

Table 2.
THE KROGER CO.
CONSOLIDATED BALANCE SHEETS
(in millions)
(unaudited)

	August 16, 2008	August 18, 2007
ASSETS		
Current Assets		
Cash	\$ 171.3	\$ 133.8
Cash - Temporary investments (a)	98.4	30.4
Store deposits in-transit	661.7	564.0
Receivables	770.3	679.5
Inventories	4,729.9	4,577.4
Prepaid and other current assets	272.3	254.7
Total current assets	6,703.9	6,239.8
Property, plant and equipment, net	12,825.3	12,120.6
Goodwill, net	2,245.9	2,143.2
Other assets	524.9	557.0
Total Assets	<u>\$ 22,300.0</u>	<u>\$ 21,060.6</u>
LIABILITIES AND SHAREOWNERS' EQUITY		
Current liabilities		
Current portion of long-term debt, at face value, including capital leases and lease-financing obligations	\$ 731.2	\$ 1,202.3
Accounts payable	3,979.2	3,833.8
Accrued salaries and wages	763.6	755.9
Deferred income taxes	238.6	170.4
Other current liabilities	2,159.3	2,059.0
Total current liabilities	7,871.9	8,021.4
Long-term debt including capital leases and lease-financing obligations		
Long-term debt, at face value, including capital leases and lease-financing obligations	6,860.8	5,452.8
Adjustment to reflect fair value interest rate hedges	33.7	18.9
Long-term debt including capital leases and lease-financing obligations	6,894.5	5,471.7
Deferred income taxes	475.3	297.0
Other long-term liabilities	1,812.9	2,306.1
Total Liabilities	17,054.6	16,096.2
Minority interests	100.0	-
Shareowners' equity	5,145.4	4,964.4
Total Liabilities and Shareowners' Equity	<u>\$ 22,300.0</u>	<u>\$ 21,060.6</u>
Total common shares outstanding at end of period	650.9	687.8
Total diluted shares year-to-date	662.1	712.5

Note: Certain prior-year amounts have been reclassified to conform to current-year presentation.

(a) Cash - Temporary investments represent Euros held to settle Euro - denominated contracts, and escrow deposits.