

CONSOLIDATED BALANCE SHEET  
Subject to Reclassification  
(in millions)

	February 02, 2002	February 03, 2001
<b>ASSETS</b>		
Current Assets		
Cash	\$ 160.6	\$ 160.8
Receivables	678.7	687.3
Inventories	4,177.6	4,062.7
Prepaid and other current assets	<u>562.8</u>	<u>501.5</u>
Total current assets	5,579.7	5,412.3
Property, plant and equipment, net	9,657.0	8,812.4
Goodwill, net	3,594.2	3,639.4
Other assets	<u>323.8</u>	<u>314.8</u>
Total Assets	<u>\$ 19,154.7</u>	<u>\$ 18,178.9</u>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current liabilities		
Current portion of long-term debt including capital leases	\$ 436.2	\$ 336.0
Accounts payable	3,004.9	3,008.5
Accrued salaries and wages	583.7	605.7
Other current liabilities	<u>1,389.3</u>	<u>1,431.5</u>
Total current liabilities	5,414.1	5,381.7
Long-term debt including capital leases	8,411.8	8,209.7
Other long-term liabilities	1,826.7	1,499.0
Stockholders' equity	<u>3,502.1</u>	<u>3,088.5</u>
Total liabilities and stockholders' equity	<u>\$ 19,154.7</u>	<u>\$ 18,178.9</u>
Total common shares outstanding at end of period	794.2	815.5
Total diluted shares Year to Date	824.6	846.1
NET TOTAL DEBT (a)	8,510.4	8,269.6
ERONOA (b)	25.35%	25.05%

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

NET WORKING CAPITAL CALCULATION (c)

	February 02, 2002	February 03, 2001	January 29, 2000
Cash	\$ 160.6	\$ 160.8	\$ 280.2
Receivables	678.7	687.3	635.6
FIFO Inventory	4,517.6	4,381.8	4,259.7
Operating prepaid and other assets	488.4	409.8	495.3
Accounts payable	(3,004.9)	(3,008.5)	(2,804.4)
Operating accrued liabilities	(1,922.5)	(1,917.7)	(1,844.2)
Prepaid VEBA	<u>(270.3)</u>	<u>(208.0)</u>	<u>(200.0)</u>
Net working capital	\$ 647.6	\$ 505.5	\$ 822.2

- (a) Net total debt, as defined by The Kroger Co., is calculated as the amount of total debt, including capital leases, net of Kroger's investment in debt securities issued by lenders of certain of Kroger's structured financings and net of prefunded employee benefits.
- (b) ERONOA, as defined by The Kroger Co., represents the EBITDA return on net operating assets and is calculated as rolling four quarters EBITDA before rent expense, divided by the sum of total assets plus LIFO reserve less goodwill less accounts payable, less prepaid VEBA, plus 8 times rolling four quarters rent expense.
- (c) Net working capital, as defined by The Kroger Co., is calculated as current operating assets less current operating liabilities.