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

	13 Weeks Ended							
	July 31, 2010				August 1, 2009			
	GAAP As Reported	Integration and Restructuring Costs	Non-GAAP As Adjusted	As Adjusted %	GAAP As Reported	Integration and Restructuring Costs	Non-GAAP As Adjusted	As Adjusted %
Sales	$ 5,534,240	$ -	$ 5,534,240	100.00%	$ 5,533,779	$ -	$ 5,533,779	100.00%
Cost of goods sold and occupancy costs	4,071,532	-	4,071,532	73.57%	4,109,522	-	4,109,522	74.26%
Gross profit	1,462,708	-	1,462,708	26.43%	1,424,257	-	1,424,257	25.74%
Operating and other expenses:								
Selling, general and administrative	1,158,025	-	1,158,025	20.92%	1,161,400	-	1,161,400	20.99%
Integration and restructuring costs	21,644	(21,644)	-	0.00%	29,633	(29,633)	-	0.00%
Amortization of intangibles	14,886	-	14,886	0.27%	26,644	-	26,644	0.48%
Total operating expenses	1,194,555	(21,644)	1,172,911	21.19%	1,217,677	(29,633)	1,188,044	21.47%
Operating income	268,153	21,644	289,797	5.24%	206,580	29,633	236,213	4.27%
Interest and other expense, net	55,882	-	55,882	1.01%	58,243	-	58,243	1.05%
Consolidated income before income taxes	212,271	21,644	233,915	4.23%	148,337	29,633	177,970	3.22%
Income tax expense	79,602	8,116	87,718	1.59%	51,176	10,223	61,399	1.11%
Consolidated net income	132,669	13,528	146,197	2.64%	97,161	19,410	116,571	2.11%
Income attributed to the noncontrolling interests	2,913	-	2,913	0.05%	4,750	-	4,750	0.09%
Net income attributed to Staples, Inc	$ 129,756	$ 13,528	$ 143,284	2.59%	$ 92,411	$ 19,410	$ 111,821	2.02%
Earnings Per Share:								
Basic earnings per common share	$ 0.18	$ 0.02	$ 0.20		$ 0.13	$ 0.03	$ 0.16	
Diluted earnings per common share	$ 0.18	$ 0.02	$ 0.20		$ 0.13	$ 0.03	$ 0.16	
Weighted average shares outstanding:								
Basic	719,485,888				707,378,682			
Diluted	729,735,085				719,473,807			

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

	26 Weeks Ended							
	July 31, 2010				August 1, 2009			
	GAAP As Reported	Integration and Restructuring Costs	Non-GAAP As Adjusted	As Adjusted %	GAAP As Reported	Integration and Restructuring Costs	Non-GAAP As Adjusted	As Adjusted %
Sales	$ 11,592,035	$ -	$ 11,592,035	100.00%	$ 11,351,338	$ -	$ 11,351,338	100.00%
Cost of goods sold and occupancy costs	8,510,272	-	8,510,272	73.41%	8,401,179	-	8,401,179	74.01%
Gross profit	3,081,763		3,081,763	26.59%	2,950,159		2,950,159	25.99%
Operating and other expenses:								
Selling, general and administrative	2,378,493	-	2,378,493	20.52%	2,359,570	-	2,359,570	20.79%
Integration and restructuring costs	42,526	(42,526)	-	0.00%	48,630	(48,630)	-	0.00%
Amortization of intangibles	30,285	-	30,285	0.26%	48,515	-	48,515	0.43%
Total operating expenses	2,451,304	(42,526)	2,408,778	20.78%	2,456,715	(48,630)	2,408,085	21.21%
Operating income	630,459	42,526	672,985	5.81%	493,444	48,630	542,074	4.78%
Interest and other expense, net	110,216	-	110,216	0.95%	120,711	-	120,711	1.06%
Consolidated income before income taxes	520,243	42,526	562,769	4.85%	372,733	48,630	421,363	3.71%
Income tax expense	195,092	15,947	211,039	1.82%	128,593	16,777	145,370	1.28%
Consolidated net income	325,151	26,579	351,730	3.03%	244,140	31,853	275,993	2.43%
Income attributed to the noncontrolling interests	6,625	-	6,625	0.06%	8,765	-	8,765	0.08%
Net income attributed to Staples, Inc.	$ 318,526	$ 26,579	$ 345,105	2.98%	$ 235,375	$ 31,853	$ 267,228	2.35%
Earnings Per Share:								
Basic earnings per common share	$ 0.44	$ 0.04	$ 0.48		$ 0.33	$ 0.05	$ 0.38	
Diluted earnings per common share	$ 0.44	$ 0.03	$ 0.47		$ 0.33	$ 0.04	$ 0.37	
Weighted average shares outstanding:								
Basic	719,140,537				706,330,893			
Diluted	730,942,077				718,706,065			