

PATTERSON COMPANIES, INC.
CONDENSED CONSOLIDATED STATEMENTS OF INCOME
(In thousands, except for earnings per share)
(Unaudited)

	Three Months Ended		Nine Months Ended	
	January 27, 2007	January 28, 2006	January 27, 2007	January 28, 2006
Net sales	\$ 709,494	\$ 682,402	\$ 2,059,255	\$ 1,919,946
Gross profit	250,266	240,969	708,309	667,427
Operating expenses	<u>157,580</u>	<u>152,423</u>	<u>469,065</u>	<u>436,541</u>
Operating income	92,686	88,546	239,244	230,886
Other expense, net	<u>(1,701)</u>	<u>(2,279)</u>	<u>(5,044)</u>	<u>(4,678)</u>
Income before taxes	90,985	86,267	234,200	226,208
Income taxes	<u>32,394</u>	<u>32,263</u>	<u>85,788</u>	<u>84,602</u>
Net income	<u>\$ 58,591</u>	<u>\$ 54,004</u>	<u>\$ 148,412</u>	<u>\$ 141,606</u>
Earnings per share:				
Basic	\$ 0.43	\$ 0.39	\$ 1.08	\$ 1.03
Diluted	\$ 0.43	\$ 0.39	\$ 1.07	\$ 1.02
Shares:				
Basic	135,601	137,804	137,189	137,552
Diluted	136,567	139,275	138,154	139,214

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PATTERSON COMPANIES, INC.
RECONCILIATION OF IMPACT OF SFAS NO. 123(R) ON EARNINGS
AND FINANCIAL RATIOS
(In thousands, except for earnings per share)
(Unaudited)

	Three Months Ended		Nine Months Ended	
	January 27, 2007	January 28, 2006	January 27, 2007	January 28, 2006
NET INCOME:				
GAAP net income	\$ 58,591	\$ 54,004	\$ 148,412	\$ 141,606
SFAS No. 123(R) expense, net of tax	1,488	-	4,777	-
Non-GAAP net income	<u>\$ 60,079</u>	<u>\$ 54,004</u>	<u>\$ 153,189</u>	<u>\$ 141,606</u>
DILUTED EARNINGS PER SHARE:				
GAAP diluted earnings per share	\$ 0.43	\$ 0.39	\$ 1.07	\$ 1.02
SFAS No. 123(R) expense, net of tax	0.01	-	0.04	-
Non-GAAP diluted earnings per share	<u>\$ 0.44</u>	<u>\$ 0.39</u>	<u>\$ 1.11</u>	<u>\$ 1.02</u>

	Three Months Ended			Nine Months Ended		
	January 27, 2007		As reported January 28, 2006	January 27, 2007		As reported January 28, 2006
	As reported	Excluding SFAS No. 123(R)		As reported	Excluding SFAS No. 123(R)	
Gross margin	35.3%	35.3%	35.3%	34.4%	34.4%	34.8%
Operating expenses as a % of net sales	22.2%	22.0%	22.3%	22.8%	22.5%	22.7%
Operating income as a % of net sales	13.1%	13.3%	13.0%	11.6%	11.9%	12.1%
Effective tax rate	35.6%	35.3%	37.4%	36.6%	36.2%	37.4%
Return on net sales	8.3%	8.5%	7.9%	7.2%	7.4%	7.4%

PATTERSON COMPANIES, INC.
CONDENSED CONSOLIDATED BALANCE SHEETS
(Dollars in thousands)

	<u>January 27, 2007</u>	<u>April 29, 2006</u>
	<u>(Unaudited)</u>	
ASSETS		
Current assets:		
Cash and short-term investments	\$ 152,464	\$ 224,392
Receivables, net	345,449	350,299
Inventory	242,951	244,709
Prepaid expenses and other current assets	27,986	27,974
Total current assets	<u>768,850</u>	<u>847,374</u>
Property and equipment, net	132,299	141,541
Goodwill and other intangible assets	764,044	764,214
Other	184,652	158,589
Total Assets	<u><u>\$ 1,849,845</u></u>	<u><u>\$ 1,911,718</u></u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 141,742	\$ 173,957
Other accrued liabilities	140,067	145,663
Current maturities of long-term debt	70,014	90,027
Total current liabilities	<u>351,823</u>	<u>409,647</u>
Long-term debt	145,014	210,014
Other non-current liabilities	49,214	49,536
Total liabilities	<u>546,051</u>	<u>669,197</u>
Stockholders' equity	<u>1,303,794</u>	<u>1,242,521</u>
Total Liabilities and Stockholders' Equity	<u><u>\$ 1,849,845</u></u>	<u><u>\$ 1,911,718</u></u>

PATTERSON COMPANIES, INC.
SUPPLEMENTARY FINANCIAL DATA
(Dollars in thousands)
(Unaudited)

	<u>Three Months Ended</u>		<u>Nine Months Ended</u>	
	<u>January 27, 2007</u>	<u>January 28, 2006</u>	<u>January 27, 2007</u>	<u>January 28, 2006</u>
Consolidated Net Sales				
Consumable and printed products	\$ 420,934	\$ 396,745	\$ 1,295,143	\$ 1,195,173
Equipment and software	234,159	237,473	602,179	584,182
Other	54,401	48,184	161,933	140,591
Total	<u>\$ 709,494</u>	<u>\$ 682,402</u>	<u>\$ 2,059,255</u>	<u>\$ 1,919,946</u>
Dental Supply				
Consumable and printed products	\$ 283,183	\$ 273,512	\$ 852,492	\$ 797,040
Equipment and software	205,265	215,146	525,515	520,858
Other	48,700	43,226	144,050	126,122
Total	<u>\$ 537,148</u>	<u>\$ 531,884</u>	<u>\$ 1,522,057</u>	<u>\$ 1,444,020</u>
Rehabilitation Supply				
Consumable and printed products	\$ 54,057	\$ 49,695	\$ 179,784	\$ 165,360
Equipment	20,058	16,644	55,779	51,310
Other	3,968	3,416	11,896	10,435
Total	<u>\$ 78,083</u>	<u>\$ 69,755</u>	<u>\$ 247,459</u>	<u>\$ 227,105</u>
Veterinary Supply				
Consumable and printed products	\$ 83,694	\$ 73,538	\$ 262,867	\$ 232,773
Equipment and software	8,836	5,683	20,885	12,014
Other	1,733	1,542	5,987	4,034
Total	<u>\$ 94,263</u>	<u>\$ 80,763</u>	<u>\$ 289,739</u>	<u>\$ 248,821</u>
Other (Expense) Income, net				
Interest income	\$ 1,868	\$ 1,106	\$ 5,935	\$ 4,681
Interest expense	(3,366)	(3,470)	(11,002)	(9,656)
Other	(203)	85	23	297
Total	<u>\$ (1,701)</u>	<u>\$ (2,279)</u>	<u>\$ (5,044)</u>	<u>\$ (4,678)</u>

Note: Certain amounts previously reported have been reclassified to conform with the current presentation.

PATTERSON COMPANIES, INC.
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(Dollars in thousands)
(Unaudited)

	<u>Nine Months Ended</u>	
	<u>January 27, 2007</u>	<u>January 28, 2006</u>
Operating activities:		
Net income	\$ 148,412	\$ 141,606
Depreciation & amortization	19,337	16,967
Share-based compensation	5,881	570
Change in assets and liabilities, net of acquired	<u>(56,718)</u>	<u>(43,310)</u>
Net cash provided by operating activities	116,912	115,833
Investing activities:		
Additions to property and equipment, net of acquired	(14,730)	(36,721)
Proceeds from disposals of property and equipment	9,163	-
Acquisitions	(12,665)	(39,228)
Distribution agreement	-	(100,000)
Sale of investments, net	<u>-</u>	<u>11,377</u>
Net cash used in investing activities	(18,232)	(164,572)
Net cash (used in) provided by financing activities	<u>(170,608)</u>	<u>2,176</u>
Net decrease in cash and cash equivalents	<u>\$ (71,928)</u>	<u>\$ (46,563)</u>