

MANAGEMENT'S DISCUSSION & ANALYSIS

As at December 7, 2006

The unaudited interim consolidated financial statements as at, and for the 13 week and 39 week periods ended October 29, 2006, have been prepared by management in accordance with Canadian generally accepted accounting principles ("GAAP"). All references to dollars are in Canadian funds unless otherwise indicated. The Annual Report and other related documents can be found at www.sedar.com.

Management's discussion and analysis (MD&A) provides an overview of the performance of The Forzani Group Ltd. ("FGL" or the "Company"), and its subsidiaries, for the 13-week third quarter and 39-week period ended October 29, 2006 ("fiscal 2007"), compared to the 13-week third quarter and 39-week period ended October 30, 2005 ("fiscal 2006"). It should be read in conjunction with the consolidated financial statements and notes and MD&A contained in the fiscal 2006 Annual Report.

REVIEW OF OPERATIONS

For the 13 weeks ended October 29, 2006 and October 30, 2005

Retail system sales¹ for the quarter ended October 29, 2006 were \$339.5 million, a \$31.9 million increase from sales for the quarter ended October 30, 2005 of \$307.6 million. Exclusive of the sales attributable to Fitness Source locations, acquired by the Company on January 31, 2006, retail system sales increased \$27.0 million or 8.8%. Revenue, consisting of corporate store sales, wholesale sales, service income, equipment rentals, franchise fees and franchise royalties, was \$346.3 million, a \$40.9 million, or 13.4% increase over the 13-week period last year.

Same store sales in corporate locations were up 6.6% and, in franchise, up 9.9% over the fiscal 2006 third quarter, for an overall increase of 7.7%.

Combined gross margin for the 13 weeks ended October 29, 2006 was up 140 basis points to 34.5% of revenue, from 33.1% in the prior year, a result of particularly strong margins in corporate store operations. In absolute dollars, combined gross margin increased \$18.3 million to \$119.4 million compared to \$101.1 million in the 13-week period last year. These revenue and margin results were a combination of solid wholesale and franchise results, and improved corporate store results in virtually all categories.

Store operating expenses, as a percent of corporate store revenue, were 25.6% against the prior year of 26.9%. Same store operating costs were at 24.5% of corporate store revenues. Same store costs, in absolute dollars, increased \$1.3 million or 2.6%, but decreased by 95 basis points as a percent of store revenues. In addition, the overall store operating expense increase reflects the impact of the Fitness Source acquisition.

General and administrative expenses were up 100 basis points to 8.5% of total revenue compared to 7.5% in the prior year. The absolute dollar increase of \$6.6 million is wholly attributable to a combination of accruals for performance-based compensation and the addition of the Fitness Source infrastructure.

Earnings, before interest, taxes and amortization ("EBITA")², were \$31.4 million compared to \$21.7 million for the same period last year.

Earnings before income taxes for the 13 weeks ended October 29, 2006 were \$18.9 million, an \$8.6 million increase compared to \$10.3 million for the 13-week period in the prior year.

Net earnings for the third quarter were \$11.9 million, or \$0.35 per share, compared to \$6.5 million, or \$0.20 per share in the prior year. Cash flow from operations³ increased to \$23.1 million from \$12.8 million, \$0.70 from \$0.39 on a per share basis.

During the quarter, the Company opened 1 Sport Mart and 1 Golf Experts store, closed 1 Sport Chek and 2 Sport Mart stores. In the franchise division, 3 stores were opened (2 Hockey Experts and 1 Intersport) and 2 Intersport stores closed. As a result, at the end of the third quarter, the Company had 262 corporate stores and 208 franchise locations. The Company now has 470 stores from coast to coast (October 30, 2005 – 454 stores).

¹ Retail system sales are retail sales from corporate and franchise stores and are not a recognized performance measure under GAAP. Management believes that this measure is useful supplemental information which provides the reader with an indication of the Company's total retail sales, but may not be comparable to measures used by other companies.

² Earnings before interest, taxes and amortization (EBITA), is not a recognized performance measure under GAAP. Management believes that, in addition to net earnings, this measure is useful supplemental information, which provides the reader with an indication of operating earnings prior to amortization, debt service and provision for income taxes. This may not be comparable to measures used by other companies.

³ Cash flow from operations and cash flow per share from operations are not recognized measures under GAAP. Cash flow per share is defined to be cash from operating activities before non-cash changes in working capital divided by the weighted average shares outstanding. Management believes that cash flow per share is a key measure, as it demonstrates the Company's ability to generate cash flow necessary to fund future growth. This may not be comparable to measures used by other companies.

For the 39 weeks ended October 29, 2006 and October 30, 2005

Retail system sales for the 39 weeks were \$976.5 million, a \$104.0 million increase from sales for the comparative fiscal 2006 period. Exclusive of the sales attributable to Fitness Source locations, retail system sales increased \$89.3 million or 10.2%. Same store sales in corporate stores increased 8.2%, while franchise stores increased 7.6%, with total same store retail system sales increasing 8.0%.

Revenue was \$910.8 million, a \$123.6 million, or 15.7% increase over the 39-week period last year. Combined gross margin for the 39 weeks ended October 29, 2006 was up 140 basis points to 33.6% of revenue, from 32.2% in the prior year. In absolute dollars, combined gross margin increased \$52.8 million, to \$306.2 million, from the 39-week period last year.

Store operating expenses, as a percent of corporate revenue, were 27.4% versus 28.7% in the prior year. General and administrative expenses were 8.0% of total revenue versus 7.6% in the prior year.

EBITA was \$60.3 million, or 6.6% of total revenue, compared to 3.8% for the same period last year. Earnings before income taxes for the 39 weeks ended October 29, 2006 were \$23.0 million compared to a \$5.1 million loss for the 39-week period in the prior year.

Diluted earnings per share for the 39-week period ended October 29, 2006 were \$0.42 compared to a loss of \$0.10 in the prior year. Cash flow from operations increased to \$45.1 million from \$20.4 million. On a per share basis, cash flow increased 121.0% to \$1.37 compared to \$0.62 in the prior year.

QUARTERLY DATA

(unaudited)

(In thousands except per share data)¹

	Revenue	EBITA	Net Earnings (Loss)	Diluted EPS	EPS
	\$	\$	\$	\$	\$
January 30, 2005	274,332	30,755	12,680	0.39	0.39
May 1, 2005	238,202	19	(7,417)	(0.23)	(0.23)
July 31, 2005	243,630	8,590	(2,323)	(0.07)	(0.07)
October 30, 2005	305,388	21,669	6,529	0.20	0.20
January 29, 2006	342,184	38,875	16,968	0.51	0.52
April 30, 2006	280,434	12,828	294	0.01	0.01
July 30, 2006	283,996	16,075	1,948	0.06	0.06
October 29, 2006	346,349	31,416	11,878	0.35	0.36

FINANCIAL CONDITION

As at October 29, 2006, the Company had working capital of \$138.8 million, compared to \$106.1 million in the prior year and \$119.4 as at January 29, 2006. Accounts receivable have increased as a result of year over year growth in the Company's franchise and wholesale networks. Inventory increased due to the addition of Fitness Source and increased corporate store square footage. Inventory intensity² has increased 4.7% to \$89 versus the prior year of \$85 in support of the increased sales trends. Accounts payable financing of inventory and receivables from franchisees, was 66.8%, versus 60.7% in the prior year.

¹ Fiscal 2005 restated to reflect the change in accounting for certain lease costs more fully explained on page 59 and 60 of the Fiscal 2005 Annual Report.

² Defined as inventory on hand, at cost, per square foot of retail space.

LIQUIDITY AND CAPITAL RESOURCES

The Company's principal capital requirements are to fund working capital needs, develop private-label brands and open new stores in connection with its expansion strategy. These capital requirements have generally been satisfied by a combination of cash flow from operations, borrowings under its credit facility and term loans (more fully described in Note 6 of the fiscal 2006 Consolidated Financial Statements) and the periodic issuance of shares. For fiscal 2007, these sources of capital included: cash generated from operating activities, before changes in non-cash working capital elements, of \$45.1 million, an increase of \$24.7 million when compared to the prior year; and a credit facility with GE Canada Finance Holding Company, National Bank of Canada and The Royal Bank of Canada. As at October 29, 2006, the Company is in compliance with all covenants. Based on current operating levels and available funds, there will be sufficient means to satisfy the Company's working capital needs, debt-service requirements and expansion strategies for the current fiscal year.

As at December 7, 2006, the company had 2,458,000 options outstanding, of which 500,000 were exercisable, and 33,508,000 shares outstanding.

RETAIL RISKS AND UNCERTAINTIES

The risks and uncertainties faced by the Company are substantially the same as those disclosed in Management's Discussion and Analysis in the Company's fiscal 2006 Annual Report. Traditionally, the retail industry is influenced by a number of external factors that are difficult to actively manage. These include the overall economy, consumer spending and debt levels. Other factors, such as retail competition, seasonality, changes in fashion trends and adverse movements in foreign exchange and interest rates, can be managed to some extent.

ACCOUNTING POLICIES

The interim consolidated financial statements (the "financial statements") follow the same accounting policies and methods of applications as the most recent annual consolidated financial statements as at January 29, 2006.

ACQUISITIONS

Effective January 31, 2006, at the beginning of the fiscal 2007 year, the Company acquired 100% of the outstanding shares of The Fitness Source Inc. The acquisition is accounted for using the purchase method and accordingly the consolidated financial statements for the 13 weeks, and 39 weeks ended October 29, 2006 include the results of operations since the date of the acquisition. The consideration for the transaction was \$6,650,000, in cash and debt, for all the outstanding common shares and the allocation of the purchase price is provided in Note 5 to the interim financial statements.

FUTURE EVENTS AND TRENDS

The Company anticipates continued consolidation in the sporting-goods retail industry. This will create opportunities for the Company to further increase its market share. As independent retailers continue to see reductions in their profit margins, and as buying groups weaken, this will create opportunities for the franchise division to attract quality independents.

This document may contain forward-looking statements relating to the future performance of The Forzani Group Ltd. Forward-looking statements, specifically those concerning future performance, are subject to certain risks and uncertainties, and actual results may differ materially. The Company, in compliance with the reporting requirements of the various securities commissions, details these risks and uncertainties from time to time. Consequently, readers should not place any undue reliance on such forward-looking statements. In addition, these forward-looking statements relate to the date on which they were made. The Company disclaims any intention or obligation to update or revise any forward-looking statement, whether as a result of new information, future events or otherwise.

Consolidated Balance Sheets
(in thousands)
(unaudited)

As at	October 29, 2006	January 29, 2006	October 30, 2005
ASSETS			
Current			
Cash	\$ 1,111	\$ 19,266	\$ 858
Accounts receivable	134,052	68,927	119,191
Inventory	362,178	278,002	347,220
Prepaid expenses	3,278	2,647	2,808
	500,619	368,842	470,077
Capital assets	191,810	193,594	189,155
Goodwill and other intangibles	85,740	75,805	75,491
Other assets	9,269	10,080	10,308
Future income tax asset	454	4,885	6,474
	\$ 787,892	\$ 653,206	\$ 751,505
LIABILITIES			
Current			
Indebtedness under revolving credit facility	\$ 25,922	\$ -	\$ 75,990
Accounts payable and accrued liabilities	331,255	244,293	282,900
Current portion of long-term debt	4,593	5,135	5,105
	361,770	249,428	363,995
Long-term debt	58,068	58,805	58,917
Deferred lease inducements	60,790	62,883	63,972
Deferred rent liability	5,637	3,810	3,713
	486,265	374,926	490,597
SHAREHOLDERS' EQUITY			
Share capital (Note 2)	144,322	138,131	138,018
Contributed surplus	7,307	4,271	3,980
Retained earnings	149,998	135,878	118,910
	301,627	278,280	260,908
	\$ 787,892	\$ 653,206	\$ 751,505

see accompanying notes

Consolidated Statements of Operations and Retained Earnings
(in thousands, except per share data)
(unaudited)

	For the thirteen weeks ended		For the thirty-nine weeks ended	
	October 29, 2006	October 30, 2005	October 29, 2006	October 30, 2005
Revenue				
Retail	\$ 228,381	\$ 210,262	\$ 632,424	\$ 568,348
Wholesale	117,968	95,126	278,356	218,872
	346,349	305,388	910,780	787,220
Cost of sales	226,954	204,260	604,580	533,866
Gross margin	119,395	101,128	306,200	253,354
Operating and administrative expenses				
Store operating	58,351	56,461	173,026	163,200
General and administrative	29,628	22,998	72,856	59,878
	87,979	79,459	245,882	223,078
Operating earnings before undernoted items	31,416	21,669	60,318	30,276
Amortization	10,458	9,789	31,676	30,513
Interest	2,104	1,598	5,633	4,820
	12,562	11,387	37,309	35,333
Earnings (loss) before income taxes	18,854	10,282	23,009	(5,057)
Income tax expense (recovery)				
Current	6,587	5,574	8,016	619
Future	389	(1,821)	873	(2,465)
	6,976	3,753	8,889	(1,846)
Net earnings (loss) for the period	\$ 11,878	\$ 6,529	\$ 14,120	\$ (3,211)
Retained earnings, beginning of period	138,120	112,381	135,878	122,121
Retained earnings, end of period	\$ 149,998	\$ 118,910	\$ 149,998	\$ 118,910
Earnings (loss) per share	\$ 0.36	\$ 0.20	\$ 0.43	\$ (0.10)
Diluted earnings (loss) per share	\$ 0.35	\$ 0.20	\$ 0.42	\$ (0.10)

see accompanying notes

Consolidated Statements of Cash Flows
(in thousands)
(unaudited)

	For the thirteen weeks ended		For the thirty-nine weeks ended	
	October 29, 2006	October 30, 2005	October 29, 2006	October 30, 2005
Cash provided by (used in) operating activities				
Net earnings (loss) for the period	\$ 11,878	\$ 6,529	\$ 14,120	\$ (3,211)
Items not involving cash:				
Amortization	10,458	9,789	31,676	30,513
Amortization of finance charges	144	102	423	525
Amortization of deferred lease inducements	(2,139)	(2,588)	(7,672)	(7,981)
Rent expense (note 3)	683	608	2,467	1,989
Stock-based compensation (note 2)	1,655	190	3,202	1,065
Future income tax expense (recovery)	389	(1,821)	873	(2,465)
	23,068	12,809	45,089	20,435
Changes in non-cash elements of working capital related to operating activities (note 3)	17,372	13,856	(60,060)	(82,980)
	40,440	26,665	(14,971)	(62,545)
Cash provided by (used in) financing activities				
Net proceeds from issuance of share capital	5,604	15	6,191	207
Increase (decrease) in long-term debt	(4,700)	(145)	(5,153)	23,655
Increase (decrease) in revolving credit facility	(35,584)	(18,210)	25,922	75,990
Credit facility assumed on acquisition	-	-	(105)	(17,922)
Proceeds from deferred lease inducements	2,720	2,197	5,519	7,777
	(31,960)	(16,143)	32,374	89,707
Changes in non-cash elements of financing activities (note 3)	(160)	(199)	(463)	(1,882)
	(32,120)	(16,342)	31,911	87,825
Cash provided by (used in) investing activities				
Net addition of capital assets	(8,155)	(9,247)	(28,737)	(36,185)
Net disposal (addition) of other assets	2	(1,793)	58	(2,936)
Acquisition of wholly owned subsidiary (note 5)	-	-	(6,650)	(12,428)
	(8,153)	(11,040)	(35,329)	(51,549)
Changes in non-cash elements of investing activities (note 3)	40	131	234	1,109
	(8,113)	(10,909)	(35,095)	(50,440)
Increase (decrease) in cash	207	(586)	(18,155)	(25,160)
Net cash position, opening	904	1,444	19,266	26,018
Net cash position, closing	\$ 1,111	\$ 858	\$ 1,111	\$ 858

see accompanying notes

NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(tabular amounts in thousands)

(unaudited)

1. Accounting Policies

The unaudited interim consolidated financial statements (the “financial statements”) have been prepared by management in accordance with Canadian generally accepted accounting principles (“GAAP”). These financial statements do not contain all disclosures required by GAAP for annual financial statements, and accordingly, the financial statements should be read in conjunction with the most recently prepared annual financial statements for the 52-week period ended January 29, 2006.

The interim financial statements follow the same accounting policies and methods of application as the most recent annual audited consolidated financial statements as at January 29, 2006.

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ materially from these estimates. Estimates are used when accounting for items such as employee benefits, product warranties, inventory provisions, amortization, uncollectible receivables and the liability for the Company’s loyalty program.

The Company’s business follows a seasonal pattern, with merchandise sales traditionally being higher in the fiscal fourth quarter due to consumer holiday buying patterns. As a result, a disproportionate share of total revenues is typically earned in the fourth quarter. This business seasonality results in performance, for the 13-week period ended October 29, 2006 which is not necessarily indicative of performance for the balance of the year.

2. Share Capital**(a) Authorized**

An unlimited number of Class A shares

An unlimited number of Preferred shares, issuable in series

(b) Issued

Class A shares

	Number	Consideration
Balance January 29, 2006	32,922	\$ 138,131
Shares issued upon employees exercising stock options	39	445
Balance April 30, 2006	32,961	138,576
Shares issued upon employees exercising stock options	9	98
Stock-based compensation expense related to options exercised	-	44
Balance July 30, 2006	32,970	\$ 138,718
Shares issued upon employees exercising stock options	483	5,482
Stock-based compensation expense related to options exercised	-	122
Balance October 29, 2006	33,453	\$ 144,322

(c) Stock Option Plans

The Company has granted stock options to directors, officers and employees to purchase 2,513,000 Class A shares at prices between \$10.25 and \$19.19 per share. These options expire on dates between November 2006 and June 2011.

The Company has two stock option plans. The first plan has the following general terms: options vest over a period ranging from 2 to 5 years and the maximum term of the options granted is 5 years. During the 13-week period ended October 29, 2006, there were no options issued under this plan and \$485,800 in compensation expense was recognized. The second plan has the following general terms: options vest over a period ranging from 2 to 5 years dependent on the Company achieving certain performance targets, and the maximum term of the options granted is 5 years. During the 13-week period ended October 29, 2006, 10,000 options were issued under this plan and \$1,169,000 in compensation expense was recognized.

Options issued	Strike price	Weighted average				
		Fair value per option	Risk-free rate	Expected option life	Expected volatility	Expected dividend yield
10,000	\$17.00	\$3.98	4.12%	5	19.80%	-

The following table summarizes the movement in stock options during the quarter:

	Number of options
Opening	2,993
Granted	10
Exercised	(483)
Forfeited	(7)
Closing	2,513

(d) Earnings Per Share

The Company uses the treasury-stock method to calculate diluted earnings per share. Under the treasury-stock method, the numerator remains unchanged from the basic earnings per share calculation as the assumed exercise of the Company's stock options does not result in an adjustment to earnings. The reconciliation of the denominator in calculating diluted earnings per share is as follows:

	For the thirteen weeks ended		For the thirty-nine weeks ended	
	October 29, 2006	October 30, 2005	October 29, 2006	October 30, 2005
Weighted average number of shares outstanding (basic)	33,147	32,911	33,017	32,895
Effect of dilutive securities (see note)	715	253	701	-
Weighted average number of common shares outstanding (diluted)	33,862	33,164	33,718	32,895

Note: For the 39-weeks ended October 30, 2005 there was a net loss, therefore no dilutive impact.

Anti-dilutive options are excluded from the effect of dilutive securities. The following weighted average options are anti-dilutive:

	For the thirteen weeks ended		For the thirty-nine weeks ended	
	October 29, 2006	October 30, 2005	October 29, 2006	October 30, 2005
Anti-dilutive options	625	795	552	730

3. Supplementary Cash Flow Information

	For the thirteen weeks ended		For the thirty-nine weeks ended	
	October 29, 2006	October 30, 2005	October 29, 2006	October 30, 2005
(a) Rent expense				
Straight-line rent expense	\$ 619	\$ 513	\$ 1,722	\$ 1,387
Non-cash free rent	64	95	745	602
	\$ 683	\$ 608	\$ 2,467	\$ 1,989
(b) Changes in non-cash elements of working capital related to operating activities				
Accounts receivable	\$ (45,534)	\$ (38,594)	\$ (60,309)	\$ (60,302)
Inventory	(48,208)	(34,353)	(79,117)	(44,674)
Prepaid expenses	58	1,079	(464)	979
Accounts payable and accrued liabilities	111,120	85,751	80,512	20,846
Non-cash free rent	(64)	(27)	(682)	171
	\$ 17,372	\$ 13,856	\$ (60,060)	\$ (82,980)
(c) Changes in non-cash elements of financing activities				
Non-cash lease inducements	\$ (40)	\$ (199)	\$ (297)	\$ (1,882)
Non-cash redemption of options expense	(120)	-	(166)	-
	\$ (160)	\$ (199)	\$ (463)	\$ (1,882)
(d) Changes in non-cash elements of investing activities				
Non-cash capital asset additions	\$ 40	\$ 131	\$ 234	\$ 1,109
	\$ 40	\$ 131	\$ 234	\$ 1,109
(e) Other Information				
Cash interest paid	\$ 1,960	\$ 1,652	\$ 5,208	\$ 4,811
Cash taxes paid	\$ 4,517	\$ 2,312	\$ 15,049	\$ 11,347

4. Segmented Financial Information

The Company operates principally in two business segments: corporately owned and operated retail stores and as a wholesale business selling to franchisees and others. Amortization and interest expense are not disclosed by segment, as they are all substantially retail in nature.

	For the thirteen weeks ended		For the thirty-nine weeks ended	
	October 29, 2006	October 30, 2005	October 29, 2006	October 30, 2005
Revenues				
Retail	\$ 228,381	\$ 210,262	\$ 632,424	\$ 568,348
Wholesale	117,968	95,126	278,356	218,872
	\$ 346,349	\$ 305,388	\$ 910,780	\$ 787,220
Operating Profit				
Retail	\$ 38,333	\$ 27,898	\$ 76,471	\$ 47,467
Wholesale	11,086	8,498	24,834	17,328
	49,419	36,396	101,305	64,795
Non-segment specific administrative expenses	18,003	14,727	40,987	34,519
Operating profit before under-noted items	31,416	21,669	60,318	30,276
Amortization	10,458	9,789	31,676	30,513
Interest expense	2,104	1,598	5,633	4,820
	12,562	11,387	37,309	35,333
Earnings (loss) before income taxes	18,854	10,282	23,009	(5,057)
Income tax expense (recovery)	6,976	3,753	8,889	(1,846)
Net earnings (loss) for the period	\$ 11,878	\$ 6,529	\$ 14,120	\$ (3,211)
As at		October 29, 2006	January 29, 2006	October 30, 2005
Accounts Receivable				
Retail		\$ 7,972	\$ 2,391	\$ 714
Wholesale		124,294	59,085	103,938
Non-segment specific		1,786	7,451	14,539
		\$ 134,052	\$ 68,927	\$ 119,191
Capital Assets				
Retail		\$ 171,207	\$ 173,371	169,345
Wholesale		17,313	16,814	16,213
Non-segment specific		3,290	3,409	3,597
		\$ 191,810	\$ 193,594	\$ 189,155
Goodwill/Other Assets				
Retail		\$ 61,424	\$ 60,922	\$ 61,675
Wholesale		16,205	16,358	16,016
Non-segment specific		17,380	8,605	8,108
		\$ 95,009	\$ 85,885	\$ 85,799
Total Assets				
Retail		\$ 583,136	\$ 491,170	\$ 563,510
Wholesale		186,873	118,242	160,152
Non-segment specific		17,883	43,794	27,843
		\$ 787,892	\$ 653,206	\$ 751,505

5. Acquisition

Effective January 31, 2006, at the beginning of the fiscal 2007 year, the Company acquired 100% of the outstanding shares of The Fitness Source Inc. The acquisition is accounted for using the purchase method and accordingly the consolidated financial statements for the 13 weeks and 39 weeks ended October 29, 2006 include the results of operations since the date of the acquisition.

The purchase of all outstanding common shares was made for consideration of \$6,650,000 comprised of \$3,108,000 in cash and a vendor take back loan of \$3,542,000. The loan is payable on March 31, 2007 (\$1,603,000), March 31, 2008 (\$990,000) and March 31, 2009 (\$949,000). The payments reflect an implied interest rate of 4.80% on the loan.

The assigned fair values of the underlying assets and liabilities acquired by the Company as at January 31, 2006, are summarized as follows:

Accounts receivable	\$ 453
Inventory	5,059
Prepaid expenses	167
Trademarks	816
Goodwill	9,944
Future income tax asset	805
Total assets acquired	\$ 17,244
Secured indebtedness	\$ 105
Accounts payable	6,450
Long-term debt	3,874
Deferred lease inducements	60
Deferred rent liability	105
Total liabilities acquired	\$ 10,594
Total consideration	\$ 6,650

6. Comparative Figures

Certain comparative figures have been reclassified to conform with the presentation adopted for the current period.