

With annual sales of nearly \$2 billion, La-Z-Boy Incorporated is one of the world's leading residential furniture manufacturers and marketers. Its operating units produce and market furniture for every room of the home and office. La-Z-Boy also is a leading manufacturer of hospitality and assisted-living contract furniture and specialized healthcare seating.

THE LA-Z-BOY COMPANIES



Upholstery

Includes both fabric and leather reclining and non-reclining chairs, motion and stationary sofas, sleep sofas, loveseats, chaises and ottomans from the Upholstery Group family of companies.

La-Z-Boy
Bauhaus
La-Z-Boy UK
Clayton Marcus
England
Sam Moore
La-Z-Boy Contract

FINANCIAL HIGHLIGHTS

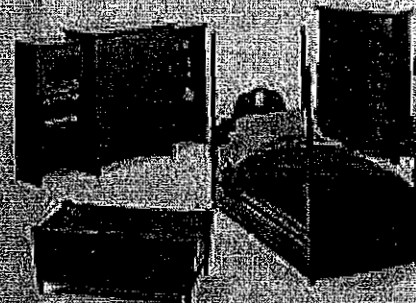
FOR THE YEAR (Amounts in thousands, except per share data)

Fiscal year ended	4/24/04 (52 weeks)	4/26/03 (52 weeks)	4/27/02 (52 weeks)
Sales	\$ 1,998,876	\$ 2,111,830	\$ 2,153,952
Operating income	\$ 29,136	\$ 162,874	\$ 96,700
Operating margin	1.5%	7.7%	4.5%
Net income	\$ 2,528	\$ 96,038	\$ 61,751
Return on average equity	0.4%	14.5%	8.8%
Return on sales	0.1%	4.6%	2.9%
Diluted net income per share	\$ 0.05	\$ 1.67	\$ 1.01
Dividends declared per share	\$ 0.40	\$ 0.40	\$ 0.36
Capital expenditure	\$ 31,593	\$ 32,821	\$ 32,966

Based on income before the cumulative effect of accounting changes.

AT YEAR END (Amounts in thousands, except per share data)

Fiscal year ended	4/24/04 (52 weeks)	4/26/03 (52 weeks)	4/27/02 (52 weeks)
Working capital	\$ 370,353	\$ 464,907	\$ 448,850
Assets	\$ 1,047,496	\$ 1,123,066	\$ 1,011,827
Total debt	\$ 224,370	\$ 223,990	\$ 171,662
Debt to capital	30.0%	26.9%	16.6%
Shareholders' equity	\$ 1,522,328	\$ 1,669,939	\$ 1,713,522
Shares outstanding	52,031	55,027	59,953
Book value per share	\$ 10.04	\$ 11.08	\$ 11.90
Market price per share	\$ 21.86	\$ 18.07	\$ 20.20
Number of shareholders	28,500	29,100	33,000
Number of employees	16,125	16,970	17,850
Market value of La-Z-Boy	\$ 1,136,877	\$ 994,338	\$ 1,810,581



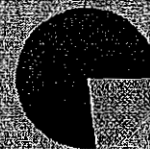
Casegoods

Includes veneered and solid wood dining room furniture, youth and adult bedroom furniture, occasional tables, chests, home office, entertainment centers, and accent pieces from the Casegoods Group family of companies.

Hammary
Kincaid
Lea
Pennsylvania House
American Drew
American of Martinsville

THE LA-Z-BOY INCORPORATED SHAREHOLDERS MEETING

Tuesday, August 10, 11:00 a.m. EDT, La-Z-Boy Auditorium
1284 N. Telegraph Road, Monroe, MI



77% Upholstery
23% Casegoods

UPHOLSTERY AND CASEGOODS SALES MIX