

## Three Year Summary

### CONSOLIDATED INFORMATION – CONTINUING OPERATIONS<sup>(1,2)</sup>

For the years ended December 31<sup>(3)</sup>

(\$ millions except where otherwise indicated)

	2008	2007	2006
<b>Operating Results</b>			
Sales	<b>32,088</b>	30,607	29,915
EBITDA <sup>(4,5)</sup>	<b>1,837</b>	1,525	1,047
Operating income <sup>(5)</sup>	<b>1,192</b>	875	376
Interest expense and other financing charges <sup>(6)</sup>	<b>360</b>	175	263
Net earnings (loss) from continuing operations	<b>645</b>	374	(47)
<b>Financial Position</b>			
Working capital	<b>1,165</b>	380	671
Fixed assets	<b>8,542</b>	8,453	8,615
Goodwill	<b>1,116</b>	1,103	1,120
Total assets	<b>19,664</b>	18,434	18,647
Net debt <sup>(4)</sup>	<b>3,569</b>	4,889	5,201
Shareholders' equity	<b>5,927</b>	4,677	4,953
<b>Cash Flows</b>			
Cash flows from operating activities of continuing operations	<b>985</b>	1,368	1,280
Free cash flow <sup>(4)</sup>	<b>(219)</b>	379	(30)
Fixed asset purchases	<b>807</b>	658	1,006
<b>Per Common Share (\$)</b>			
Basic net earnings (loss) from continuing operations	<b>4.63</b>	2.46	(0.78)
Basic net earnings	<b>6.08</b>	3.92	0.52
Common dividend rate at year end	<b>1.44</b>	1.44	1.44
Cash flows from operating activities of continuing operations	<b>7.27</b>	10.15	9.50
Fixed asset purchases	<b>6.25</b>	5.10	7.80
Book value	<b>39.58</b>	29.90	32.06
Market value at year end	<b>59.90</b>	54.08	75.60
<b>Financial Ratios</b>			
EBITDA margin (%) <sup>(4)</sup>	<b>5.7</b>	5.0	3.5
Operating margin (%)	<b>3.7</b>	2.9	1.3
Return on average total assets (%) <sup>(4)</sup>	<b>8.3</b>	6.2	2.7
Return on average common shareholders' equity (%)	<b>13.3</b>	7.9	(2.4)
Interest coverage	<b>3.1</b>	4.4	1.3
Net debt (excluding Exchangeable Debentures) <sup>(4)</sup> to equity	<b>0.58</b>	0.96	0.96
Cash flows from operating activities of continuing operations to net debt <sup>(4)</sup>	<b>0.28</b>	0.28	0.25
Price/net earnings (loss) from continuing operations ratio at year end	<b>12.9</b>	22.0	(96.9)
Market/book ratio at year end	<b>1.5</b>	1.8	2.4

(1) For financial definitions and ratios refer to the Glossary beginning on page 110.

(2) Certain prior years' information was reclassified to conform with the current year's presentation (see note 1 to the consolidated financial statements). Results of Weston Foods' U.S. fresh bakery business have been reclassified as discontinued operations.

(3) 2008 was a 53-week year.

(4) See non-GAAP financial measures beginning on page 46.

(5) 2008 includes restructuring and other charges of \$5 (2007 – \$215) comprised of a charge of \$6 (2007 – income of \$7) recognized by Weston Foods and income of \$1 (2007 – charge of \$222) recognized by Loblaw (see note 4 to the consolidated financial statements). In addition, 2006 includes a Loblaw goodwill impairment charge of \$800.

(6) 2008 includes non-cash charge of \$11 (2007 – non-cash income of \$141) related to the fair value adjustment of GWL's forward sale agreement for 9.6 million Loblaw common shares (see note 5 to the consolidated financial statements).

**SEGMENT INFORMATION – CONTINUING OPERATIONS<sup>(1,2)</sup>**

 For the years ended December 31<sup>(3)</sup>

(\$ millions except where otherwise indicated)

		2008	2007	2006
<b>OPERATING RESULTS</b>				
<b>Sales</b>	Weston Foods	2,197	2,088	2,098
	Loblaw	30,802	29,384	28,640
	Intersegment	(911)	(865)	(823)
	Consolidated	32,088	30,607	29,915
<b>EBITDA<sup>(4,5)</sup></b>	Weston Foods	214	209	174
	Loblaw	1,623	1,316	873
	Consolidated	1,837	1,525	1,047
<b>Operating Income<sup>(5)</sup></b>	Weston Foods	154	147	95
	Loblaw	1,038	728	281
	Consolidated	1,192	875	376
<b>FINANCIAL POSITION</b>				
<b>Fixed Assets</b>	Weston Foods	497	500	560
	Loblaw	8,045	7,953	8,055
	Consolidated	8,542	8,453	8,615
<b>Total Assets</b>	Weston Foods <sup>(6)</sup>	2,951	2,502	2,469
	Loblaw	14,125	13,814	13,626
	Discontinued Operations	2,588	2,118	2,552
	Consolidated	19,664	18,434	18,647
<b>CASH FLOWS</b>				
<b>Fixed Asset Purchases</b>	Weston Foods	57	45	69
	Loblaw	750	613	937
	Consolidated	807	658	1,006
<b>FINANCIAL RATIOS</b>				
<b>EBITDA Margin (%)<sup>(4)</sup></b>	Weston Foods	9.7	10.0	8.3
	Loblaw	5.3	4.5	3.0
	Consolidated	5.7	5.0	3.5
<b>Operating Margin (%)</b>	Weston Foods	7.0	7.0	4.5
	Loblaw	3.4	2.5	1.0
	Consolidated	3.7	2.9	1.3
<b>Return on Average Total Assets (%)<sup>(4)</sup></b>	Weston Foods	11.0	10.5	6.9
	Loblaw	8.1	5.7	2.2
	Consolidated	8.3	6.2	2.7

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(6) Total assets include the following: 2008 – nil (2007 – \$157, 2006 – \$215) investment in Domtar common shares/Domtar (Canada) Paper Inc. exchangeable shares.