

ZALE CORPORATION AND SUBSIDIARIES
CONSOLIDATED CONDENSED BALANCE SHEET DATA
(Amounts in thousands)

	<u>July 31, 2009</u>	<u>July 31, 2008</u> As Restated
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 24,987	\$ 61,342
Merchandise inventories	740,257	799,181
Other current assets	<u>51,973</u>	<u>106,340</u>
Total current assets	817,217	966,863
 Net property and equipment	 238,138	 297,887
Other assets	175,617	150,510
Total Assets	<u><u>\$ 1,230,972</u></u>	<u><u>\$ 1,415,260</u></u>
 LIABILITIES AND STOCKHOLDERS' INVESTMENT		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 309,949	\$ 287,452
Deferred tax liability	<u>46,383</u>	<u>65,746</u>
Total current liabilities	356,332	353,198
 Long-term debt	 310,500	 326,306
Other liabilities	190,347	169,285
 Stockholders' Investment	 <u>373,793</u>	 <u>566,471</u>
Total liabilities and stockholders' investment	<u><u>\$ 1,230,972</u></u>	<u><u>\$ 1,415,260</u></u>