

## Schedule II

**COACH INC**  
**Schedule II -- Valuation and Qualifying Accounts**  
**For Fiscal Years Ended June 29, 2013, June 30, 2012, and July 2, 2011**  
(amounts in thousands)

	<u>Balance at Beginning of Year</u>	<u>Provision Charged to Costs and Expenses</u>	<u>Write-offs/ Allowances Taken</u>	<u>Balance at end of Year</u>
<b>Fiscal 2013</b>				
Allowance for bad debts	\$3,318	(\$529)	(\$1,651)	\$1,138
Allowance for returns	2,810	8,644	(4,431)	7,023
Allowance for markdowns	3,685	22,484	(17,845)	8,324
Valuation allowance 1	53,503	29,252	(3,156)	79,599
<b>Total</b>	<u>\$63,316</u>	<u>\$59,851</u>	<u>(\$27,083)</u>	<u>\$96,084</u>
<b>Fiscal 2012</b>				
Allowance for bad debts	\$3,431	(\$117)	\$4	\$3,318
Allowance for returns	2,196	1,752	(1,138)	2,810
Allowance for markdowns	3,917	10,267	(10,499)	3,685
Valuation allowance 1	21,800	31,703		53,503
<b>Total</b>	<u>\$31,344</u>	<u>\$43,605</u>	<u>(\$11,633)</u>	<u>\$63,316</u>
<b>Fiscal 2011</b>				
Allowance for bad debts	\$1,943	\$1,495	(\$7)	\$3,431
Allowance for returns	1,371	3,837	(3,012)	2,196
Allowance for markdowns	3,651	7,233	(6,967)	3,917
Valuation allowance 1	1,217	20,583		21,800
<b>Total</b>	<u>\$8,182</u>	<u>\$33,148</u>	<u>(\$9,986)</u>	<u>\$31,344</u>

*Coach, 2013 10K, page 87*