnings per common share.....	<u>\$ 1.15</u>	<u>\$ 0.12</u>	<u>\$ 0.05</u>	<u>\$ -</u>	<u>\$ 1.32</u>		<u>\$ 1.41</u>	<u>\$ 0.04</u>	<u>\$ 1.45</u>	
Diluted earnings per common share.....	<u>\$ 1.13</u>	<u>\$ 0.11</u>	<u>\$ 0.05</u>	<u>\$ -</u>	<u>\$ 1.29</u>		<u>\$ 1.38</u>	<u>\$ 0.04</u>	<u>\$ 1.42</u>	
Weighted average shares outstanding:										
Basic.....	698,409,525						704,828,447			
Diluted.....	711,526,807						720,202,271			