



***3rd Quarter Fiscal Year 2005
Conference Call
January 6, 2006***



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EBITDA Results - \$MM



	<u>3Q2005</u>	<u>3Q2004</u>
Reported EBITDA	\$ (35)	\$ 16
A&P Canada reported EBITDA	-	(27)
A&P U.S. reported EBITDA	<u>\$ (35)</u>	<u>\$ (11)</u>
Midwest Store Exit Costs	19	-
Refinancing Costs	3	-
Restructuring Costs (net)	15	1
Asset Impairment	8	35
Store closure costs related to Hurricane Katrina	13	-
VISA/Mastercard Settlement	(2)	-
Employee benefit costs	-	(9)
Real Estate related transactions (net)	4	2
	<u>60</u>	<u>29</u>
A&P U.S. ongoing EBITDA	<u><u>\$ 25</u></u>	<u><u>\$ 18</u></u>

EBITDA Results - \$MM



	YTD 3Q2005	YTD 3Q2004
Reported EBITDA	\$ (101)	\$ 120
A&P Canada reported EBITDA	(68)	(64)
A&P U.S. reported EBITDA	\$ (169)	\$ 56
Midwest Store Exit Costs	105	-
Refinancing Costs	33	-
Restructuring Costs (net)	89	2
Asset Impairment	18	35
Costs related to Hurricane Katrina	18	-
Canadian \$ Hedge Agreement	15	-
VISA/Mastercard Settlement	(2)	-
Employee benefit costs	-	(9)
Real Estate related transactions (net)	(22)	1
	<u>254</u>	<u>29</u>
A&P U.S. ongoing EBITDA	\$ <u>85</u>	\$ <u>85</u>

EBITDA Results - \$MM



	<u>1Q2005</u>	<u>2Q2005</u>
Reported EBITDA	\$ 33	\$ (99)
A&P Canada reported EBITDA	<u>(51)</u>	<u>(18)</u>
A&P U.S. reported EBITDA	<u>\$ (18)</u>	<u>\$ (117)</u>
Midwest Store Exit Costs	15	71
Refinancing Costs	-	29
Restructuring Costs (net)	49	25
Asset Impairment	-	10
Costs related to Hurricane Katrina	-	5
Canadian \$ Hedge Agreement	3	13
Real Estate related transactions (net)	<u>(15)</u>	<u>(11)</u>
	<u>52</u>	<u>142</u>
A&P U.S. ongoing EBITDA	<u><u>\$ 34</u></u>	<u><u>\$ 25</u></u>

EBITDA Results - \$MM



	<u>1Q2004</u>	<u>2Q2004</u>	<u>3Q2004</u>	<u>4Q2004</u>
Reported EBITDA	\$ 80	\$ 23	\$ 16	\$ 76
A&P Canada reported EBITDA	<u>(36)</u>	<u>(1)</u>	<u>(27)</u>	<u>(59)</u>
A&P U.S. reported EBITDA	<u>\$ 44</u>	<u>\$ 22</u>	<u>\$ (11)</u>	<u>\$ 17</u>
Midwest Store Exit Costs	-	-	-	-
Refinancing Costs	-	-	-	-
Restructuring Costs (net)	1	-	1	8
Asset Impairments	-	-	35	-
Canadian \$ Hedge Agreement	-	-	-	-
Employee benefit costs	-	-	(9)	-
Insurance reserve adjustment	-	-	-	27
Real Estate related transactions (net)	<u>1</u>	<u>(1)</u>	<u>2</u>	<u>(24)</u>
	<u>2</u>	<u>(1)</u>	<u>29</u>	<u>11</u>
A&P U.S. ongoing EBITDA	<u><u>\$ 46</u></u>	<u><u>\$ 21</u></u>	<u><u>\$ 18</u></u>	<u><u>\$ 28</u></u>

U.S. A&P - Operating Results⁽¹⁾ - \$MM



	<u>3Q2005</u> <i>(12 weeks)</i>	<u>3Q2004</u> <i>(12 weeks)</i>	<u>1Q2005</u> <i>(16 weeks)</i>	<u>2Q2005</u> <i>(12 weeks)</i>
Net Sales	\$1,581	\$1,672	\$2,230	\$1,598
Comp Store Sales <i>(excluding New Orleans)</i>	-0.3%		-0.4%	-1.1%
Gross Margin %	29.46%	29.38%	29.39%	30.16%
SG&A % ⁽¹⁾	30.81%	31.10%	30.51%	31.46%

(1) Results shown are for A&P U.S. only and exclude items considered to be of a non-operating nature as reported on the prior slides.



Net Debt (US\$ Millions)

	<u>Dec. 3, 2005</u>
7.75% Notes due 2007	\$ 32
9.125% Notes due 2011	13
9.375% Notes due 2039	200
Cap Leases	35
Other Misc	2
Real Estate Liabilities	277
Short term investments *	(413)
NET DEBT	\$ 146
Market Value Investment in METRO Inc.	(492)
NET	\$ (346)

* Includes \$147 million of restricted cash.

