

Exhibit 5 (Concluded)

	Thirteen Weeks Ended		Fiscal Year Ended		
	April 4, 2010	April 5, 2009	January 3, 2010	January 3, 2009	January 4, 2009
Income (loss) from continuing operations before income taxes	(65.3)	26.6	(517.6)	(382.9)	82.1
Income (loss) from discontinued operations, net of tax	(0.1)	1.1	(40.6)	8.8	0.1
Net income (loss)	(65.4)	27.7	(558.2)	(374.1)	(77.8)
Preferred stock dividends	(1.7)	(2.8)	(11.1)	(11.3)	(11.3)
Net income (loss) applicable to common stockholders	<u>\$(67.1)</u>	<u>\$24.9</u>	<u>\$(569.3)</u>	<u>\$(385.4)</u>	<u>\$88.5</u>
Net income (loss) per common share:					
Basic	\$(0.33)	\$0.13	\$(2.93)	\$(2.01)	\$0.40
Diluted	\$(0.33)	\$0.12	\$(2.93)	\$(2.01)	\$0.40
Weighted-average common shares outstanding (in millions):					
Basic	202.9	192.7	194.1	191.8	190.0
Diluted	202.9	222.8	194.1	191.8	190.0

Source: Blockbuster's 10-Q report, May 14, 2010, and 2009 10-K report, p. 79.

to increased competitive pressures. Long-term debt (including the current portion) as of April 4, 2010, was \$895.4 million, resulting in first-quarter 2010 interest expenses of \$33.2 million. The company's cash and cash equivalents had dwindled to \$109.9 million—see Exhibit 6.

In May 2010, Blockbuster's common stock was trading in the \$0.35 to \$0.45 range, down from a high of \$10 in 2004 and a high of \$10 in 2007. Because Blockbuster's stock price had remained below \$1 per share for well over a month—a violation of New York Stock Exchange

Exhibit 6 Blockbuster's Consolidated Balance Sheets, April 4 and January 3, 2010, and January 4, 2009 (\$ millions, except per share amounts)

	April 4, 2010	January 3, 2010	January 4, 2009
Assets			
Current assets:			
Cash and cash equivalents	\$ 109.9	\$ 188.7	\$ 154.9
Receivables, less allowances of \$5.1 and \$6.0 for 2010 and 2009, respectively	55.6	79.4	117.0
Merchandise inventories	255.2	298.5	432.8
Rental library, net	319.3	340.7	355.8
Deferred income taxes	13.7	13.6	13.4
Prepaid and other current assets	126.9	139.1	184.5
Total current assets	<u>880.6</u>	<u>1,060.0</u>	<u>1,258.4</u>
Property and equipment, net	238.4	249.4	406.0
Deferred income taxes	110.0	114.6	124.3
Intangibles, net	7.5	7.7	11.5

(Continued)