

The Great Atlantic & Pacific Tea Company, Inc.
Schedule 1 - GAAP Earnings for the 12 and 40 weeks ended December 3, 2005 and December 4, 2004
(Unaudited)

(In thousands, except share amounts and store data)

	12 Weeks Ended		40 Weeks Ended	
	December 3, 2005	December 4, 2004 <i>As Restated</i> ⁽¹⁾	December 3, 2005	December 4, 2004 <i>As Restated</i> ⁽¹⁾
Sales	\$ 1,580,942	\$ 2,523,759	\$ 7,132,824	\$ 8,294,617
Cost of merchandise sold	(1,116,399)	(1,827,221)	(5,113,659)	(5,982,570)
Gross margin	464,543	696,538	2,019,165	2,312,047
Store operating, general and administrative expense	(546,100)	(742,791)	(2,283,928)	(2,398,230)
Loss from operations ⁽²⁾	(81,557)	(46,253)	(264,763)	(86,183)
(Loss) gain on sale of Canadian operations	(6,083)	-	912,468	-
Interest expense	(15,398)	(24,874)	(76,783)	(87,000)
Interest income	4,803	485	9,146	2,094
Minority interest in earnings of consolidated franchisees	-	2,815	(1,131)	1,097
Equity in earnings of Metro, Inc.	3,397	-	3,397	-
(Loss) income from continuing operations before income taxes	(94,838)	(67,827)	582,334	(169,992)
Benefit from (provision for) income taxes	21,083	(4,924)	(152,885)	(8,768)
(Loss) income from continuing operations	(73,755)	(72,751)	429,449	(178,760)
Discontinued operations:				
Income (loss) from operations of discontinued businesses, net of tax	1,972	110	1,704	(929)
Gain (loss) on disposal of discontinued operations, net of tax	577	(2,702)	577	(2,702)
Income (loss) from discontinued operations	2,549	(2,592)	2,281	(3,631)
Net (loss) income	\$ (71,206)	\$ (75,343)	\$ 431,730	\$ (182,391)
Net (loss) income per share - basic:				
Continuing operations	\$ (1.80)	\$ (1.89)	\$ 10.71	\$ (4.64)
Discontinued operations	0.06	(0.07)	0.06	(0.10)
Net (loss) income per share - basic	\$ (1.74)	\$ (1.96)	\$ 10.77	\$ (4.74)
Net (loss) income per share - diluted:				
Continuing operations	\$ (1.80)	\$ (1.89)	\$ 10.56	\$ (4.64)
Discontinued operations	0.06	(0.07)	0.06	(0.10)
Net (loss) income per share - diluted	\$ (1.74)	\$ (1.96)	\$ 10.62	\$ (4.74)
Weighted average common shares outstanding - basic	40,997,714	38,553,356	40,075,391	38,530,519
Weighted average common shares outstanding - diluted	40,997,714	38,553,356	40,634,563	38,530,519
Gross margin rate	29.38%	27.60%	28.31%	27.87%
Store operating, general and administrative expense rate	34.54%	29.43%	32.02%	28.91%
Depreciation and amortization	\$ 46,274	\$ 62,647	\$ 164,042	\$ 205,683
<i>Reconciliation of GAAP cash flow measure to EBITDA:</i>				
Net cash used in operating activities	\$ (92,322)	\$ (66,120)	\$ (160,523)	\$ (11,107)
Net interest expense	10,595	24,389	67,637	84,906
Asset disposition initiatives	(15,691)	2,090	(100,372)	1,709
Restructuring charge	(1,697)	0	(62,736)	0
Long lived asset impairment charges	(17,966)	(35,498)	(29,108)	(38,206)
Loss on extinguishment of debt	0	0	(28,623)	0
Loss on derivatives	0	0	(15,446)	0
(Loss) gain on disposal of owned property	(1,591)	(2,532)	25,836	(3,381)
(Benefit from) provision for income taxes	(21,083)	4,924	152,885	8,768
Income taxes	17,585	(2,667)	(119,643)	(431)
Other share based awards	(2,043)	0	(6,970)	0
<u>Working capital changes</u>				
Accounts receivable	(1,273)	(8,157)	25,770	(39,527)
Inventories	(5,947)	69,519	(33,432)	98,337
Prepaid expenses and other current assets	8,369	2,842	15,890	26,410
Accounts payable	18,665	(31,472)	89,717	(79,389)
Accrued salaries, wages, benefits and taxes	32,029	17,282	36,152	19,257
Other accruals	44,559	33,004	(8,558)	25,835
Other assets	(254)	10,213	44	20,679
Other non-current liabilities	4,371	2,073	59,721	6,840
Other, net	(11,589)	(3,496)	(8,962)	(1,200)
EBITDA	\$ (35,283)	\$ 16,394	\$ (100,721)	\$ 119,500
Number of stores operated at end of quarter	407	650	407	650
Number of franchised stores served at end of quarter	-	42	-	42

(1) As previously reported, prior year results have been restated for changes in our accounting for leases primarily to correct the Company's accounting for landlord allowances.

(2) Loss from operations included charges totaling \$60 million and \$186 million for the 12 and 40 weeks ended December 3, 2005, respectively, related to certain items that the Company believes are of a non-operating nature. For the 12 and 40 weeks ended December 3, 2005, these items included:

- \$2 million of income related to the VISA/Mastercard lawsuit settlement during both periods presented,
- \$15 million and \$89 million in restructuring costs, respectively, primarily related to the sale of the U.S. distribution operations to C&S,
- \$19 million and \$105 million, respectively, related to Midwest exit costs,
- \$8 million and \$18 million, respectively, related to long-lived asset impairment,
- \$3 million and \$33 million, respectively, related to the early extinguishment of debt and write-off of deferred financing fees,
- \$13 million and \$18 million, respectively, relating to the impact of Hurricane Katrina on our operations,
- \$4 million relating to real estate losses and \$22 million relating to real estate gains, respectively,
- \$68 million of income from A&P Canada for the 40 weeks ended December 3, 2005,
- \$15 million related to the Canadian dollar hedge for the 40 weeks ended December 3, 2005.

The Great Atlantic & Pacific Tea Company, Inc.
Schedule 2 - Condensed Balance Sheet Data
(Unaudited)
(In millions, except per share and store data)

	<u>December 3, 2005</u>	<u>February 26, 2005</u>
Cash and short-term investments	\$128	\$258
Other current assets	<u>1,103</u>	<u>907</u>
Total current assets	1,231	1,165
Property-net	898	1,516
Equity investment in Metro, Inc.	331	0
Other assets	<u>48</u>	<u>121</u>
Total assets	<u><u>\$2,508</u></u>	<u><u>\$2,802</u></u>
Total current liabilities	\$608	\$1,078
Total non-current liabilities	1,199	1,490
Stockholders' equity	<u>701</u>	<u>234</u>
Total liabilities and stockholders' equity	<u><u>\$2,508</u></u>	<u><u>\$2,802</u></u>

Other Statistical Data

Total Debt and Capital Leases	\$282	\$697
Total Long Term Real Estate Liabilities	\$277	328
Restricted Cash, Temporary Investments and Marketable Securities	<u>(413)</u>	<u>(104)</u>
Net Debt	\$146	\$921
Total Retail Square Footage (in thousands)	16,547	25,583
Book Value Per Share	\$17.10	\$6.03

	<u>For the 40 weeks ended December 3, 2005</u>	<u>For the 40 weeks ended December 4, 2004</u>
Capital Expenditures	\$135	\$164