

29. SEGMENT INFORMATION

The Company has two reportable operating segments: Weston Foods and Loblaw. The Weston Foods segment is primarily engaged in the baking and dairy industries within North America. The Loblaw segment, which is operated by Loblaw Companies Limited and its subsidiaries, focuses on merchandising, which includes primarily food as well as general merchandise and drugstore products and services.

The accounting policies of the reportable operating segments are the same as those described in the Company's summary of significant accounting policies. The Company measures each reportable operating segment's performance based on operating income. Neither reportable operating segment is reliant on any single external customer.

	2007	2006
Sales		
Weston Foods	\$ 4,296	\$ 4,350
Loblaw	29,384	28,640
Intersegment	(865)	(823)
Consolidated	\$ 32,815	\$ 32,167
Operating Income⁽¹⁾		
Weston Foods	\$ 366	\$ 256
Loblaw	728	281
Consolidated	\$ 1,094	\$ 537
Depreciation and Amortization		
Weston Foods	\$ 116	\$ 115
Loblaw	588	590
Consolidated	\$ 704	\$ 705
Total Assets		
Weston Foods ⁽²⁾	\$ 4,574	\$ 4,969
Loblaw	13,814	13,626
Consolidated	\$ 18,388	\$ 18,595
Fixed Assets and Goodwill Purchases		
Weston Foods	\$ 109	\$ 184
Loblaw	621	944
Consolidated	\$ 730	\$ 1,128

(1) 2007 includes restructuring and other charges of \$227 (2006 – \$90) comprised of a \$5 (2006 – \$46) charge recognized by Weston Foods and a \$222 (2006 – \$44) charge recognized by Loblaw (see note 4). In addition, 2006 includes the Loblaw goodwill impairment charge of \$800.

(2) Includes the \$157 (2006 – \$215) investment in Domtar (Canada) Paper Inc. common shares, which is economically hedged as a result of Weston issuing the 3% Exchangeable Debentures (see note 18).

The Company operates primarily in Canada and the United States.

	2007	2006
Sales (excluding intersegment)		
Canada	\$ 30,028	\$ 29,269
United States	2,787	2,898
Consolidated	\$ 32,815	\$ 32,167
Fixed Assets and Goodwill		
Canada	\$ 9,243	\$ 9,339
United States	1,550	1,935
Consolidated	\$ 10,793	\$ 11,274