Non-GAAP Net Income and Earnings Per Share Reconciliation
(in thousands, except per share data):

	Fiscal 2014 39 Weeks Ended November 1, 2014			
	As Reported	**Gain on Sale of Asset**	**Golf Restructuring Charges**	**Non-GAAP Total**
Net sales	$ 4,654,473	$ -	$ -	$ 4,654,473
Cost of goods sold, including occupancy and distribution costs	3,259,063	-	(2,405)	3,256,658
GROSS PROFIT	1,395,410	-	2,405	1,397,815
Selling, general and administrative expenses	1,063,351	14,428	(17,960)	1,059,819
Pre-opening expenses	28,480	-	-	28,480
INCOME FROM OPERATIONS	303,579	(14,428)	20,365	309,516
Interest expense	2,230	-	-	2,230
Other income	(4,863)	-	-	(4,863)
INCOME BEFORE INCOME TAXES	306,212	(14,428)	20,365	312,149
Provision for income taxes	117,550	(5,771)	8,146	119,925
NET INCOME	$ 188,662	$ (8,657)	$ 12,219	$ 192,224
EARNINGS PER COMMON SHARE:				
Basic	$ 1.58			$ 1.61
Diluted	$ 1.55			$ 1.58
WEIGHTED AVERAGE COMMON SHARES OUTSTANDING:				
Basic	119,743			119,743
Diluted	121,734			121,734

During the first quarter of 2014, the Company recorded a pre-tax $14.4 million gain on sale of a corporate aircraft. During the second quarter of 2014, the Company recorded pre-tax restructuring charges of $20.4 million including a $14.3 million non-cash impairment of trademarks and store assets, severance charges of $3.7 million resulting from the elimination of specific staff in the golf area of its DICK'S stores and consolidation of DICK'S golf and Golf Galaxy corporate and administrative functions, and a $2.4 million write-down of excess golf inventories. The provision for income taxes for the aforementioned adjustments were calculated at 40%, which approximates the Company's blended tax rate.

Non-GAAP Net Income and Earnings Per Share Reconciliation
(in thousands, except per share data):

	Fiscal 2013 39 Weeks Ended November 2, 2013			
	As Reported	Recovery of Previously Impaired Asset	Asset Impairment Charge	Non-GAAP Total
Net sales	$ 4,265,755	$ -	$ -	$ 4,265,755
Cost of goods sold, including occupancy and distribution costs	2,949,872	-	-	2,949,872
GROSS PROFIT	1,315,883	-	-	1,315,883
Selling, general and administrative expenses	983,382	-	(7,881)	975,501
Pre-opening expenses	18,736	-	-	18,736
INCOME FROM OPERATIONS	313,765	-	7,881	321,646
Interest expense	2,081	-	-	2,081
Other income	(10,675)	4,342	-	(6,333)
INCOME BEFORE INCOME TAXES	322,359	(4,342)	7,881	325,898
Provision for income taxes	123,398	-	3,152	126,550
NET INCOME	$ 198,961	$ (4,342)	$ 4,729	$ 199,348
EARNINGS PER COMMON SHARE:				
Basic	$ 1.62			$ 1.62
Diluted	$ 1.58			$ 1.59
WEIGHTED AVERAGE COMMON SHARES OUTSTANDING:				
Basic	122,942			122,942
Diluted	125,766			125,766

During the first quarter of 2013, the Company determined that it would recover $4.3 million of its investment in JJB Sports, which it had previously fully impaired. There is no related tax expense as the Company reversed a portion of the deferred tax valuation allowance it had previously recorded for net capital loss carryforwards it did not expect to realize at the time its investment in JJB Sports was fully impaired. During the second quarter of 2013, the Company recorded a pre-tax $7.9 million non-cash impairment charge to reduce the carrying value of a corporate aircraft held for sale to fair market value. The provision for income taxes was calculated at 40%, which approximates the Company's blended tax rate.

Adjusted EBITDA

Adjusted EBITDA should not be considered as an alternative to net income or any other generally accepted accounting principles measure of performance or liquidity. Adjusted EBITDA, as the Company has calculated it, may not be comparable to similarly titled measures reported by other companies. Adjusted EBITDA is a key metric used by the Company that provides a measurement of profitability that eliminates the effect of changes resulting from financing decisions, tax regulations, capital investments and certain non-recurring, infrequent or unusual items.

	13 Weeks Ended	
	November 1, 2014	November 2, 2013
	(dollars in thousands)	
Net income	$ 49,211	$ 49,977
Provision for income taxes	30,347	31,115
Interest expense	858	696
Depreciation and amortization	41,229	37,123
EBITDA	$ 121,645	$ 118,911
% increase in EBITDA	2%	

	39 Weeks Ended	
	November 1, 2014	November 2, 2013
	(dollars in thousands)	
Net income	$ 188,662	$ 198,961
Provision for income taxes	117,550	123,398
Interest expense	2,230	2,081
Depreciation and amortization	131,000	113,437
EBITDA	$ 439,442	$ 437,877
Less: Recovery of previously impaired asset	-	(4,342)
Less: Gain on sale of asset	(14,428)	-
Add: Golf restructuring charges	6,043	-
Adjusted EBITDA, as defined	$ 431,057	$ 433,535
% decrease in adjusted EBITDA	(1)%	

Reconciliation of Gross Capital Expenditures to Net Capital Expenditures

The following table represents a reconciliation of the Company's gross capital expenditures to its capital expenditures, net of tenant allowances.

	39 Weeks Ended	
	November 1, 2014	November 2, 2013
	(dollars in thousands)	
Gross capital expenditures	$ (271,257)	$ (196,862)
Proceeds from sale-leaseback transactions	-	-
Deferred construction allowances	87,898	37,125
Construction allowance receipts	-	-
Net capital expenditures	$ (183,359)	$ (159,737)