



Walgreens

Bank of America
2008 Health Care Conference
John Spina, Treasurer
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Las Vegas



Safe Harbor

- Certain statements and projections of future results made in this presentation constitute forward-looking information that is based on current market, competitive and regulatory expectations that involve risk and uncertainty.
- Please see our Form 10-K for a discussion of factors as they relate to forward-looking statements dated August 31, 2007.



Walgreens At a Glance

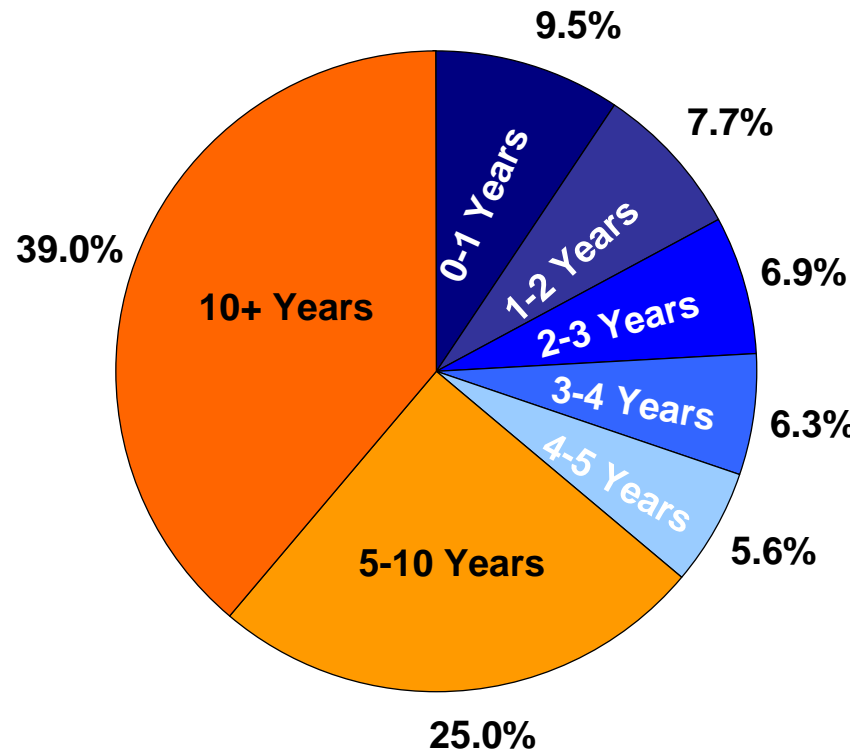
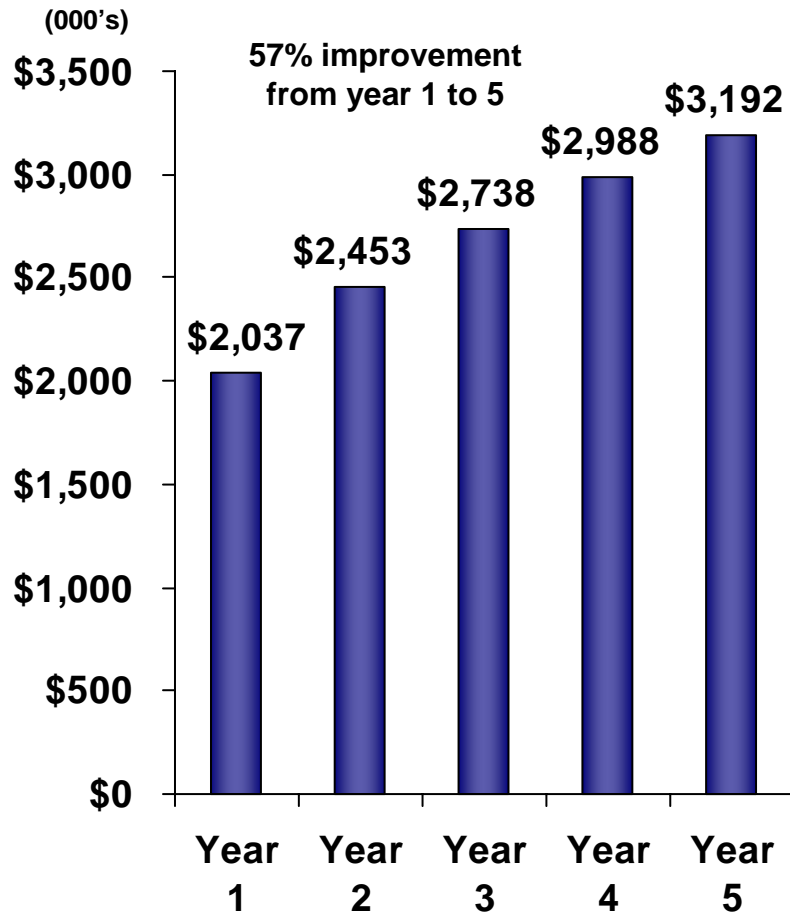
- ✓ The nation's largest and fastest growing drugstore chain
- ✓ Solid track record: 33 years of record sales and earnings
- ✓ Highly respected brand and growing market share
- ✓ Highest sales and earnings per square foot among peers
- ✓ Strong cost discipline and best in class execution
- ✓ Focused on driving sales and improving returns



New Stores Deliver Growing Sales Returns Improve as they Mature



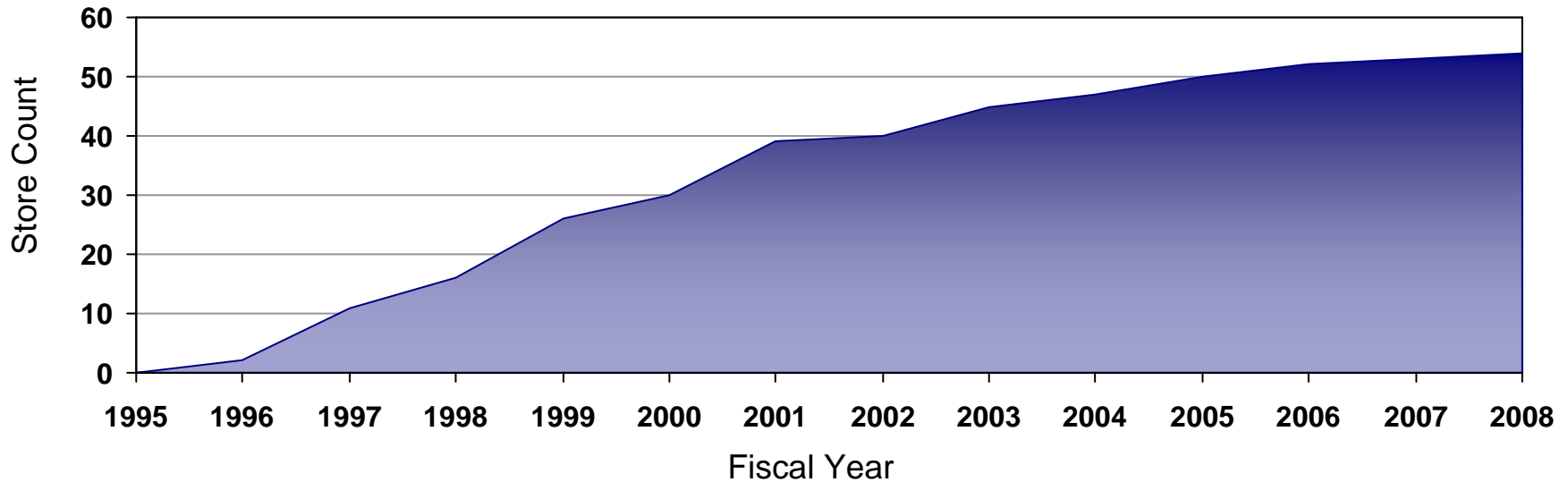
Average Front-End Sales/Store by Class Year



36% of stores are less than 5 years old



We Build Markets – Las Vegas



- First store opened in 1996
- Currently enjoy #1 market share.
- Strip location among most profitable in chain
- January 2008 – purchased the files of 27 Rite Aid stores



Multiple Growth Platforms

Health & Wellness



Store Pharmacy



Retail Sales



Specialty Pharmacy



Medical Campus





Walgreens Strategy

- Retail and health care trends have created a more complex and competitive environment
- As the market leader in retail pharmacy we have tremendous assets to:
 - Broaden access through expanded footprints
 - Leverage the box to drive top and bottom line productivity
 - Expand into adjacent health care services to strengthen the core
- Our goal:
 - 10,000 points of care by 2012
 - 8% annual square footage growth
 - 15% earnings CAGR
 - **Significant value creation for shareholders**



Why Walgreens?

➤ Efficient Operators

- Store Productivity Leads Industry
- Not Experiencing Diminishing Returns

➤ Favorable Trends

- Aging Population – Baby Boomers
- Healthcare Spend

➤ Multiple Growth Platforms

- Retail Drugstores – Focus on Market Growth
- WHS
- Health & Wellness

➤ Historically Low Valuation