THE GAP INC. AND SUBSIDIARIES
QUARTERLY FINANCIAL SUMMARY
CONSOLIDATED STATEMENT OF EARNINGS
FOURTH QUARTER 2002

	2002	2001	2000	1999	1998	1997	2002	2001	2000	1999	1998	1997
NET SALES ($000)							**YEAR TO YEAR INCREASE (%)**					
APRIL QTR	2,890,840	3,179,656	2,731,990	2,277,734	1,719,712	1,231,186	(9.1)	16.4	19.9	32.4	39.7	10.6
JULY QTR	3,268,309	3,245,219	2,947,714	2,453,339	1,904,970	1,345,221	0.7	10.1	20.2	28.8	41.6	20.1
OCTOBER QTR	3,644,956	3,333,373	3,414,668	3,045,386	2,399,948	1,765,939	9.3	(2.4)	12.1	26.9	35.9	27.7
JANUARY QTR	4,650,604	4,089,625	4,579,088	3,858,939	3,029,832	2,165,479	13.7	(10.7)	18.7	27.4	39.9	29.8
APRIL YTD	2,890,840	3,179,656	2,731,990	2,277,734	1,719,712	1,231,186	(9.1)	16.4	19.9	32.4	39.7	10.6
JULY YTD	6,159,149	6,424,875	5,679,704	4,731,073	3,624,682	2,576,407	(4.1)	13.1	20.1	30.5	40.7	15.4
OCTOBER YTD	9,804,105	9,758,248	9,094,372	7,776,459	6,024,630	4,342,346	0.5	7.3	16.9	29.1	38.7	20.1
JANUARY YTD	14,454,709	13,847,873	13,673,460	11,635,398	9,054,462	6,507,825	4.4	1.3	17.5	28.5	39.1	23.2
COMP. STORE SALES INCREASE (DECREASE) QTR%							**COMP. STORE SALES INCREASE (DECREASE) YTD %**					
APRIL	(17)	(7)	(2)	11	17	(3)	(17)	(7)	(2)	11	17	(3)
JULY	(7)	(9)	(2)	8	19	4	(12)	(8)	(2)	10	18	0
OCTOBER	2	(17)	(8)	5	13	9	(7)	(11)	(4)	8	16	4
JANUARY	8	(16)	(6)	5	17	10	(3)	(13)	(5)	7	17	6
GROSS MARGIN ($000)							**% OF SALES**					
APRIL QTR	879,078	1,125,174	1,130,085	943,579	688,708	442,060	30.4	35.4	41.4	41.4	40.0	35.9
JULY QTR	1,090,535	1,041,082	1,110,650	1,009,794	769,805	462,135	33.4	32.1	37.7	41.2	40.4	34.4
OCTOBER QTR	1,315,609	950,639	1,257,207	1,304,288	1,023,943	721,266	36.1	28.5	36.8	42.8	42.7	40.8
JANUARY QTR	1,627,929	1,026,589	1,576,076	1,602,475	1,253,788	860,823	35.0	25.1	34.4	41.5	41.4	39.8
APRIL YTD	879,078	1,125,174	1,130,085	943,579	688,708	442,060	30.4	35.4	41.4	41.4	40.0	35.9
JULY YTD	1,969,613	2,166,256	2,240,735	1,953,373	1,458,513	904,195	32.0	33.7	39.5	41.3	40.2	35.1
OCTOBER YTD	3,285,222	3,116,895	3,497,942	3,257,661	2,482,456	1,625,461	33.5	31.9	38.5	41.9	41.2	37.4
JANUARY YTD	4,913,151	4,143,484	5,074,018	4,860,136	3,736,244	2,486,284	34.0	29.9	37.1	41.8	41.3	38.2
OPERATING EXPENSES ($000)							**% OF SALES**					
APRIL QTR	766,417	920,412	750,303	615,149	472,144	311,911	26.5	28.9	27.5	27.0	27.4	25.3
JULY QTR	922,080	872,772	809,294	693,297	550,128	352,462	28.2	26.9	27.5	28.3	28.9	26.2
OCTOBER QTR	1,009,393	946,882	943,262	797,642	636,745	453,977	27.7	28.4	27.6	26.2	26.5	25.7
JANUARY QTR	1,202,632	1,065,902	1,126,398	937,344	744,348	516,667	25.9	26.1	24.6	24.3	24.6	23.9
APRIL YTD	766,417	920,412	750,303	615,149	472,144	311,911	26.5	28.9	27.5	27.0	27.4	25.3
JULY YTD	1,688,497	1,793,184	1,559,597	1,308,446	1,022,272	664,373	27.4	27.9	27.5	27.7	28.2	25.8
OCTOBER YTD	2,697,890	2,740,066	2,502,859	2,106,088	1,659,017	1,118,350	27.5	28.1	27.5	27.1	27.5	25.7
JANUARY YTD	3,900,522	3,805,968	3,629,257	3,043,432	2,403,365	1,635,017	27.0	27.5	26.5	26.2	26.5	25.1
OPERATING INCOME ($000)							**% OF SALES**					
APRIL QTR	112,661	204,762	379,782	328,430	216,564	130,149	3.9	6.4	13.9	14.4	12.6	10.6
JULY QTR	168,455	168,310	301,356	316,497	219,677	109,673	5.2	5.2	10.2	12.9	11.5	8.2
OCTOBER QTR	306,216	3,757	313,945	506,646	387,198	267,289	8.4	0.1	9.2	16.6	16.2	15.1
JANUARY QTR	425,297	(39,313)	449,678	665,131	509,440	344,156	9.1	(1.0)	9.8	17.2	16.8	15.9
APRIL YTD	112,661	204,762	379,782	328,430	216,564	130,149	3.9	6.4	13.9	14.4	12.6	10.6
JULY YTD	281,116	373,072	681,138	644,927	436,241	239,822	4.6	5.8	12.0	13.6	12.0	9.3
OCTOBER YTD	587,332	376,829	995,083	1,151,573	823,439	507,111	6.0	3.8	11.0	14.8	13.7	11.6
JANUARY YTD	1,012,629	337,516	1,444,761	1,816,704	1,332,879	851,267	7.0	2.4	10.6	15.6	14.7	13.1

NOTE: 2000 information reflects operations for a 14 week 4th quarter and 53 week year unless otherwise stated.

THE GAP INC. AND SUBSIDIARIES
QUARTERLY FINANCIAL SUMMARY
CONSOLIDATED STATEMENT OF EARNINGS
FOURTH QUARTER 2002

	2002	2001	2000	1999	1998	1997	2002	2001	2000	1999	1998	1997
INTEREST (INCOME) EXPENSE ($000)							**% OF SALES**					
APRIL QTR	40,744	22,903	8,953	4,638	(1,141)	(4,738)	1.4	0.8	0.3	0.2	(0.1)	(0.4)
JULY QTR	57,121	26,970	11,719	3,171	678	(1,459)	1.7	0.8	0.4	0.1	0.0	(0.1)
OCTOBER QTR	57,905	18,340	20,483	10,557	6,800	4,052	1.6	0.5	0.6	0.3	0.3	0.2
JANUARY QTR	55,984	27,662	21,721	13,389	7,280	(830)	1.2	0.6	0.5	0.3	0.2	0.0
APRIL YTD	40,744	22,903	8,953	4,638	(1,141)	(4,738)	1.4	0.8	0.3	0.2	(0.1)	(0.4)
JULY YTD	97,865	49,873	20,672	7,809	(463)	(6,197)	1.6	0.8	0.4	0.2	0.0	(0.2)
OCTOBER YTD	155,770	68,213	41,155	18,366	6,337	(2,145)	1.6	0.6	0.5	0.2	0.1	0.0
JANUARY YTD	211,754	95,875	62,876	31,755	13,617	(2,975)	1.5	0.7	0.5	0.3	0.2	0.0
EARNINGS BEFORE TAXES ($000)							**% OF SALES**					
APRIL QTR	71,917	181,859	370,829	323,792	217,705	134,887	2.5	5.7	13.6	14.2	12.7	11.0
JULY QTR	111,334	141,340	289,637	313,326	218,999	111,132	3.4	4.4	9.8	12.8	11.5	8.3
OCTOBER QTR	248,311	(14,583)	293,462	496,089	380,398	263,237	6.8	(0.4)	8.6	16.3	15.9	14.9
JANUARY QTR	369,313	(66,975)	427,957	651,742	502,160	344,986	7.9	(1.6)	9.3	16.9	16.6	15.9
APRIL YTD	71,917	181,859	370,829	323,792	217,705	134,887	2.5	5.7	13.6	14.2	12.7	11.0
JULY YTD	183,251	323,199	660,466	637,118	436,704	246,019	3.0	5.0	11.6	13.4	12.0	9.5
OCTOBER YTD	431,562	308,616	953,928	1,133,207	817,102	509,256	4.4	3.2	10.5	14.6	13.6	11.6
JANUARY YTD	800,875	241,641	1,381,885	1,784,949	1,319,262	854,242	5.5	1.7	10.1	15.3	14.6	13.1
INCOME TAXES ($000)(1)							**TAX RATE (%) (1)**					
APRIL QTR	35,239	66,379	135,353	121,422	81,639	50,583	49.0	36.5	36.5	37.5	37.5	37.5
JULY QTR	54,554	51,589	105,717	117,497	82,125	41,674	49.0	36.5	36.5	37.5	37.5	37.5
OCTOBER QTR	113,041	164,254	107,114	181,072	142,649	98,714	47.0	49.0	36.5	36.5	37.5	37.5
JANUARY QTR	120,584	(32,817)	156,204	237,893	188,310	129,370	32.7	49.0	36.5	36.5	37.5	37.5
APRIL YTD	35,239	66,379	135,353	121,422	81,639	50,583	49.0	36.5	36.5	37.5	37.5	37.5
JULY YTD	89,793	117,968	241,070	238,919	163,764	92,257	49.0	36.5	36.5	37.5	37.5	37.5
OCTOBER YTD	202,834	282,222	348,184	419,991	306,413	190,971	47.0	49.0	36.5	37.1	37.5	37.5
JANUARY YTD	323,418	249,405	504,388	657,884	494,723	320,341	40.4	49.0	36.5	36.9	37.5	37.5
NET EARNINGS ($000)							**% OF SALES**					
APRIL QTR	36,678	115,480	235,476	202,370	136,066	84,304	1.3	3.6	8.6	8.9	7.9	6.8
JULY QTR	56,780	89,751	183,920	195,829	136,874	69,458	1.7	2.8	6.2	8.0	7.2	5.2
OCTOBER QTR	135,270	(178,837)	186,348	315,017	237,749	164,523	3.7	(5.4)	5.5	10.3	9.9	9.3
JANUARY QTR	248,729	(34,158)	271,753	413,849	313,850	215,616	5.3	(0.8)	5.9	10.7	10.4	10.0
APRIL YTD	36,678	115,480	235,476	202,370	136,066	84,304	1.3	3.6	8.6	8.9	7.9	6.8
JULY YTD	93,458	205,231	419,396	398,199	272,940	153,762	1.5	3.2	7.4	8.4	7.5	6.0
OCTOBER YTD	228,728	26,394	605,744	713,216	510,689	318,285	2.3	0.3	6.7	9.2	8.5	7.3
JANUARY YTD	477,457	(7,764)	877,497	1,127,065	824,539	533,901	3.3	(0.1)	6.4	9.7	9.1	8.2

(1) For Q3 and Q4 YTD of FY2001, income taxes include Q3 2001 $131 million tax charge. Q3 FY2001 also include $40 million of true up tax expense for prior quarters due to effective tax rate change to 49%.
Q4 2002 includes a $29 million true-Up/reduction of tax expense related to prior quarters due to the change in the 2002 effective tax rate from 47.0% to 40.4% during Q4.

NOTE: 2000 information reflects operations for a 14 week 4th quarter and 53 week year unless otherwise stated.

THE GAP INC. AND SUBSIDIARIES
QUARTERLY FINANCIAL SUMMARY
CONSOLIDATED STATEMENT OF EARNINGS
FOURTH QUARTER 2002

	2002	2001	2000	1999	1998	1997	2002	2001	2000	1999	1998	1997
	EARNINGS PER SHARE - BASIC ($) (1)						**YEAR TO YEAR INCREASE(DECREASE) (%)**					
APRIL QTR	0.04	0.14	0.28	0.24	0.16	0.09	(71.4)	(50.0)	16.7	50.0	77.8	-
JULY QTR	0.07	0.10	0.22	0.23	0.16	0.08	(30.0)	(54.5)	(4.3)	43.8	100.0	14.3
OCTOBER QTR	0.15	(0.21)	0.22	0.37	0.28	0.19	171.4	(195.5)	(40.5)	32.1	47.4	35.7
JANUARY QTR	0.28	(0.04)	0.32	0.49	0.37	0.25	800.0	(112.5)	(34.7)	32.4	48.0	31.6
APRIL YTD	0.04	0.14	0.28	0.24	0.16	0.09	(71.4)	(50.0)	16.7	50.0	77.8	-
JULY YTD	0.11	0.24	0.49	0.47	0.31	0.17	(54.2)	(51.0)	4.3	51.6	82.4	6.3
OCTOBER YTD	0.26	0.03	0.71	0.83	0.59	0.35	766.7	(95.8)	(14.5)	40.7	68.6	16.7
JANUARY YTD	0.55	(0.01)	1.03	1.32	0.95	0.60	5,600.0	(101.0)	(22.0)	38.9	58.3	25.0
	EARNINGS PER SHARE - DILUTED ($) (1) (2)						**YEAR TO YEAR INCREASE(DECREASE) (%)**					
APRIL QTR	0.04	0.13	0.27	0.22	0.15	0.09	(69.2)	(51.9)	22.7	46.7	66.7	12.5
JULY QTR	0.06	0.10	0.21	0.22	0.15	0.08	(40.0)	(52.4)	(4.5)	46.7	87.5	14.3
OCTOBER QTR	0.15	(0.21)	0.21	0.35	0.27	0.18	171.4	(200.0)	(40.0)	29.6	50.0	28.6
JANUARY QTR	0.27	(0.04)	0.31	0.47	0.35	0.24	775.0	(112.9)	(34.0)	34.3	45.8	33.3
APRIL YTD	0.04	0.13	0.27	0.22	0.15	0.09	(69.2)	(51.9)	22.7	46.7	66.7	12.5
JULY YTD	0.11	0.23	0.47	0.44	0.30	0.17	(52.2)	(51.1)	6.8	46.7	76.5	13.3
OCTOBER YTD	0.26	0.03	0.69	0.79	0.56	0.34	766.7	(95.7)	(12.7)	41.1	64.7	17.2
JANUARY YTD	0.54	(0.01)	1.00	1.26	0.91	0.58	5,500.0	(101.0)	(20.6)	38.5	56.9	23.4
	WEIGHTED AVERAGE SHARES - BASIC (000) (1)						**DIVIDENDS PER SHARE ($) (1)**					
APRIL QTR	866,686	854,333	850,326	854,465	874,464	906,308	0.0222	0.0222	0.0222	0.0222	0.0222	0.0222
JULY QTR	869,519	859,671	849,641	857,352	874,424	896,433	0.0222	0.0222	0.0222	0.0222	0.0222	0.0222
OCTOBER QTR	879,276	862,420	848,754	853,706	856,978	887,783	0.0222	0.0222	0.0222	0.0222	0.0222	0.0222
JANUARY QTR	886,702	864,602	850,468	849,655	850,337	875,036	0.0222	0.0222	0.0222	0.0222	0.0222	0.0222
APRIL YTD	866,686	854,333	850,326	854,465	874,464	906,308	0.0222	0.0222	0.0222	0.0222	0.0222	0.0222
JULY YTD	868,102	857,002	849,983	855,910	874,444	901,380	0.0444	0.0444	0.0444	0.0444	0.0444	0.0444
OCTOBER YTD	871,827	858,808	849,575	855,187	868,621	896,848	0.0666	0.0666	0.0666	0.0667	0.0667	0.0667
JANUARY YTD	875,546	860,255	849,811	853,805	864,062	891,405	0.0895	0.0888	0.0888	0.0889	0.0889	0.0889
	WEIGHTED AVERAGE SHARES - DILUTED (000) (1)						**ACTUAL SHARES OUTSTANDING (000) (1)**					
APRIL QTR	874,012	875,873	888,020	900,044	911,251	929,962	867,808	856,200	851,345	860,031	883,622	915,943
JULY QTR	876,610	883,663	880,120	898,991	914,563	922,707	870,401	861,650	849,574	858,936	873,608	904,654
OCTOBER QTR	968,164	873,831	871,571	891,325	896,147	920,155	885,564	863,097	849,839	850,868	855,073	889,116
JANUARY QTR	976,810	872,323	873,325	888,512	895,485	909,798	887,323	865,727	853,997	850,499	857,960	884,549
APRIL YTD	874,012	875,873	888,020	900,044	911,251	929,962						
JULY YTD	875,307	879,934	884,183	899,521	913,075	926,713						
OCTOBER YTD	877,828	876,068	880,583	897,271	907,610	925,804						
JANUARY YTD	881,478	873,650	879,137	895,029	904,374	922,952						

(1) All share and per share amounts reflect the 3-for-2 split of common stock in the form of a stock dividend distributed June 21, 1999.
(2) For Q3, Q4 and year end of FY2001, basic weighted average shares were used in the diluted EPS calculation due to losses in the quarters and the year.

NOTE: 2000 information reflects operations for a 14 week 4th quarter and 53 week year unless otherwise stated.

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THE GAP INC. AND SUBSIDIARIES
QUARTERLY FINANCIAL SUMMARY
CONSOLIDATED BALANCE SHEETS
FOURTH QUARTER 2002

	FIRST QUARTER						SECOND QUARTER					
($000)	2002	2001	2000	1999	1998	1997	2002	2001	2000	1999	1998	1997
ASSETS												
Current Assets												
Cash and Equivalents	2,319,191	663,089	436,172	456,107	836,314	244,643	2,386,829	722,952	327,860	420,954	515,207	220,148
Merchandise Inventory	1,792,713	2,119,967	1,652,049	1,198,497	823,305	628,693	2,087,485	2,305,149	2,080,856	1,502,255	1,102,693	791,925
Other Current Assets	345,423	350,144	315,709	263,927	184,815	263,400	342,658	396,371	375,013	298,219	216,121	189,016
Total Current Assets	4,457,327	3,133,200	2,403,930	1,918,531	1,844,434	1,136,736	4,816,972	3,424,472	2,783,729	2,221,428	1,834,021	1,201,089
Property and Equipment												
Net Property and Equipment	4,096,600	4,120,883	2,905,064	1,997,900	1,475,099	1,174,003	4007674	4221567	3,244,940	2,229,729	1,576,440	1,234,384
Long-term Investments	8,795	-	-	-	-	64,623	8,156	-	-	-	-	5,465
Lease Rights and Other Assets	411,035	352,485	348,597	211,441	162,193	127,053	398,571	358,484	345,767	227,426	172,688	135,811
TOTAL ASSETS	8,973,757	7,606,568	5,657,591	4,127,872	3,481,726	2,502,415	9,231,373	8,004,523	6,374,436	4,678,583	3,583,149	2,576,749
LIABILITIES & SHAREHOLDERS' EQUITY												
Current Liabilities												
Notes Payable	0	781,224	631,461	97,834	97,264	86,241	-	691,670	859,448	413,495	93,006	90,245
Accounts Payable	1,041,507	983,360	728,121	617,597	376,413	296,090	1,115,845	1,237,745	922,866	742,370	530,275	384,464
Current Maturities of Long-term Debt	-	250,000	0	0	0	0	500,000	250,000	0	0	0	0
Accrued Expense and Other Current Liabilities	913,905	715,557	669,455	682,108	525,347	281,469	1,015,201	763,625	617,785	687,085	641,699	307,806
Total Current Liabilities	1,955,412	2,730,141	2,029,037	1,397,539	999,024	663,800	2,631,046	2,943,040	2,400,099	1,842,950	1,264,980	782,515
Long-Term Liabilities												
Long-term Debt	3,355,337	1,270,289	769,287	545,045	496,147	-	2,873,132	1,268,036	1,022,871	542,279	496,250	-
Deferred Lease Credits and Other Liabilities	585,117	531,100	431,473	347,517	291,999	219,973	563,570	544,618	452,325	365,874	292,620	234,273
	3,940,454	1,801,389	1,200,760	892,562	788,146	219,973	3,436,702	1,812,654	1,475,196	908,153	788,870	234,273
Shareholders' Equity												
Common Stock (1)	47,534	47,070	46,546	50,091	49,621	53,756	47,602	47,294	46,654	50,196	49,691	53,757
Additional Paid-in Capital (1)	485,140	338,468	140,797	520,818	348,483	422,494	495,086	432,411	189,589	578,550	379,050	439,224
Retained Earnings	4,927,129	5,090,262	4,408,281	3,323,831	2,509,420	2,002,458	4,964,519	5,160,981	4,573,338	3,500,643	2,626,800	2,051,955
Foreign Currency Translation Adjustment	(3,548)	(49,289)	(5,664)	(21,608)	(12,722)	(7,316)	(27,640)	(47,658)	(15,275)	(22,100)	(16,980)	(6,490)
Deferred Compensation	(51,507)	(12,577)	(22,512)	(33,846)	(36,965)	(42,897)	(5,322)	(11,054)	(18,112)	(28,948)	(34,365)	(38,068)
Treasury Stock, at cost	(6,438)	(2,355,853)	(2,151,331)	(2,002,644)	(1,163,281)	(809,853)	(2,301,869)	(2,340,983)	(2,302,331)	(2,152,074)	(1,474,897)	(940,417)
Unrealized Gain/(Loss) on Hedging Activity	(2,320,419)	16,957	11,677	1,129	-	-	(8,751)	7,838	25,278	1,213	-	-
	3,077,891	3,075,038	2,427,794	1,837,771	1,694,556	1,618,642	3,163,625	3,248,829	2,499,141	1,927,480	1,529,299	1,559,961
TOTAL LIABILITIES AND EQUITY	8,973,757	7,606,568	5,657,591	4,127,872	3,481,726	2,502,415	9,231,373	8,004,523	6,374,436	4,678,583	3,583,149	2,576,749

(1) Common Stock and Additional Paid in Capital have been restated to reflect the 3-for-2 split of common stock in the form of a dividend distributed on June 21, 1999.

NOTE: 2000 information reflects operations for a 14 week 4th quarter and 53 week year unless otherwise stated.

THE GAP INC. AND SUBSIDIARIES
QUARTERLY FINANCIAL SUMMARY
CONSOLIDATED BALANCE SHEETS
FOURTH QUARTER 2002

($000)	THIRD QUARTER						FOURTH QUARTER					
	2002	2001	2000	1999	1998	1997	2002	2001	2000	1999	1998	1997
ASSETS												
Current Assets												
Cash and Equivalents	2,501,118	799,510	352,201	485,680	271,518	627,760	3,388,514	1,035,749	408,794	450,352	565,253	913,169
Merchandise Inventory	2,821,441	2,837,534	2,567,502	1,825,038	1,374,916	980,531	2,047,879	1,768,613	1,904,153	1,462,045	1,056,444	733,174
Other Current Assets	330,914	355,478	475,605	306,567	195,013	154,670	303,332	331,685	335,103	285,393	250,127	184,604
Total Current Assets	**5,653,473**	**3,992,522**	**3,395,308**	**2,617,285**	**1,841,447**	**1,762,961**	**5,739,725**	**3,136,047**	**2,648,050**	**2,197,790**	**1,871,824**	**1,830,947**
Property and Equipment												
Net Property and Equipment	3,870,053	4,241,924	3,621,474	2,473,509	1,748,840	1,319,462	3,776,843	4,161,290	4,007,685	2,715,315	1,876,370	1,365,246
Long-term Investments	7,618	-	-	-	-	-	7,618	-	-	-	-	-
Lease Rights and Other Assets	377,775	355,975	344,677	254,530	164,474	142,653	377,818	385,486	357,173	275,651	215,725	141,309
TOTAL ASSETS	**9,908,919**	**8,590,421**	**7,361,459**	**5,345,324**	**3,754,761**	**3,225,076**	**9,902,004**	**7,682,823**	**7,012,908**	**5,188,756**	**3,963,919**	**3,337,502**
LIABILITIES AND SHAREHOLDERS' EQUITY												
Current Liabilities												
Notes Payable	0	1,029,250	1,482,356	636,534	526,428	115,245	-	41,889	779,904	168,961	90,690	84,794
Accounts Payable	1,443,870	1,404,606	1,032,095	725,635	536,408	433,313	1,159,301	1,196,614	1,067,207	805,945	684,130	416,976
Current Maturities of Long-term Debt	499,959	250,000	0	0	0	0	499,979	-	250,000	0	0	0
Accrued Expense and Other Current Liabilities	1,160,718	1,008,075	724,804	861,409	624,722	458,564	1,067,294	909,227	702,033	777,973	778,283	489,778
Total Current Liabilities	**3,104,547**	**3,691,931**	**3,239,255**	**2,223,578**	**1,687,558**	**1,007,122**	**2,726,574**	**2,147,730**	**2,799,144**	**1,752,879**	**1,553,103**	**991,548**
Long-Term Liabilities												
Long-term Debt	2,875,683	1,273,025	1,003,542	808,937	496,352	495,941	2,895,794	1,961,397	780,246	784,925	496,455	496,044
Deferred Lease Credits and Other Liabilities	540,147	571,838	498,496	394,684	314,855	249,151	621,424	564,115	505,279	417,907	340,682	265,924
	3,415,830	1,844,863	1,502,038	1,203,621	811,207	745,092	3,517,218	2,525,512	1,285,525	1,202,832	837,137	761,968
Shareholders' Equity												
Common Stock (1)	48,360	47,366	46,768	50,226	49,762	53,791	48,401	47,429	46,960	50,368	49,875	49,491
Additional Paid-in Capital (1)	620,906	453,543	220,924	594,740	402,383	457,210	638,306	461,409	294,968	669,490	349,037	290,179
Retained Earnings	5,060,483	4,943,789	4,721,976	3,796,656	2,845,441	2,196,647	5,289,480	4,890,375	4,974,773	4,172,796	3,121,360	2,392,750
Unrealized Gain/(Loss) on Hedging Activity	(5,744)	3,081	29,987	(12,053)	-	-	(9,063)	6,030	14,147	3,274	819	-
Foreign Currency Translation Adjustment	(29,225)	(44,155)	(29,608)	(12,294)	(11,298)	(7,790)	(7,703)	(67,854)	(34,320)	(10,033)	(13,337)	(15,230)
Deferred Compensation	(4,369)	(9,262)	(15,154)	(28,243)	(35,874)	(43,908)	(13,573)	(7,245)	(12,162)	(23,150)	(31,675)	(38,167)
Treasury stock, at cost	(2,301,869)	(2,340,735)	(2,354,727)	(2,470,907)	(1,994,418)	(1,183,088)	(2,287,635)	(2,320,563)	(2,356,127)	(2,629,700)	(1,902,400)	(1,095,037)
	3,388,542	3,053,627	2,620,166	1,918,125	1,255,996	1,472,862	3,658,212	3,009,581	2,928,239	2,233,045	1,573,679	1,583,986
TOTAL LIABILITIES AND EQUITY	**9,908,919**	**8,590,421**	**7,361,459**	**5,345,324**	**3,754,761**	**3,225,076**	**9,902,004**	**7,682,823**	**7,012,908**	**5,188,756**	**3,963,919**	**3,337,502**

(1) Common Stock and Additional Paid in Capital have been restated to reflect the 3-for-2 split of common stock in the form of a dividend distributed on June 21, 1999.

NOTE: 2000 information reflects operations for a 14 week 4th quarter and 53 week year unless otherwise stated.

THE GAP INC. AND SUBSIDIARIES
QUARTERLY FINANCIAL SUMMARY
OTHER STATISTICS
FOURTH QUARTER 2002

	2002	2001	2000	1999	1998	1997	2002	2001	2000	1999	1998	1997
	CASH PROVIDED BY OPERATING ACTIVITIES ($000)						**LONG TERM DEBT TO EQUITY [1]**					
APRIL YTD	73,387	66,047	40,332	141,980	180,696	(57,928)	1.09	0.49	0.32	0.30	0.29	0.00
JULY YTD	209,953	442,447	68,773	294,542	394,434	48,767	1.07	0.47	0.41	0.28	0.32	0.00
OCTOBER YTD	283,717	392,870	49,098	521,235	455,086	297,132	1.00	0.50	0.38	0.42	0.40	0.34
JANUARY YTD	1,238,356	1,337,727	1,291,205	1,477,928	1,394,161	844,651	0.93	0.65	0.35	0.35	0.32	0.31
	RETURN ON EQUITY (TRAILING 4 QUARTERS) (%)						**RETURN ON EQUITY (YEAR END AVG ONLY) (%)**					
APRIL QTR	(2.8)	28.0	56.1	56.4	36.9	27.5						
JULY QTR	22.1	23.1	52.2	58.5	41.6	28.3						
OCTOBER QTR	19.1	10.0	43.6	60.3	48.2	30.8						
JANUARY QTR	14.6	(0.3)	34.5	59.4	54.0	33.8	14.3	(0.3)	34.0	59.2	52.2	33.0
	WORKING CAPITAL ($000)						**CURRENT RATIO**					
APRIL QTR	2,501,915	403,059	374,893	520,992	845,410	472,935	2.28	1.15	1.18	1.37	1.85	1.71
JULY QTR	2,185,926	481,432	383,630	378,478	569,041	418,574	1.83	1.17	1.16	1.21	1.45	1.53
OCTOBER QTR	2,548,926	300,591	156,053	393,707	153,889	755,839	1.82	1.08	1.05	1.18	1.09	1.75
JANUARY QTR	3,013,151	988,317	(151,094)	444,911	318,721	839,399	2.11	1.46	0.95	1.25	1.21	1.85
	INVENTORY END OF QUARTER ($000)						**YEAR TO YEAR INCREASE (DECREASE) (%)**					
APRIL QTR	1,792,713	2,119,967	1,652,049	1,198,497	823,305	628,693	(15.4)	28.3	37.8	45.6	31.0	28.4
JULY QTR	2,087,485	2,305,149	2,080,856	1,502,255	1,102,693	791,925	(9.4)	10.8	38.5	36.2	39.2	38.1
OCTOBER QTR	2,821,441	2,837,534	2,567,502	1,825,038	1,374,916	980,531	(0.6)	10.5	40.7	32.7	40.2	37.7
JANUARY QTR	2,047,879	1,768,613	1,904,153	1,462,045	1,056,444	733,174	15.8	(7.1)	30.2	38.4	44.1	26.7
	END OF QUARTER INVENTORY PER SQUARE FOOT ($) [3]						**YEAR TO YEAR INCREASE (DECREASE) (%)**					
APRIL QTR	47	62	62	61	52	48	(24.2)	-	2.5	18.0	8.3	11.6
JULY QTR	54	66	75	72	66	58	(18.2)	(12.0)	3.8	10.3	13.8	18.4
OCTOBER QTR	73	77	83	78	77	67	(5.2)	(7.2)	6.3	2.1	14.9	15.2
JANUARY QTR	54	47	59	59	56	48	13.3	(20.3)	0.0	4.2	16.7	4.3
	AVERAGE QUARTERLY INVENTORY ($000)						**END OF QUARTER INVENTORY PER STORE ($000) [2] [3]**					
APRIL QTR	1,780,663	2,012,060	1,557,047	1,127,471	778,240	603,729	411	536	506	461	369	328
JULY QTR	1,940,099	2,212,558	1,866,453	1,350,376	962,999	710,309	477	568	616	555	478	399
OCTOBER QTR	2,454,463	2,571,342	2,324,179	1,663,647	1,238,805	886,228	639	667	703	617	577	472
JANUARY QTR	2,434,660	2,303,074	2,235,828	1,643,542	1,215,680	856,853	482	412	503	466	428	344
APRIL YTD	1,780,663	2,012,060	1,557,047	1,127,471	778,240	603,729						
JULY YTD	1,882,937	2,109,756	1,731,650	1,252,399	886,391	666,461						
OCTOBER YTD	2,117,563	2,291,701	1,940,613	1,395,559	1,008,522	744,979						
JANUARY YTD	2,103,626	2,187,083	1,933,321	1,408,856	1,018,106	742,618						

(1) Includes current installments and long-term portions of debt.
(2) Store count numbers have been restated for 1999 and 1998 to reflect new store-count methodology as it relates to Gap brand.
(3) 2002, 2001, 2000 and 1999 End of Quarter Inventory per Square Foot and End of Quarter Inventory per Store do not include Gap Inc. Direct.
NOTE: 2000 information reflects operations for a 14 week 4th quarter and 53 week year unless otherwise stated.

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THE GAP INC. AND SUBSIDIARIES
QUARTERLY FINANCIAL SUMMARY
OTHER STATISTICS
FOURTH QUARTER 2002

	2002	2001	2000	1999	1998	1997	2002	2001	2000	1999	1998	1997
	END OF QUARTER # OF STORE CONCEPTS[1][4]						**SQUARE FOOTAGE (000)[1]**					
APRIL QTR	4,228	3,850	3,145	2,574	2,229	1,916	36,942	33,271	25,519	19,517	15,975	13,163
JULY QTR	4,261	3,973	3,284	2,661	2,307	1,984	37,377	34,381	26,932	20,391	16,799	13,750
OCTOBER QTR	4,294	4,147	3,542	2,879	2,382	2,077	37,645	36,033	29,978	22,721	17,858	14,679
JANUARY QTR	4,252	4,171	3,676	3,018	2,466	2,130	37,252	36,333	31,373	23,978	18,757	15,313
	YEAR TO YEAR # OF STORE CONCEPTS INCREASE (%)[4]						**YEAR TO YEAR SQUARE FOOTAGE INCREASE (%)**					
APRIL QTR	9.8	22.4	22.2	15.5	16.3	11.4	11.0	30.4	30.8	22.2	21.4	15.1
JULY QTR	7.2	21.0	23.4	15.3	16.3	13.0	8.7	27.7	32.1	21.4	23.5	16.5
OCTOBER QTR	3.5	17.1	23.0	20.9	14.7	13.9	4.5	20.2	31.9	27.2	21.7	18.9
JANUARY QTR	1.9	13.5	21.8	22.4	15.8	14.9	2.5	15.8	30.8	27.8	22.5	21.1
	STORE CONCEPTS OPENINGS[4]						**SQUARE FOOTAGE OPENINGS (000)**					
APRIL QTR	71	195	133	112	102	69	662	1,965	1,465	761	637	507
JULY QTR	46	142	163	88	80	72	529	1,130	1,317	718	751	553
OCTOBER QTR	58	198	268	224	80	96	-	1,677	2,446	2,256	816	881
JANUARY QTR	13	52	167	146	94	61	23	328	1,411	1,026	885	547
YEAR	188	587	731	570	356	298	1,214	5,100	6,639	4,761	3,089	2,488
	STORE RELOCATIONS/EXPANSIONS[6]						**SQUARE FOOTAGE (000)**					
APRIL QTR	16	55	24	6	31	17	34	66	124	26	31	62
JULY QTR	-	43	48	30	42	19	2	73	320	159	89	63
OCTOBER QTR	6	44	71	40	30	31	(8)	100	666	114	84	62
JANUARY QTR	2	17	125	53	32	31	10	109	255	260	80	133
YEAR	24	159	268	129	135	98	38	348	1,365	559	284	320
	STORE CONCEPTS CLOSINGS						**SQUARE FOOTAGE (000)**					
APRIL QTR	14	21	6	4	3	7	87	133	48	27	6	51
JULY QTR	13	19	24	1	2	4	95	93	224	3	16	25
OCTOBER QTR	25	24	10	6	5	3	-	125	66	40	26	18
JANUARY QTR	55	28	33	7	10	8	426	137	270	29	66	46
YEAR	107	92	73	18	20	22	608	488	608	99	114	140
	CAPITAL EXPENDITURES ($000)[2]						**DEPRECIATION AND AMORTIZATION ($000)[3]**					
APRIL QTR	91,000	293,000	322,000	212,000	176,000	93,000	187,884	196,148	132,016	94,998	74,801	56,659
JULY QTR	72,000	254,000	486,000	327,000	173,000	124,000	201,198	186,016	138,420	100,875	77,723	69,881
OCTOBER QTR	26,000	213,000	498,000	318,000	264,000	141,000	192,509	207,462	152,900	106,622	83,889	67,980
JANUARY QTR	83,000	272,000	499,000	367,000	206,000	114,000	199,285	220,860	167,029	133,689	90,034	75,186
APRIL YTD	91,000	293,000	322,000	212,000	176,000	93,000	187,884	196,148	132,016	94,998	74,801	56,659
JULY YTD	163,000	547,000	808,000	539,000	349,000	217,000	389,082	382,164	270,436	195,873	152,524	126,540
OCTOBER YTD	189,000	760,000	1,306,000	857,000	613,000	358,000	581,591	589,626	423,336	302,495	236,413	194,520
JANUARY YTD	272,000	1,032,000	1,805,000	1,224,000	819,000	472,000	780,876	810,486	590,365	436,184	326,447	269,706
	$ SALES PER AVERAGE SQUARE FOOT (STORES ONLY)[5]						**AVERAGE SQUARE FEET (000)**					
APRIL QTR	77	96	109	118	109	95	36,627	32,390	24,696	19,155	15,715	12,970
JULY QTR	86	94	111	123	116	99	37,258	33,766	26,189	19,909	16,454	13,547
OCTOBER QTR	95	93	118	141	138	123	37,092	35,161	28,446	21,504	17,301	14,340
JANUARY QTR	120	109	139	162	162	141	37,550	36,254	30,996	23,560	18,530	15,313
APRIL YTD	77	96	109	118	109	95	36,627	32,390	24,696	19,155	15,715	12,970
JULY YTD	163	191	221	242	225	194	36,898	33,050	25,431	19,534	16,084	13,258
OCTOBER YTD	258	283	339	382	366	319	37,503	33,761	26,487	20,236	16,422	13,619
JANUARY YTD	349	393	482	548	532	463	40,289	34,354	27,606	21,068	16,961	14,043

(1) Store counts and square footage amounts may differ between quarterly releases of this report due to conversions of departments to standalone stores.
(2) Net of tenant allowances for construction and lease incentives.
(3) Includes amortization of restricted stock, discounted stock options and discount on long term-debt.
(4) Store count numbers have been restated for 1999 and 1998 to reflect new store-count methodology as it relates to Gap brand.
(5) Based on 52-week basis.
(6) Number of stores by location. At fiscal year end 2001, number of stores by concepts was 311.

NOTE: 2000 information reflects operations for a 14 week 4th quarter and 53 week year unless otherwise stated.

THE GAP INC. AND SUBSIDIARIES
QUARTERLY FINANCIAL SUMMARY
OTHER STATISTICS
FOURTH QUARTER 2002

	2002	2001	2000	1999	1998	1997
RENT EXPENSE ($000)						
APRIL QTR	241,496	230,924	189,505	151,767	122,542	96,211
JULY QTR	240,762	233,443	199,193	156,640	125,645	104,343
OCTOBER QTR	244,662	234,163	212,528	170,445	139,547	110,853
JANUARY QTR	250,737	224,777	239,940	197,626	159,494	126,592
APRIL YTD	241,496	230,924	189,505	151,767	122,542	96,211
JULY YTD	482,258	464,367	388,698	308,407	248,187	200,554
OCTOBER YTD	726,920	698,530	601,226	478,852	387,734	311,407
JANUARY YTD	977,657	923,307	841,166	676,478	547,228	437,999