

MICHAELS STORES INC  
Form SC 13D  
August 28, 2006

-----  
OMB Number: 3235-0145  
Expires: February 28, 2009  
Estimated average burden  
hours per response....14.5  
-----

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, DC 20549

SCHEDULE 13D

Under the Securities Exchange Act of 1934  
(Amendment No. \_\_\_\_\_) \*

Michaels Stores, Inc.

-----  
(Name of Issuer)

Common Stock, par value \$0.10 per share

-----  
(Title of Class of Securities)

594087108

-----  
(CUSIP Number)

Mark C. Wehrly  
Farallon Capital Management, L.L.C.  
One Maritime Plaza, Suite 1325  
San Francisco, California 94111  
(415) 421-2132

-----  
(Name, Address and Telephone Number of Person  
Authorized to Receive Notices and Communications)

August 25, 2006

-----  
(Date of Event which Requires Filing of this Statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition that is the subject of this Schedule 13D, and is filing this schedule because of Sections 240.13d-1(e), 240.13d-1(f) or 240.13d-1(g), check the following box [ ].

Note: Schedules filed in paper format shall include a signed original and five copies of the schedule, including all exhibits. See Section 240.13d-7 for other parties to whom copies are to be sent.

\* The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter disclosures provided in a prior cover page.

Edgar Filing: MICHAELS STORES INC - Form SC 13D

The information required on the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

(Continued on following pages)  
Page 1 of 56 Pages  
Exhibit Index Found on Page 54

13D

=====  
CUSIP No. 594087108  
=====

-----  
NAMES OF REPORTING PERSONS  
1 I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)  
  
Farallon Capital Partners, L.P.  
-----

-----  
CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)  
2 (a) [ ]  
(b) [ X ]\*\*

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, is a beneficial owner only of the securities reported by it on this cover page.  
-----

3 SEC USE ONLY  
-----

-----  
SOURCE OF FUNDS (See Instructions)  
4 WC, OO  
-----

-----  
CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT  
5 TO ITEMS 2(d) OR 2(e) [ ]  
-----

-----  
CITIZENSHIP OR PLACE OF ORGANIZATION  
6 California  
-----

-----  
SOLE VOTING POWER  
7  
NUMBER OF -0-  
-----

-----  
SHARED VOTING POWER  
8  
SHARES 1,182,300  
BENEFICIALLY OWNED BY  
-----

-----  
SOLE DISPOSITIVE POWER  
9  
EACH  
-----

Edgar Filing: MICHAELS STORES INC - Form SC 13D

REPORTING PERSON WITH -0- SHARED DISPOSITIVE POWER 10 1,182,300

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON 1,182,300

12 CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions) [ ]

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11) 0.9%

14 TYPE OF REPORTING PERSON (See Instructions) PN

Page 2 of 56 Pages

13D

CUSIP No. 594087108

1 NAMES OF REPORTING PERSONS I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)

Farallon Capital Institutional Partners, L.P.

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions) (a) [ ] (b) [ X ]\*\*

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, is a beneficial owner only of the securities reported by it on this cover page.

3 SEC USE ONLY

4 SOURCE OF FUNDS (See Instructions) WC

5 CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e) [ ]

CITIZENSHIP OR PLACE OF ORGANIZATION

Edgar Filing: MICHAELS STORES INC - Form SC 13D

6

California

=====	
	SOLE VOTING POWER
7	
NUMBER OF	-0-
-----	
	SHARED VOTING POWER
8	
SHARES	648,300
BENEFICIALLY	
OWNED BY	-----
	SOLE DISPOSITIVE POWER
9	
EACH	-0-
REPORTING	
PERSON WITH	-----
	SHARED DISPOSITIVE POWER
10	
	648,300
=====	
11	AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON
	648,300
-----	
12	CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions)
	[ ]
-----	
13	PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)
	0.5%
-----	
14	TYPE OF REPORTING PERSON (See Instructions)
	PN
=====	

Page 3 of 56 Pages

13D

=====  
CUSIP No. 594087108  
=====

-----	
1	NAMES OF REPORTING PERSONS
	I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)
	Farallon Capital Institutional Partners II, L.P.
-----	
2	CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)
	(a) [ ]
	(b) [ X ]**

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, is a beneficial owner only of the securities reported by it on this cover page.

Edgar Filing: MICHAELS STORES INC - Form SC 13D

3	SEC USE ONLY	
4	SOURCE OF FUNDS (See Instructions)	
	WC	
5	CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e)	[ ]
6	CITIZENSHIP OR PLACE OF ORGANIZATION	
	California	
		SOLE VOTING POWER
	NUMBER OF	7 -0-
	SHARES	
	BENEFICIALLY OWNED BY	8 SHARED VOTING POWER
	EACH	51,900
	REPORTING PERSON WITH	9 SOLE DISPOSITIVE POWER
		-0-
		10 SHARED DISPOSITIVE POWER
		51,900
11	AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON	
	51,900	
12	CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions)	[ ]
13	PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)	
	0.0%	
14	TYPE OF REPORTING PERSON (See Instructions)	
	PN	

Edgar Filing: MICHAELS STORES INC - Form SC 13D

1 I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)

Farallon Capital Institutional Partners III, L.P.

-----  
CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)

(a) [ ]

(b) [ X ]\*\*

2

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, is a beneficial owner only of the securities reported by it on this cover page.

3

SEC USE ONLY

-----  
SOURCE OF FUNDS (See Instructions)

4

WC

-----  
CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e)

5

[ ]

-----  
CITIZENSHIP OR PLACE OF ORGANIZATION

6

Delaware

-----  
SOLE VOTING POWER

7

NUMBER OF

-0-

-----  
SHARES  
BENEFICIALLY  
OWNED BY

8

SHARED VOTING POWER

37,900

-----  
EACH

9

SOLE DISPOSITIVE POWER

REPORTING  
PERSON WITH

-0-

-----  
SHARED DISPOSITIVE POWER

10

37,900

-----  
AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

11

37,900

-----  
CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions)

12

[ ]

-----  
PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

13

0.0%

-----  
TYPE OF REPORTING PERSON (See Instructions)

14

PN

Edgar Filing: MICHAELS STORES INC - Form SC 13D

Page 5 of 56 Pages

13D

=====  
CUSIP No. 594087108  
=====

-----  
NAMES OF REPORTING PERSONS  
1 I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)  
  
Tinicum Partners, L.P.  
-----

-----  
CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)  
2 (a) [ ]  
(b) [ X ]\*\*  
-----

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, is a beneficial owner only of the securities reported by it on this cover page.  
-----

3 SEC USE ONLY  
-----

-----  
SOURCE OF FUNDS (See Instructions)  
4 WC, 00  
-----

5 CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e)  
[ ]  
-----

6 CITIZENSHIP OR PLACE OF ORGANIZATION  
New York  
-----

7 SOLE VOTING POWER  
NUMBER OF -0-  
-----

8 SHARED VOTING POWER  
SHARES BENEFICIALLY OWNED BY 39,200  
-----

9 SOLE DISPOSITIVE POWER  
EACH REPORTING PERSON WITH -0-  
-----

10 SHARED DISPOSITIVE POWER  
39,200  
-----

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON  
39,200  
-----

Edgar Filing: MICHAELS STORES INC - Form SC 13D

12 CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions) [ ]

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11) 0.0%

14 TYPE OF REPORTING PERSON (See Instructions) PN

Page 6 of 56 Pages

13D

CUSIP No. 594087108

1 NAMES OF REPORTING PERSONS I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)

Farallon Capital Offshore Investors II, L.P.

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions) (a) [ ] (b) [ X ]\*\*

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, is a beneficial owner only of the securities reported by it on this cover page.

3 SEC USE ONLY

4 SOURCE OF FUNDS (See Instructions)

WC, OO

5 CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e) [ ]

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Cayman Islands

7 NUMBER OF SHARES BENEFICIALLY OWNED BY SOLE VOTING POWER -0- 8 SHARED VOTING POWER 1,537,100



Edgar Filing: MICHAELS STORES INC - Form SC 13D

```

=====
EACH                               SOLE DISPOSITIVE POWER
9
REPORTING                           -0-
PERSON WITH                          -----
10                                  SHARED DISPOSITIVE POWER
                                      1,537,100
-----
11  AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON
    1,537,100
-----
12  CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES
    CERTAIN SHARES (See Instructions)
                                      [   ]
-----
13  PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)
    1.2%
-----
14  TYPE OF REPORTING PERSON (See Instructions)
    PN
=====

```

Page 7 of 56 Pages

13D

=====
CUSIP No. 594087108
=====

```

-----
1  NAMES OF REPORTING PERSONS
    I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)

    Noonday Capital Partners, L.L.C.
-----
2  CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)
    (a) [   ]
    (b) [ X ]**

    ** The reporting persons making this filing hold an
       aggregate of 6,884,300 Shares, which is 5.2% of the
       class of securities. The reporting person on this
       cover page, however, is a beneficial owner only of
       the securities reported by it on this cover page.
-----
3  SEC USE ONLY
-----
4  SOURCE OF FUNDS (See Instructions)
    WC, OO
-----
5  CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT
    TO ITEMS 2(d) OR 2(e)
-----

```

Edgar Filing: MICHAELS STORES INC - Form SC 13D

[ ]

6 CITIZENSHIP OR PLACE OF ORGANIZATION  
Delaware

7 SOLE VOTING POWER  
NUMBER OF -0-

8 SHARED VOTING POWER  
SHARES BENEFICIALLY OWNED BY 27,200

9 SOLE DISPOSITIVE POWER  
EACH REPORTING PERSON WITH -0-

10 SHARED DISPOSITIVE POWER  
27,200

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON  
27,200

12 CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions) [ ]

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)  
0.0%

14 TYPE OF REPORTING PERSON (See Instructions)  
OO

13D

=====  
CUSIP No. 594087108  
=====

1 NAMES OF REPORTING PERSONS  
I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)  
  
Farallon Capital Management, L.L.C.

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)  
(a) [ ]  
(b) [ X ]\*\*

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the

Edgar Filing: MICHAELS STORES INC - Form SC 13D

class of securities. The reporting person on this cover page, however, may be deemed a beneficial owner only of the securities reported by it on this cover page.

=====	
3	SEC USE ONLY
=====	
4	SOURCE OF FUNDS (See Instructions)
	OO
=====	
5	CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e)
	[ ]
=====	
6	CITIZENSHIP OR PLACE OF ORGANIZATION
	Delaware
=====	
	7
NUMBER OF	SOLE VOTING POWER
	-0-
=====	
	8
SHARES	SHARED VOTING POWER
BENEFICIALLY OWNED BY	3,360,400
=====	
	9
EACH	SOLE DISPOSITIVE POWER
	-0-
=====	
	10
REPORTING PERSON WITH	SHARED DISPOSITIVE POWER
	3,360,400
=====	
11	AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON
	3,360,400
=====	
12	CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions)
	[ ]
=====	
13	PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)
	2.5%
=====	
14	TYPE OF REPORTING PERSON (See Instructions)
	IA, OO
=====	

Edgar Filing: MICHAELS STORES INC - Form SC 13D

=====

1 NAMES OF REPORTING PERSONS  
I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)

Farallon Partners, L.L.C.

=====

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)  
(a) [ ]  
(b) [ X ]\*\*

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, may be deemed a beneficial owner only of the securities reported by it on this cover page.

=====

3 SEC USE ONLY

=====

4 SOURCE OF FUNDS (See Instructions)

AF

=====

5 CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e) [ ]

=====

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Delaware

=====

	7	SOLE VOTING POWER
NUMBER OF	-0-	
SHARES		8 SHARED VOTING POWER
BENEFICIALLY OWNED BY	3,523,900	
EACH		9 SOLE DISPOSITIVE POWER
REPORTING PERSON WITH	-0-	
		10 SHARED DISPOSITIVE POWER
	3,523,900	

=====

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

3,523,900

=====

12 CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions) [ ]

=====

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

2.7%

=====

Edgar Filing: MICHAELS STORES INC - Form SC 13D

TYPE OF REPORTING PERSON (See Instructions)

14

OO

Page 10 of 56 Pages

13D

=====  
CUSIP No. 594087108  
=====

-----  
NAMES OF REPORTING PERSONS

1 I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)

Chun R. Ding

-----  
CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)

2 (a) [ ]  
(b) [ X ]\*\*

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, may be deemed a beneficial owner only of the securities reported by it on this cover page.

3 SEC USE ONLY

-----  
SOURCE OF FUNDS (See Instructions)

4 AF, OO

-----  
CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e)

5 [ ]

-----  
CITIZENSHIP OR PLACE OF ORGANIZATION

6 United States

-----  
SOLE VOTING POWER

7 NUMBER OF  
SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH

-----  
SHARED VOTING POWER

8 6,884,300

-----  
SOLE DISPOSITIVE POWER

9 -0-

-----  
SHARED DISPOSITIVE POWER

10

Edgar Filing: MICHAELS STORES INC - Form SC 13D

6,884,300

=====

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON  
6,884,300

-----

12 CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES  
CERTAIN SHARES (See Instructions) [ ]

-----

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)  
5.2%

-----

14 TYPE OF REPORTING PERSON (See Instructions)  
IN

=====

Page 11 of 56 Pages

13D

=====  
CUSIP No. 594087108  
=====

-----

1 NAMES OF REPORTING PERSONS  
I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)  
  
William F. Duhamel

-----

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)  
(a) [ ]  
(b) [ X ]\*\*

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, may be deemed a beneficial owner only of the securities reported by it on this cover page.

-----

3 SEC USE ONLY

-----

4 SOURCE OF FUNDS (See Instructions)  
AF, OO

-----

5 CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT  
TO ITEMS 2(d) OR 2(e) [ ]

-----

6 CITIZENSHIP OR PLACE OF ORGANIZATION  
United States

=====

Edgar Filing: MICHAELS STORES INC - Form SC 13D

		SOLE VOTING POWER
7		
NUMBER OF		-0-
		=====
SHARES		SHARED VOTING POWER
BENEFICIALLY	8	
OWNED BY		6,884,300
		=====
EACH		SOLE DISPOSITIVE POWER
	9	
REPORTING		-0-
PERSON WITH		=====
		SHARED DISPOSITIVE POWER
	10	
		6,884,300
		=====
11		AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON
		6,884,300
		=====
12		CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions)
		[ ]
		=====
13		PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)
		5.2%
		=====
14		TYPE OF REPORTING PERSON (See Instructions)
		IN
		=====

13D

=====  
CUSIP No. 594087108  
=====

		NAMES OF REPORTING PERSONS
1		I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)
		Richard B. Fried
		=====
		CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)
		(a) [ ]
		(b) [ X ]**
2	**	The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, may be deemed a beneficial owner only of the securities reported by it on this cover page.
		=====
3		SEC USE ONLY

Edgar Filing: MICHAELS STORES INC - Form SC 13D

```

=====
4 SOURCE OF FUNDS (See Instructions)
    AF, OO
=====
5 CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT
  TO ITEMS 2(d) OR 2(e)
                                     [ ]
=====
6 CITIZENSHIP OR PLACE OF ORGANIZATION
    United States
=====
7 SOLE VOTING POWER
NUMBER OF                               -0-
SHARES BENEFICIALLY OWNED BY
8 SHARED VOTING POWER
    6,884,300
=====
9 SOLE DISPOSITIVE POWER
EACH REPORTING PERSON WITH           -0-
10 SHARED DISPOSITIVE POWER
    6,884,300
=====
11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON
    6,884,300
=====
12 CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES
    CERTAIN SHARES (See Instructions)
                                     [ ]
=====
13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)
    5.2%
=====
14 TYPE OF REPORTING PERSON (See Instructions)
    IN
=====

```

Page 13 of 56 Pages

13D

=====
CUSIP No. 594087108
=====

```

=====
1 NAMES OF REPORTING PERSONS
  I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)
=====

```







Edgar Filing: MICHAELS STORES INC - Form SC 13D

12 CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions) [ ]

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11) 5.2%

14 TYPE OF REPORTING PERSON (See Instructions) IN

Page 15 of 56 Pages

13D

=====  
CUSIP No. 594087108  
=====

-----  
1 NAMES OF REPORTING PERSONS I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)

Stephen L. Millham

-----  
2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions) (a) [ ] (b) [ X ]\*\*

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, may be deemed a beneficial owner only of the securities reported by it on this cover page.

3 SEC USE ONLY

4 SOURCE OF FUNDS (See Instructions) AF, OO

5 CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e) [ ]

6 CITIZENSHIP OR PLACE OF ORGANIZATION United States

7 SOLE VOTING POWER  
NUMBER OF SHARES BENEFICIALLY -0-  
8 SHARED VOTING POWER

Edgar Filing: MICHAELS STORES INC - Form SC 13D

OWNED BY	6,884,300
=====	
EACH	SOLE DISPOSITIVE POWER
9	
REPORTING	-0-
PERSON WITH	=====
	SHARED DISPOSITIVE POWER
10	
	6,884,300
=====	
11	AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON
	6,884,300
=====	
12	CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions)
	[ ]
=====	
13	PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)
	5.2%
=====	
14	TYPE OF REPORTING PERSON (See Instructions)
	IN
=====	

Page 16 of 56 Pages

13D

=====

CUSIP No. 594087108

=====

1	NAMES OF REPORTING PERSONS
	I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)
	Jason E. Moment
=====	
2	CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)
	(a) [ ]
	(b) [ X ]**
	** The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, may be deemed a beneficial owner only of the securities reported by it on this cover page.
=====	
3	SEC USE ONLY
=====	
4	SOURCE OF FUNDS (See Instructions)
	AF, OO
=====	

Edgar Filing: MICHAELS STORES INC - Form SC 13D

5 CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT  
 TO ITEMS 2(d) OR 2(e) [ ]

6 CITIZENSHIP OR PLACE OF ORGANIZATION

United States

		7	SOLE VOTING POWER
NUMBER OF			-0-
SHARES			
BENEFICIALLY	8		SHARED VOTING POWER
OWNED BY			6,884,300
EACH			
REPORTING	9		SOLE DISPOSITIVE POWER
PERSON WITH			-0-
	10		SHARED DISPOSITIVE POWER
			6,884,300

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON  
 6,884,300

12 CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES  
 CERTAIN SHARES (See Instructions) [ ]

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)  
 5.2%

14 TYPE OF REPORTING PERSON (See Instructions)  
 IN

13D

=====  
 CUSIP No. 594087108  
 =====

1 NAMES OF REPORTING PERSONS  
 I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)  
 Rajiv A. Patel

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)  
 (a) [ ]  
 (b) [ X ]\*\*

Edgar Filing: MICHAELS STORES INC - Form SC 13D

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, may be deemed a beneficial owner only of the securities reported by it on this cover page.

=====	
3	SEC USE ONLY
-----	
4	SOURCE OF FUNDS (See Instructions) AF, 00
-----	
5	CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e) [ ]
-----	
6	CITIZENSHIP OR PLACE OF ORGANIZATION United States
-----	
	7 SOLE VOTING POWER
NUMBER OF	-0-
-----	
	8 SHARED VOTING POWER
BENEFICIALLY OWNED BY EACH	6,884,300
-----	
	9 SOLE DISPOSITIVE POWER
REPORTING PERSON WITH	-0-
-----	
	10 SHARED DISPOSITIVE POWER
	6,884,300
-----	
11	AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON 6,884,300
-----	
12	CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions) [ ]
-----	
13	PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11) 5.2%
-----	
14	TYPE OF REPORTING PERSON (See Instructions) IN
=====	

Edgar Filing: MICHAELS STORES INC - Form SC 13D

CUSIP No. 594087108  
 =====

-----  
 NAMES OF REPORTING PERSONS  
 1 I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)

Derek C. Schrier

-----  
 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)  
 (a) [ ]  
 (b) [ X ]\*\*

2

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, may be deemed a beneficial owner only of the securities reported by it on this cover page.

-----  
 3 SEC USE ONLY

-----  
 4 SOURCE OF FUNDS (See Instructions)  
 AF, OO

-----  
 5 CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e)  
 [ ]

-----  
 6 CITIZENSHIP OR PLACE OF ORGANIZATION  
 United States

-----  
 7 SOLE VOTING POWER  
 NUMBER OF -0-

-----  
 8 SHARED VOTING POWER  
 BENEFICIALLY OWNED BY 6,884,300

-----  
 9 SOLE DISPOSITIVE POWER  
 EACH REPORTING PERSON WITH -0-

-----  
 10 SHARED DISPOSITIVE POWER  
 6,884,300

-----  
 11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON  
 6,884,300

-----  
 12 CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions)  
 [ ]

-----  
 13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

Edgar Filing: MICHAELS STORES INC - Form SC 13D

5.2%

-----  
 14 TYPE OF REPORTING PERSON (See Instructions)  
 IN  
 -----

Page 19 of 56 Pages

13D

=====  
 CUSIP No. 594087108  
 =====

-----  
 1 NAMES OF REPORTING PERSONS  
 I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)  
 Thomas F. Steyer  
 -----

-----  
 2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)  
 (a) [ ]  
 (b) [ X ]\*\*  
 -----

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, may be deemed a beneficial owner only of the securities reported by it on this cover page.

-----  
 3 SEC USE ONLY  
 -----

-----  
 4 SOURCE OF FUNDS (See Instructions)  
 AF, OO  
 -----

-----  
 5 CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e)  
 [ ]  
 -----

-----  
 6 CITIZENSHIP OR PLACE OF ORGANIZATION  
 United States  
 -----

		7	SOLE VOTING POWER
NUMBER OF			-0-
SHARES			-----
BENEFICIALLY OWNED BY	8		SHARED VOTING POWER
EACH			6,884,300
			-----
REPORTING PERSON WITH	9		SOLE DISPOSITIVE POWER
			-0-
			-----



Edgar Filing: MICHAELS STORES INC - Form SC 13D

SHARED DISPOSITIVE POWER

10

6,884,300

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

6,884,300

12 CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions)

[ ]

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

5.2%

14 TYPE OF REPORTING PERSON (See Instructions)

IN

Page 20 of 56 Pages

13D

=====  
CUSIP No. 594087108  
=====

1 NAMES OF REPORTING PERSONS  
I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)

Mark C. Wehrly

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)  
(a) [ ]  
(b) [ X ]\*\*

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, may be deemed a beneficial owner only of the securities reported by it on this cover page.

3 SEC USE ONLY

4 SOURCE OF FUNDS (See Instructions)

AF, OO

5 CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e)

[ ]

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Edgar Filing: MICHAELS STORES INC - Form SC 13D

United States

		SOLE VOTING POWER
7		
NUMBER OF		-0-
		SHARED VOTING POWER
8		
SHARES		6,884,300
BENEFICIALLY		
OWNED BY		SOLE DISPOSITIVE POWER
9		
EACH		-0-
		SHARED DISPOSITIVE POWER
10		
REPORTING		6,884,300
PERSON WITH		
		AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON
11		
		6,884,300
		CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES
12		CERTAIN SHARES (See Instructions)
		[ ]
		PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)
13		
		5.2%
		TYPE OF REPORTING PERSON (See Instructions)
14		
		IN

Page 21 of 56 Pages

13D

=====  
CUSIP No. 594087108  
=====

		NAMES OF REPORTING PERSONS
1		I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)
		Noonday Asset Management, L.P.
		CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)
		(a) [ ]
2		(b) [ X ]**

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, may be deemed a beneficial owner only of the securities reported by it on this cover page.

Edgar Filing: MICHAELS STORES INC - Form SC 13D

3	SEC USE ONLY	
4	SOURCE OF FUNDS (See Instructions)	
	OO	
5	CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e)	[ ]
6	CITIZENSHIP OR PLACE OF ORGANIZATION	
	Delaware	
		SOLE VOTING POWER
	7	
	NUMBER OF	-0-
	SHARES	
	BENEFICIALLY	8
	OWNED BY	
	EACH	2,065,250
	REPORTING	
	PERSON WITH	9
		SOLE DISPOSITIVE POWER
		-0-
		10
		SHARED DISPOSITIVE POWER
		2,065,250
11	AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON	
	2,065,250	
12	CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions)	[ ]
13	PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)	
	1.6%	
14	TYPE OF REPORTING PERSON (See Instructions)	
	PN	

Edgar Filing: MICHAELS STORES INC - Form SC 13D

1 I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)

Noonday G.P. (U.S.), L.L.C.

-----  
CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)

(a) [ ]

(b) [ X ]\*\*

2

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, may be deemed a beneficial owner only of the securities reported by it on this cover page.

3

SEC USE ONLY

-----  
SOURCE OF FUNDS (See Instructions)

4

00

-----  
CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e)

[ ]

6

-----  
CITIZENSHIP OR PLACE OF ORGANIZATION

Delaware

-----  
SOLE VOTING POWER

7

NUMBER OF

-0-

SHARES  
BENEFICIALLY  
OWNED BY

8

-----  
SHARED VOTING POWER

2,065,250

EACH

9

-----  
SOLE DISPOSITIVE POWER

REPORTING  
PERSON WITH

-0-

-----  
SHARED DISPOSITIVE POWER

10

2,065,250

-----  
AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

11

2,065,250

-----  
CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions)

12

[ ]

-----  
PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

13

1.6%

-----  
TYPE OF REPORTING PERSON (See Instructions)

14

00

13D

=====  
 CUSIP No. 594087108  
 =====

-----  
 NAMES OF REPORTING PERSONS  
 1 I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)

Noonday Capital, L.L.C.

-----  
 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)  
 (a) [ ]  
 2 (b) [ X ]\*\*

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, may be deemed a beneficial owner only of the securities reported by it on this cover page.

-----  
 3 SEC USE ONLY

-----  
 SOURCE OF FUNDS (See Instructions)  
 4  
 00

-----  
 CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT  
 5 TO ITEMS 2(d) OR 2(e) [ ]

-----  
 CITIZENSHIP OR PLACE OF ORGANIZATION  
 6  
 Delaware

	7	SOLE VOTING POWER
NUMBER OF		-0-
SHARES		-----
BENEFICIALLY	8	SHARED VOTING POWER
OWNED BY		2,065,250
EACH		-----
REPORTING	9	SOLE DISPOSITIVE POWER
PERSON WITH		-0-
		-----
	10	SHARED DISPOSITIVE POWER
		2,065,250

-----  
 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

11

Edgar Filing: MICHAELS STORES INC - Form SC 13D

2,065,250

12 CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions) [ ]

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11) 1.6%

14 TYPE OF REPORTING PERSON (See Instructions) 00

Page 24 of 56 Pages

13D

=====  
CUSIP No. 594087108  
=====

1 NAMES OF REPORTING PERSONS  
I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)  
  
David I. Cohen

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)  
(a) [ ]  
(b) [ X ]\*\*

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, may be deemed a beneficial owner only of the securities reported by it on this cover page.

3 SEC USE ONLY

4 SOURCE OF FUNDS (See Instructions)  
00

5 CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e) [ ]

6 CITIZENSHIP OR PLACE OF ORGANIZATION  
United States

7 SOLE VOTING POWER  
NUMBER OF -0-

Edgar Filing: MICHAELS STORES INC - Form SC 13D

	SHARES		SHARED VOTING POWER
	BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH	8	2,065,250
		9	SOLE DISPOSITIVE POWER
		-0-	
		10	SHARED DISPOSITIVE POWER
			2,065,250

---

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON  
2,065,250

---

12 CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions) [ ]

---

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)  
1.6%

---

14 TYPE OF REPORTING PERSON (See Instructions)  
IN

Page 25 of 56 Pages

13D

=====  
CUSIP No. 594087108  
=====

---

1 NAMES OF REPORTING PERSONS  
I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)  
  
Saurabh K. Mittal

---

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (See Instructions)  
(a) [ ]  
(b) [ X ]\*\*

\*\* The reporting persons making this filing hold an aggregate of 6,884,300 Shares, which is 5.2% of the class of securities. The reporting person on this cover page, however, may be deemed a beneficial owner only of the securities reported by it on this cover page.

---

3 SEC USE ONLY

---

4 SOURCE OF FUNDS (See Instructions)

Edgar Filing: MICHAELS STORES INC - Form SC 13D

00

5	CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e)	[ ]
6	CITIZENSHIP OR PLACE OF ORGANIZATION	
	India	
	SOLE VOTING POWER	
	7	
	NUMBER OF	-0-
	SHARES	
	BENEFICIALLY OWNED BY	8
	EACH	2,065,250
	SOLE DISPOSITIVE POWER	
	9	
	REPORTING PERSON WITH	-0-
	SHARED DISPOSITIVE POWER	
	10	
	2,065,250	
11	AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON	
	2,065,250	
12	CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (See Instructions)	[ ]
13	PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)	
	1.6%	
14	TYPE OF REPORTING PERSON (See Instructions)	
	IN	

Page 26 of 56 Pages

Item 1. Security And Issuer

This statement relates to shares of Common Stock, par value \$0.10 per share (the "Shares"), of Michaels Stores, Inc. (the "Company"). The Company's principal offices are located at 8000 Bent Branch Drive, Irving, Texas 75063.

Item 2. Identity And Background

(a) This statement is filed by the entities and persons listed below, all of whom together are referred to herein as the "Reporting Persons."

The Farallon Funds



- 
- (i) Farallon Capital Partners, L.P., a California limited partnership ("FCP"), with respect to the Shares held by it;
  - (ii) Farallon Capital Institutional Partners, L.P., a California limited partnership ("FCIP"), with respect to the Shares held by it;
  - (iii) Farallon Capital Institutional Partners II, L.P., a California limited partnership ("FCIP II"), with respect to the Shares held by it;
  - (iv) Farallon Capital Institutional Partners III, L.P., a Delaware limited partnership ("FCIP III"), with respect to the Shares held by it;
  - (v) Tinicum Partners, L.P., a New York limited partnership ("Tinicum"), with respect to the Shares held by it; and
  - (vi) Farallon Capital Offshore Investors II, L.P., a Cayman Islands exempted limited partnership ("FCOI II"), with respect to the Shares held by it.

FCP, FCIP, FCIP II, FCIP III, Tinicum and FCOI II are together referred to herein as the "Farallon Funds."

The Noonday Fund  
-----

- (vii) Noonday Capital Partners, L.L.C., a Delaware limited liability company (the "Noonday Fund"), with respect to the Shares held by it.

The Farallon Funds and the Noonday Fund are together referred to herein as the "Funds."

The Management Company  
-----

- (viii) Farallon Capital Management, L.L.C., a Delaware limited liability company (the "Management Company"), with respect to the Shares held by certain accounts managed by the Management Company (the "Managed Accounts").

Page 27 of 56 Pages

The Farallon General Partner  
-----

- (ix) Farallon Partners, L.L.C., a Delaware limited liability company which is the general partner of each of the Farallon Funds and the managing member of the Noonday Fund (the "Farallon General Partner"), with respect to the Shares held by each of the Funds.

## Edgar Filing: MICHAELS STORES INC - Form SC 13D

### The Farallon Managing Members

-----

- (x) The following persons who are managing members of both the Farallon General Partner and the Management Company, with respect to the Shares held by the Funds and the Managed Accounts: Chun R. Ding ("Ding"), William F. Duhamel ("Duhamel"), Richard B. Fried ("Fried"), Monica R. Landry ("Landry"), William F. Mellin ("Mellin"), Stephen L. Millham ("Millham"), Jason E. Moment ("Moment"), Rajiv A. Patel ("Patel"), Derek C. Schrier ("Schrier"), Thomas F. Steyer ("Steyer") and Mark C. Wehrly ("Wehrly").

Ding, Duhamel, Fried, Landry, Mellin, Millham, Moment, Patel, Schrier, Steyer and Wehrly are together referred to herein as the "Farallon Individual Reporting Persons."

### The Noonday Sub-adviser Entities

-----

- (xi) Noonday G.P. (U.S.), L.L.C., a Delaware limited liability company which is a sub-investment adviser(1) to each of the Funds and the Managed Accounts (the "First Noonday Sub-adviser"), with respect to all of the Shares held by the Noonday Fund and certain of the Shares held by the Farallon Funds and the Managed Accounts;
- (xii) Noonday Asset Management, L.P., a Delaware limited partnership which is a sub-investment adviser(1) to each of the Funds and the Managed Accounts (the "Second Noonday Sub-adviser"), with respect to all of the Shares held by the Noonday Fund and certain of the Shares held by the Farallon Funds and the Managed Accounts; and
- (xiii) Noonday Capital, L.L.C., a Delaware limited liability company which is the general partner of the Second Noonday Sub-adviser (the "Noonday General Partner"), with respect to all of the Shares held by the Noonday Fund and certain of the Shares held by the Farallon Funds and the Managed Accounts.

The First Noonday Sub-adviser, the Second Noonday Sub-adviser and the Noonday General Partner are together referred to herein as the "Noonday Sub-adviser Entities."

-----

(1) The First Noonday Sub-adviser and the Second Noonday Sub-adviser entered into certain subadvisory arrangements with the Management Company and the Farallon General Partner effective as of January 1, 2005, pursuant to which the First Noonday Sub-adviser and the Second Noonday Sub-adviser were granted investment discretion over all of the assets of the Noonday Fund and certain of the assets of the Farallon Funds and the Managed Accounts.

Edgar Filing: MICHAELS STORES INC - Form SC 13D

The Noonday Managing Members  
-----

- (xiv) David I. Cohen ("Cohen") and Saurabh K. Mittal ("Mittal"), the managing members of both the First Noonday Sub-adviser and the Noonday General Partner, with respect to all of the Shares held by the Noonday Fund and certain of the Shares held by the Farallon Funds and the Managed Accounts.

Cohen and Mittal are referred to herein as the "Noonday Individual Reporting Persons." The Noonday Individual Reporting Persons and the Farallon Individual Reporting Persons are together referred to herein as the "Individual Reporting Persons."

(b) The address of the principal business office of (i) the Funds, the Management Company and the Farallon General Partner is One Maritime Plaza, Suite 1325, San Francisco, California 94111, (ii) the Noonday Sub-adviser Entities is 227 West Trade Street, Suite 2140, Charlotte, North Carolina 28202 and (iii) each of the Individual Reporting Persons is set forth in Annex 1 hereto.

(c) The principal business of each of the Funds is that of a private investment fund engaging in the purchase and sale of investments for its own account. The principal business of the Management Company is that of a registered investment adviser. The principal business of the Farallon General Partner is to act as the general partner of the Farallon Funds and the managing member of the Noonday Fund. The principal business of the First Noonday Sub-adviser and the Second Noonday Sub-adviser is to act as a sub-investment adviser to the Funds and the Managed Accounts. The principal business of the Noonday General Partner is to act as the general partner of the Second Noonday Sub-adviser. The principal business of each of the Individual Reporting Persons is set forth in Annex 1 hereto.

(d) None of the Funds, the Management Company, the Farallon General Partner, the Noonday Sub-adviser Entities or the Individual Reporting Persons has, during the last five years, been convicted in a criminal proceeding (excluding traffic violations or similar misdemeanors).

(e) None of the Funds, the Management Company, the Farallon General Partner, the Noonday Sub-adviser Entities or the Individual Reporting Persons has, during the last five years, been party to a civil proceeding of a judicial or administrative body of competent jurisdiction and as a result of such proceeding was or is subject to a judgment, decree or final order enjoining future violations of, or prohibiting or mandating activities subject to, federal or state securities laws or finding any violation with respect to such laws.

(f) The citizenship of each of the Funds, the Management Company, the Farallon General Partner and the Noonday Sub-adviser Entities is set forth above. Each of the Individual Reporting Persons other than Mittal is a citizen of the United States. Mittal is a citizen of India.

The other information required by Item 2 relating to the identity and background of the Reporting Persons is set forth in Annex 1 hereto.

Page 29 of 56 Pages

Item 3. Source And Amount Of Funds And Other Consideration  
-----

## Edgar Filing: MICHAELS STORES INC - Form SC 13D

The net investment cost (including commissions) for the Shares held by each of the Funds and the Managed Accounts is set forth below:

Entity -----	Shares Held -----	Approximate Net ----- Investment Cost -----
FCP	1,182,320	\$48,578,993
FCIP	648,300	\$26,421,927
FCIP II	51,900	\$2,112,024
FCIP III	37,900	\$1,545,558
Tinicum	39,200	\$1,598,449
FCOI II	1,537,100	\$63,522,870
Noonday Fund	27,200	\$1,153,108
Managed Accounts	3,360,400	\$138,026,035

The consideration for such acquisitions was obtained as follows: (i) with respect to FCP, Tinicum, FCOI II and the Noonday Fund, from working capital and/or from borrowings pursuant to margin accounts maintained in the ordinary course of business by FCP, Tinicum, FCOI II and the Noonday Fund, at Goldman, Sachs & Co.; (ii) with respect to FCIP, FCIP II and FCIP III, from working capital; and (iii) with respect to the Managed Accounts, from the working capital of the Managed Accounts and/or from borrowings pursuant to margin accounts maintained in the ordinary course of business by some of the Managed Accounts at Goldman, Sachs & Co. FCP, Tinicum, FCOI II, the Noonday Fund and some of the Managed Accounts hold certain securities in their respective margin accounts at Goldman, Sachs & Co., and the accounts may from time to time have debit balances. It is not possible to determine the amount of borrowings, if any, used to acquire the Shares.

#### Item 4. Purpose Of The Transaction

-----

The purpose of the acquisition of the Shares is for investment, and the acquisitions of the Shares by each of the Funds and the Managed Accounts were made in the ordinary course of business and were not made for the purpose of acquiring control of the Company.

Although no Reporting Person has any specific plan or proposal to acquire or dispose of Shares, consistent with its investment purpose, each Reporting Person at any time and from time to time may acquire additional Shares or dispose of any or all of its Shares depending upon an ongoing evaluation of the investment in the Shares, prevailing market conditions, other investment opportunities, liquidity requirements of the Reporting Person and/or other investment considerations. No Reporting Person has made a determination regarding a maximum or minimum number of Shares which it may hold at any point in time.

Also, consistent with their investment intent, the Reporting Persons may engage in communications with one or more shareholders of the Company, one or more officers of the Company and/or one or more members of the board of directors of the Company regarding the Company, including but not limited to its operations.

## Edgar Filing: MICHAELS STORES INC - Form SC 13D

Except to the extent the foregoing may be deemed a plan or proposal, none of the Reporting Persons has any plans or proposals which relate to, or could result in, any of the matters referred to in paragraphs (a) through (j), inclusive, of the instructions to Item 4 of Schedule 13D. The Reporting Persons may, at any time and from time to time, review or reconsider their position and/or change their purpose and/or formulate plans or proposals with respect thereto.

### Item 5. Interest In Securities Of The Issuer

-----

#### (a) The Funds

(a), (b) The information set forth in Rows 7 through 13 of the cover page hereto for each Fund is incorporated herein by reference for each such Fund. The percentage amount set forth in Row 13 for all cover pages filed herewith is calculated based upon the 132,830,320 Shares outstanding as of July 21, 2006 as reported by the Company in its Proxy Statement on Schedule 14A filed with the Securities and Exchange Commission on August 1, 2006.

(c) The trade dates, number of Shares purchased or sold and the price per Share (including commissions) for all purchases and sales of the Shares by the Funds in the past 60 days are set forth on Schedules A-G hereto and are incorporated herein by reference. All of such transactions were open-market transactions.

(d) Each of the Farallon General Partner, the First Noontday Sub-adviser and the Second Noontday Sub-adviser has the power to direct the receipt of dividends relating to, or the disposition of the proceeds of the sale of, all or certain of the Shares held by the Funds as reported herein. The Farallon Individual Reporting Persons are managing members of the Farallon General Partner. The Noontday General Partner is the general partner of the Second Noontday Sub-adviser. The Noontday Individual Reporting Persons are managing members of both the First Noontday Sub-adviser and the Noontday General Partner.

(e) Not applicable.

#### (b) The Management Company

(a), (b) The information set forth in Rows 7 through 13 of the cover page hereto for the Management Company is incorporated herein by reference.

(c) The trade dates, number of Shares purchased or sold and the price per Share (including commissions) for all purchases and sales of the Shares by the Management Company on behalf of the Managed Accounts in the past 60 days are set forth on Schedule H hereto and are incorporated herein by reference. All of such transactions were open-market.

Edgar Filing: MICHAELS STORES INC - Form SC 13D

- (d) Each of the Management Company, the First Noontday Sub-adviser and the Second Noontday Sub-adviser has the power to direct the receipt of dividends

Page 31 of 56 Pages

relating to, or the disposition of the proceeds of the sale of, all or certain of the Shares held by the Managed Accounts as reported herein. The Farallon Individual Reporting Persons are managing members of the Management Company. The Noontday General Partner is the general partner of the Second Noontday Sub-adviser. The Noontday Individual Reporting Persons are managing members of both the First Noontday Sub-adviser and the Noontday General Partner.

- (e) Not applicable.

(c) The Farallon General Partner  
-----

- (a), (b) The information set forth in Rows 7 through 13 of the cover page hereto for the Farallon General Partner is incorporated herein by reference.

- (c) None.

- (d) Each of the Farallon General Partner, the First Noontday Sub-adviser and the Second Noontday Sub-adviser has the power to direct the receipt of dividends relating to, or the disposition of the proceeds of the sale of, all or certain of the Shares held by the Funds as reported herein. The Farallon Individual Reporting Persons are managing members of the Farallon General Partner. The Noontday General Partner is the general partner of the Second Noontday Sub-adviser. The Noontday Individual Reporting Persons are managing members of both the First Noontday Sub-adviser and the Noontday General Partner.

- (e) Not applicable.

(d) The Farallon Individual Reporting Persons  
-----

- (a), (b) The information set forth in Rows 7 through 13 of the cover page hereto for each Farallon Individual Reporting Person is incorporated herein by reference for each such Farallon Individual Reporting Person.

- (c) None.

- (d) Each of the Farallon General Partner, the First Noontday Sub-adviser and the Second Noontday Sub-adviser has the power to direct the receipt of dividends relating to, or the disposition of the proceeds of the sale of, all or certain of the Shares held by the Funds as reported herein. Each of the Management Company, the First Noontday Sub-adviser and

Edgar Filing: MICHAELS STORES INC - Form SC 13D

the Second Noonday Sub-adviser has the power to direct the receipt of dividends relating to, or the disposition of the proceeds of the sale of, all or certain of the Shares held by the Managed Accounts as reported herein. The Farallon Individual Reporting Persons are managing members of both the Farallon General Partner and the Management Company. The Noonday General Partner is the general partner

Page 32 of 56 Pages

of the Second Noonday Sub-adviser. The Noonday Individual Reporting Persons are managing members of both the First Noonday Sub-adviser and the Noonday General Partner.

(e) Not applicable.

(e) The Noonday Sub-adviser Entities  
-----

(a), (b) The information set forth in Rows 7 through 13 of the cover page hereto for each Noonday Sub-adviser Entity is incorporated herein by reference for each such Noonday Sub-adviser Entity.

(c) None.

(d) Each of the Farallon General Partner, the First Noonday Sub-adviser and the Second Noonday Sub-adviser has the power to direct the receipt of dividends relating to, or the disposition of the proceeds of the sale of, all or certain of the Shares held by the Funds as reported herein. Each of the Management Company, the First Noonday Sub-adviser and the Second Noonday Sub-adviser has the power to direct the receipt of dividends relating to, or the disposition of the proceeds of the sale of, all or certain of the Shares held by the Managed Accounts as reported herein. The Farallon Individual Reporting Persons are managing members of both the Farallon General Partner and the Management Company. The Noonday General Partner is the general partner of the Second Noonday Sub-adviser. The Noonday Individual Reporting Persons are managing members of both the First Noonday Sub-adviser and the Noonday General Partner.

(e) Not applicable.

(f) The Noonday Individual Reporting Persons  
-----

(a), (b) The information set forth in Rows 7 through 13 of the cover page hereto for each Noonday Individual Reporting Person is incorporated herein by reference for each such Noonday Individual Reporting Person.

(c) None.

(d) Each of the Farallon General Partner, the First Noonday Sub-adviser and the Second Noonday Sub-adviser has the power to direct the receipt of dividends relating to, or the disposition of the proceeds of the sale of, all or certain of the Shares held by the Funds. Each of the Management Company, the First Noonday Sub-adviser and the Second Noonday Sub-adviser has the power to direct the receipt of dividends relating to, or the disposition of the proceeds of the sale of, all or certain of the Shares held by the Managed Accounts. The Farallon Individual Reporting Persons are managing members of both the Farallon General Partner and the Management Company. The Noonday

Page 33 of 56 Pages

General Partner is the general partner of the Second Noonday Sub-adviser. The Noonday Individual Reporting Persons are managing members of both the First Noonday Sub-adviser and the Noonday General Partner.

(e) Not applicable.

The Shares reported hereby for the Funds are owned directly by the Funds and those reported by the Management Company on behalf of the Managed Accounts are owned directly by the Managed Accounts. The Management Company, as investment adviser to the Managed Accounts, may be deemed to be the beneficial owner of all such Shares owned by the Managed Accounts. The Farallon General Partner, as general partner to the Farallon Funds and managing member of the Noonday Fund, may be deemed to be the beneficial owner of all such Shares owned by the Funds. The Farallon Individual Reporting Persons, as managing members of both the Management Company and the Farallon General Partner with the power to exercise investment discretion, may each be deemed to be the beneficial owner of all such Shares owned by the Funds and the Managed Accounts. The First Noonday Sub-adviser and the Second Noonday Sub-adviser, as sub-investment advisers to the Funds and the Managed Accounts, may be deemed to be the beneficial owners of all such Shares owned by the Noonday Fund and certain of such Shares owned by the Farallon Funds and the Managed Accounts. The Noonday General Partner, as general partner to the Second Noonday Sub-adviser, may be deemed to be the beneficial owner of all such Shares owned by the Noonday Fund and certain of such Shares owned by the Farallon Funds and the Managed Accounts. The Noonday Individual Reporting Persons, as managing members of both the First Noonday Sub-adviser and the Noonday General Partner, may each be deemed to be the beneficial owner of all such Shares owned by the Noonday Fund and certain of such Shares owned by the Farallon Funds and the Managed Accounts. Each of the Management Company, the Farallon General Partner, the Noonday Sub-adviser Entities and the Individual Reporting Persons hereby disclaims any beneficial ownership of any such Shares.

Item 6. Contracts, Arrangements, Understandings Or

-----  
Relationships With Respect To Securities Of The Issuer  
-----

Except as described above, there are no contracts, arrangements, understandings or relationships (legal or otherwise) among the Reporting Persons or between such persons and any other person with respect to any securities of



Edgar Filing: MICHAELS STORES INC - Form SC 13D

the Company, including but not limited to the transfer or voting of any securities of the Company, finder's fees, joint ventures, loan or option arrangements, puts or calls, guarantees of profits, divisions of profits or loss, or the giving or withholding of proxies.

Item 7. Materials To Be Filed As Exhibits

-----  
There is filed herewith as Exhibit 1 a written agreement relating to the filing of joint acquisition statements as required by Section 240.13d-1(k) under the Securities Exchange Act of 1934, as amended.

Page 34 of 56 Pages

SIGNATURES  
-----

After reasonable inquiry and to the best of our knowledge and belief, the undersigned certify that the information set forth in this statement is true, complete and correct.

Dated: August 28, 2006

/s/ Monica R. Landry  
-----

FARALLON PARTNERS, L.L.C.,  
On its own behalf,  
as the General Partner of  
FARALLON CAPITAL PARTNERS, L.P.,  
FARALLON CAPITAL INSTITUTIONAL PARTNERS, L.P.,  
FARALLON CAPITAL INSTITUTIONAL PARTNERS II, L.P.,  
FARALLON CAPITAL INSTITUTIONAL PARTNERS III, L.P.,  
TINICUM PARTNERS, L.P. and  
FARALLON CAPITAL OFFSHORE INVESTORS II, L.P.  
and as the Managing Member of  
NOONDAY CAPITAL PARTNERS, L.L.C.  
By Monica R. Landry, Managing Member

/s/ Monica R. Landry  
-----

FARALLON CAPITAL MANAGEMENT, L.L.C.  
By Monica R. Landry,  
Managing Member

/s/ Monica R. Landry  
-----

NOONDAY G.P. (U.S.), L.L.C.  
By Monica R. Landry, Attorney-in-fact

/s/ Monica R. Landry  
-----

NOONDAY CAPITAL, L.L.C.,  
On its own behalf  
and as the General Partner of  
NOONDAY ASSET MANAGEMENT, L.P.

Edgar Filing: MICHAELS STORES INC - Form SC 13D

By Monica R. Landry, Attorney-in-fact

/s/ Monica R. Landry

-----  
Monica R. Landry, individually and as attorney-in-fact for each of David I. Cohen, Chun R. Ding, William F. Duhamel, Richard B. Fried, William F. Mellin, Stephen L. Millham, Saurabh K. Mittal, Jason E. Moment, Rajiv A. Patel, Derek C. Schrier, Thomas F. Steyer and Mark C. Wehrly

Page 35 of 56 Pages

The Powers of Attorney executed by Duhamel, Fried, Mellin, Millham, Steyer and Wehrly authorizing Landry to sign and file this Schedule 13D on each person's behalf, which were filed with Amendment No. 2 to the Schedule 13D filed with the Securities and Exchange Commission on July 16, 2003, by such Reporting Persons with respect to the Common Stock of New World Restaurant Group, Inc., are hereby incorporated by reference. The Powers of Attorney executed by Ding and Schrier authorizing Landry to sign and file this Schedule 13D on each person's behalf, which were filed with Amendment No. 1 to the Schedule 13D filed with the Securities and Exchange Commission on July 2, 2003, by such Reporting Persons with respect to the Common Stock of Salix Pharmaceuticals, Ltd., are hereby incorporated by reference. The Power of Attorney executed by Patel authorizing Landry to sign and file this Schedule 13D on his behalf, which was filed with Amendment No. 4 to the Schedule 13G filed with the Securities and Exchange Commission on January 8, 2004, by such Reporting Person with respect to the Common Stock of Catalytica Energy Systems, Inc., is hereby incorporated by reference. The Powers of Attorney executed by Noonday G.P. (U.S.), L.L.C., Noonday Asset Management, L.P., Noonday Capital, L.L.C. and Cohen authorizing Landry to sign and file this Schedule 13D on its or his behalf, which were filed with Amendment No. 5 to the Schedule 13G filed with the Securities and Exchange Commission on January 10, 2005, by such Reporting Persons with respect to the Common Stock of Catalytica Energy Systems, Inc., are hereby incorporated by reference. The Power of Attorney executed by Mittal authorizing Landry to sign and file this Schedule 13D on his behalf, which was filed with Amendment No. 6 to the Schedule 13G filed with the Securities and Exchange Commission on October 5, 2005, by such Reporting Person with respect to the Common Stock of Catalytica Energy Systems, Inc., is hereby incorporated by reference. The Power of Attorney executed by Moment authorizing Landry to sign and file this Schedule 13D on his behalf, which was filed with the Schedule 13D filed with the Securities and Exchange Commission on January 9, 2006, by such Reporting Person with respect to the Common Stock of Vintage Petroleum, Inc., is hereby incorporated by reference.

Page 36 of 56 Pages

Set forth below with respect to the Management Company, the Farallon General Partner and the Noonday Sub-adviser Entities is the following information: (a) name; (b) address; (c) principal business; (d) state of organization; and (e) controlling persons. Set forth below with respect to each Individual Reporting Person is the following information: (a) name; (b) business address; (c) principal occupation; and (d) citizenship.

1. The Management Company  
-----

- (a) Farallon Capital Management, L.L.C.
- (b) One Maritime Plaza, Suite 1325  
San Francisco, California 94111
- (c) Serves as investment adviser to various managed accounts
- (d) Delaware limited liability company
- (e) Managing Members: Thomas F. Steyer, Senior Managing Member;  
Chun R. Ding, William F. Duhamel, Alice F. Evarts, Richard B.  
Fried, Monica R. Landry, William F. Mellin, Stephen L.  
Millham, Jason E. Moment, Rajiv A. Patel, Derek C. Schrier,  
Gregory S. Swart and Mark C. Wehrly, Managing Members.

2. The Farallon General Partner  
-----

- (a) Farallon Partners, L.L.C.
- (b) c/o Farallon Capital Management, L.L.C.  
One Maritime Plaza, Suite 1325  
San Francisco, California 94111
- (c) Serves as general partner to investment partnerships
- (d) Delaware limited liability company
- (e) Managing Members: Thomas F. Steyer, Senior Managing Member;  
Chun R. Ding, William F. Duhamel, Alice F. Evarts, Richard B.  
Fried, Monica R. Landry, William F. Mellin, Stephen L.  
Millham, Jason E. Moment, Rajiv A. Patel, Derek C. Schrier,  
Gregory S. Swart and Mark C. Wehrly, Managing Members.

3. Managing Members of the Management Company and the Farallon General  
-----  
Partner  
-----

Each of the managing members of the Management Company and the Farallon General Partner other than Swart is a citizen of the United States. Swart is a citizen of New Zealand. The business address of each of the managing members of the Management Company and the Farallon General Partner is c/o Farallon Capital Management, L.L.C., One Maritime Plaza, Suite 1325, San Francisco, California 94111. The principal occupation of Thomas F. Steyer is serving as senior managing member of both the Management Company and the Farallon General Partner. The principal occupation of each other managing member of the Management Company and the Farallon General Partner is serving as a managing member of both the Management Company and the Farallon General Partner. None of the managing members of the Management Company and the Farallon General Partner has any additional information to disclose with respect to Items 2-6 of the Schedule 13D that is not already disclosed in the Schedule 13D.

4. The First Noonday Sub-adviser  
-----

- (a) Noonday G.P. (U.S.), L.L.C.
- (b) c/o Noonday Asset Management, L.P.  
227 West Trade Street, Suite 2140  
Charlotte, North Carolina 28202
- (c) Serves as sub-investment adviser to investment funds
- (d) Delaware limited liability company
- (e) Managing Members: David I. Cohen and Saurabh K. Mittal

5. The Second Noonday Sub-adviser  
-----

- (a) Noonday Asset Management, L.P.
- (b) 227 West Trade Street, Suite 2140  
Charlotte, North Carolina 28202
- (c) Serves as sub-investment adviser to investment funds
- (d) Delaware limited partnership
- (e) David I. Cohen and Saurabh K. Mittal, the managing members of  
its general partner

6. The Noonday General Partner  
-----

- (a) Noonday Capital, L.L.C.
- (b) c/o Noonday Asset Management, L.P.  
227 West Trade Street, Suite 2140  
Charlotte, North Carolina 28202
- (c) Serves as general partner of the Second Noonday Sub-adviser
- (d) Delaware limited liability company
- (e) Managing Members: David I. Cohen and Saurabh K. Mittal

7. The Noonday Individual Reporting Persons  
-----

Cohen is a citizen of the United States. Mittal is a citizen of India. The business address of each of the Noonday Individual Reporting Persons is c/o Noonday Asset Management, L.P., 227 West Trade Street, Suite 2140, Charlotte, North Carolina 28202. The principal occupation of each of the Noonday Individual Reporting Persons is serving as the managing member of both the First Noonday Sub-adviser and the Noonday General Partner. The Noonday Individual Reporting Persons do not have any additional information to disclose with respect to Items 2-6 of the Schedule 13D that is not already disclosed in the Schedule 13D.

SCHEDULE A  
-----

FARALLON CAPITAL PARTNERS, L.P.  
-----

Edgar Filing: MICHAELS STORES INC - Form SC 13D

TRADE DATE	NO. OF SHARES PURCHASED	PRICE PER SHARE
6/28/2006	13,900	\$37.71
6/28/2006	7,800	\$37.70
6/29/2006	2,000	\$37.95
6/29/2006	12,700	\$37.96
6/30/2006	22,800	\$41.03
7/3/2006	31,600	\$42.10
7/5/2006	6,700	\$42.28
7/5/2006	23,600	\$42.28
7/5/2006	4,000	\$42.30
7/5/2006	4,400	\$42.30
7/6/2006	13,500	\$42.39
7/6/2006	9,300	\$42.42
7/6/2006	4,600	\$42.43
7/6/2006	4,600	\$42.40
7/6/2006	11,600	\$42.40
7/6/2006	7,000	\$42.43
7/6/2006	29,500	\$42.41
7/6/2006	6,200	\$42.43
7/6/2006	8,300	\$42.42
7/6/2006	10,400	\$42.40
7/6/2006	12,000	\$42.39
7/6/2006	26,400	\$42.41
7/6/2006	4,100	\$42.40
7/6/2006	4,100	\$42.43
7/7/2006	33,200	\$42.46
7/7/2006	36,200	\$42.48
7/7/2006	18,900	\$42.48
7/7/2006	17,300	\$42.46
7/10/2006	14,200	\$42.51
7/10/2006	55,500	\$42.50
7/10/2006	30,500	\$42.47
7/10/2006	700	\$42.48
7/10/2006	9,300	\$42.49
7/11/2006	13,000	\$42.48
7/12/2006	31,200	\$42.47
7/12/2006	20,400	\$42.48
7/12/2006	16,800	\$42.47
7/13/2006	4,000	\$42.29
7/13/2006	5,400	\$42.43

Page 39 of 56 Pages

7/13/2006	20,000	\$42.18
7/13/2006	14,400	\$42.17
7/13/2006	21,900	\$42.18
7/13/2006	2,900	\$42.43
7/13/2006	43,700	\$42.36
7/13/2006	30,600	\$42.29
7/13/2006	8,800	\$42.33
7/13/2006	15,800	\$42.17
7/13/2006	4,400	\$42.29
7/18/2006	5,900	\$42.22
7/18/2006	33,500	\$42.21

Edgar Filing: MICHAELS STORES INC - Form SC 13D

7/18/2006	36,500	\$42.16
8/25/2006	15,000	\$42.85
8/25/2006	37,600	\$42.88

Page 40 of 56 Pages

SCHEDULE B  
-----

FARALLON CAPITAL INSTITUTIONAL PARTNERS, L.P.  
-----

TRADE DATE	NO. OF SHARES PURCHASED	PRICE PER SHARE
-----	-----	-----
6/28/2006	8,100	\$37.71
6/28/2006	4,500	\$37.70
6/29/2006	1,000	\$37.95
6/29/2006	6,500	\$37.96
6/30/2006	13,200	\$41.03
7/3/2006	21,800	\$42.10
7/5/2006	3,400	\$42.28
7/5/2006	2,100	\$42.30
7/5/2006	12,000	\$42.28
7/5/2006	2,200	\$42.30
7/6/2006	4,400	\$42.42
7/6/2006	6,000	\$42.39
7/6/2006	13,900	\$42.41
7/6/2006	3,300	\$42.43
7/6/2006	2,200	\$42.40
7/6/2006	2,200	\$42.43
7/6/2006	5,500	\$42.40
7/6/2006	2,000	\$42.43
7/6/2006	2,000	\$42.40
7/6/2006	5,000	\$42.40
7/6/2006	5,800	\$42.39
7/6/2006	4,000	\$42.42
7/6/2006	3,000	\$42.43
7/6/2006	12,600	\$42.41
7/7/2006	16,000	\$42.48
7/7/2006	14,700	\$42.46
7/7/2006	8,200	\$42.48
7/7/2006	7,500	\$42.46
7/10/2006	6,000	\$42.51
7/10/2006	4,000	\$42.49
7/10/2006	300	\$42.48
7/10/2006	13,200	\$42.47
7/10/2006	24,000	\$42.50
7/11/2006	5,700	\$42.48
7/12/2006	14,600	\$42.47

Edgar Filing: MICHAELS STORES INC - Form SC 13D

7/12/2006	7,900	\$42.47
7/12/2006	9,600	\$42.48
7/13/2006	6,800	\$42.17
7/13/2006	1,900	\$42.29

Page 41 of 56 Pages

7/13/2006	9,400	\$42.18
7/13/2006	2,500	\$42.43
7/13/2006	7,400	\$42.17
7/13/2006	2,100	\$42.29
7/13/2006	10,300	\$42.18
7/13/2006	20,600	\$42.36
7/13/2006	4,200	\$42.33
7/13/2006	14,400	\$42.29
7/13/2006	1,400	\$42.43
7/18/2006	17,000	\$42.21
7/18/2006	3,000	\$42.22
7/18/2006	19,000	\$42.16
8/25/2006	9,800	\$42.85
8/25/2006	24,500	\$42.88

Page 42 of 56 Pages

SCHEDULE C

FARALLON CAPITAL INSTITUTIONAL PARTNERS II, L.P.

TRADE DATE	NO. OF SHARES PURCHASED	PRICE PER SHARE
6/28/2006	400	\$37.70
6/28/2006	800	\$37.71
6/29/2006	100	\$37.95
6/29/2006	500	\$37.96

Edgar Filing: MICHAELS STORES INC - Form SC 13D

6/30/2006	700	\$41.03
7/3/2006	900	\$42.10
7/5/2006	200	\$42.28
7/5/2006	800	\$42.28
7/5/2006	100	\$42.30
7/5/2006	100	\$42.30
7/6/2006	300	\$42.42
7/6/2006	200	\$42.43
7/6/2006	400	\$42.39
7/6/2006	100	\$42.43
7/6/2006	800	\$42.41
7/6/2006	100	\$42.40
7/6/2006	300	\$42.40
7/6/2006	700	\$42.41
7/6/2006	200	\$42.42
7/6/2006	300	\$42.39
7/6/2006	100	\$42.40
7/6/2006	300	\$42.40
7/6/2006	200	\$42.43
7/6/2006	100	\$42.43
7/7/2006	1,100	\$42.48
7/7/2006	1,000	\$42.46
7/7/2006	500	\$42.48
7/7/2006	500	\$42.46
7/10/2006	400	\$42.51
7/10/2006	800	\$42.47
7/10/2006	1,500	\$42.50
7/10/2006	300	\$42.49
7/11/2006	500	\$42.48
7/12/2006	1,500	\$42.47
7/12/2006	900	\$42.48
7/12/2006	700	\$42.47
7/13/2006	300	\$42.43
7/13/2006	700	\$42.17
7/13/2006	900	\$42.18

Page 43 of 56 Pages

7/13/2006	200	\$42.29
7/13/2006	1,900	\$42.36
7/13/2006	400	\$42.33
7/13/2006	1,300	\$42.29
7/13/2006	100	\$42.43
7/13/2006	900	\$42.18
7/13/2006	200	\$42.29
7/13/2006	700	\$42.17
7/18/2006	400	\$42.22
7/18/2006	2,000	\$42.21
7/18/2006	2,000	\$42.16
8/25/2006	1,000	\$42.85
8/25/2006	2,600	\$42.88



Page 44 of 56 Pages

SCHEDULE D  
-----FARALLON CAPITAL INSTITUTIONAL PARTNERS III, L.P.  
-----

TRADE DATE	NO. OF SHARES PURCHASED	PRICE PER SHARE
-----	-----	-----
6/28/2006	300	\$37.70
6/28/2006	600	\$37.71
6/29/2006	400	\$37.96
6/29/2006	100	\$37.95
6/30/2006	700	\$41.03
7/3/2006	900	\$42.10
7/5/2006	200	\$42.28
7/5/2006	100	\$42.30
7/5/2006	800	\$42.28
7/5/2006	100	\$42.30
7/6/2006	400	\$42.39
7/6/2006	100	\$42.40
7/6/2006	200	\$42.42
7/6/2006	900	\$42.41
7/6/2006	200	\$42.43
7/6/2006	100	\$42.43
7/6/2006	300	\$42.40
7/6/2006	100	\$42.43
7/6/2006	100	\$42.40
7/6/2006	700	\$42.41
7/6/2006	300	\$42.39
7/6/2006	200	\$42.42
7/6/2006	300	\$42.40
7/6/2006	200	\$42.43
7/7/2006	500	\$42.46
7/7/2006	500	\$42.48
7/7/2006	300	\$42.48
7/7/2006	200	\$42.46
7/10/2006	200	\$42.51

Edgar Filing: MICHAELS STORES INC - Form SC 13D

7/10/2006	300	\$42.49
7/10/2006	1,500	\$42.50
7/10/2006	800	\$42.47
7/11/2006	400	\$42.48
7/12/2006	500	\$42.47
7/12/2006	300	\$42.47
7/12/2006	300	\$42.48
7/13/2006	100	\$42.29
7/13/2006	200	\$42.17
7/13/2006	300	\$42.18

Page 45 of 56 Pages

7/13/2006	100	\$42.43
7/13/2006	1,300	\$42.36
7/13/2006	600	\$42.18
7/13/2006	200	\$42.33
7/13/2006	100	\$42.29
7/13/2006	900	\$42.29
7/13/2006	100	\$42.43
7/13/2006	500	\$42.17
7/18/2006	500	\$42.21
7/18/2006	100	\$42.22
7/18/2006	500	\$42.16
8/25/2006	264	\$42.85
8/25/2006	636	\$42.88
8/25/2006	645	\$42.85
8/25/2006	1,555	\$42.88
8/25/2006	566	\$42.88
8/25/2006	557	\$42.85
8/25/2006	1,343	\$42.88
8/25/2006	234	\$42.85
8/25/2006	1,700	\$42.85
8/25/2006	4,100	\$42.88

Page 46 of 56 Pages

SCHEDULE E

-----

TINICUM PARTNERS, L.P.

-----

NO. OF SHARES

PRICE

Edgar Filing: MICHAELS STORES INC - Form SC 13D

TRADE DATE	PURCHASED	PER SHARE
6/28/2006	400	\$37.71
6/28/2006	200	\$37.70
6/29/2006	400	\$37.96
6/29/2006	100	\$37.95
6/30/2006	700	\$41.03
7/3/2006	900	\$42.10
7/5/2006	100	\$42.30
7/5/2006	800	\$42.28
7/5/2006	200	\$42.28
7/5/2006	100	\$42.30
7/6/2006	300	\$42.42
7/6/2006	400	\$42.39
7/6/2006	200	\$42.43
7/6/2006	100	\$42.43
7/6/2006	900	\$42.41
7/6/2006	100	\$42.40
7/6/2006	300	\$42.40
7/6/2006	100	\$42.43
7/6/2006	300	\$42.39
7/6/2006	200	\$42.43
7/6/2006	100	\$42.40
7/6/2006	300	\$42.40
7/6/2006	700	\$42.41
7/6/2006	200	\$42.42
7/7/2006	1,100	\$42.48
7/7/2006	1,000	\$42.46
7/7/2006	500	\$42.48
7/7/2006	500	\$42.46
7/10/2006	400	\$42.51
7/10/2006	300	\$42.49
7/10/2006	800	\$42.47
7/10/2006	1,500	\$42.50
7/11/2006	400	\$42.48
7/12/2006	1,000	\$42.47
7/12/2006	600	\$42.48
7/12/2006	500	\$42.47
7/13/2006	200	\$42.43
7/13/2006	100	\$42.29

Page 47 of 56 Pages

7/13/2006	600	\$42.18
7/13/2006	500	\$42.17
7/13/2006	200	\$42.33
7/13/2006	900	\$42.29
7/13/2006	100	\$42.29
7/13/2006	600	\$42.18
7/13/2006	100	\$42.43
7/13/2006	500	\$42.17
7/13/2006	1,300	\$42.36
7/18/2006	1,000	\$42.21
7/18/2006	200	\$42.22
7/18/2006	1,000	\$42.16
8/25/2006	700	\$42.85
8/25/2006	1,500	\$42.88

Page 48 of 56 Pages

## SCHEDULE F

FARALLON CAPITAL OFFSHORE INVESTORS II, L.P.

TRADE DATE	NO. OF SHARES PURCHASED	PRICE PER SHARE
6/28/2006	13,700	\$37.71
6/28/2006	7,700	\$37.70
6/29/2006	16,100	\$37.96
6/29/2006	2,500	\$37.95
6/30/2006	37,500	\$41.03
7/3/2006	46,500	\$42.10
7/5/2006	6,200	\$42.30
7/5/2006	36,000	\$42.28
7/5/2006	10,200	\$42.28
7/5/2006	6,700	\$42.30
7/6/2006	9,600	\$42.43
7/6/2006	18,700	\$42.39
7/6/2006	12,800	\$42.42
7/6/2006	16,000	\$42.40
7/6/2006	6,500	\$42.40
7/6/2006	6,500	\$42.43
7/6/2006	40,800	\$42.41
7/6/2006	5,800	\$42.40
7/6/2006	16,800	\$42.39
7/6/2006	8,700	\$42.43
7/6/2006	14,500	\$42.40
7/6/2006	36,800	\$42.41
7/6/2006	5,800	\$42.43
7/6/2006	11,600	\$42.42
7/7/2006	46,400	\$42.46
7/7/2006	50,600	\$42.48
7/7/2006	24,100	\$42.46
7/7/2006	26,300	\$42.48
7/10/2006	19,500	\$42.51
7/10/2006	76,500	\$42.50

Edgar Filing: MICHAELS STORES INC - Form SC 13D

7/10/2006	42,100	\$42.47
7/10/2006	1,000	\$42.48
7/10/2006	12,800	\$42.49
7/11/2006	18,100	\$42.48
7/12/2006	46,900	\$42.47
7/12/2006	30,600	\$42.48
7/12/2006	25,100	\$42.47
7/13/2006	5,800	\$42.29

Page 49 of 56 Pages

7/13/2006	20,700	\$42.17
7/13/2006	28,800	\$42.18
7/13/2006	7,700	\$42.43
7/13/2006	31,300	\$42.18
7/13/2006	22,500	\$42.17
7/13/2006	6,300	\$42.29
7/13/2006	43,800	\$42.29
7/13/2006	4,100	\$42.43
7/13/2006	12,500	\$42.33
7/13/2006	62,500	\$42.36
7/18/2006	7,200	\$42.22
7/18/2006	41,000	\$42.21
7/18/2006	45,000	\$42.16
8/25/2006	7,359	\$42.88
8/25/2006	2,941	\$42.85
8/25/2006	18,363	\$42.88
8/25/2006	7,337	\$42.85
8/25/2006	6,145	\$42.88
8/25/2006	15,433	\$42.88
8/25/2006	6,167	\$42.85
8/25/2006	2,455	\$42.85
8/25/2006	18,900	\$42.85
8/25/2006	47,300	\$42.88

Page 50 of 56 Pages

SCHEDULE G

-----

NOONDAY CAPITAL PARTNERS, L.L.C.

-----

TRADE DATE	NO. OF SHARES PURCHASED	PRICE PER SHARE
------------	----------------------------	--------------------

Edgar Filing: MICHAELS STORES INC - Form SC 13D

7/5/2006	1,900	\$42.28
7/5/2006	500	\$42.28
7/5/2006	300	\$42.30
7/6/2006	300	\$42.43
7/6/2006	900	\$42.40
7/6/2006	700	\$42.42
7/6/2006	2,200	\$42.41
7/6/2006	500	\$42.43
7/6/2006	300	\$42.40
7/6/2006	1,000	\$42.39
7/7/2006	2,700	\$42.48
7/7/2006	2,400	\$42.46
7/10/2006	1,000	\$42.51
7/12/2006	3,000	\$42.47
7/13/2006	1,400	\$42.17
7/13/2006	1,900	\$42.18
7/13/2006	400	\$42.29
7/13/2006	500	\$42.43
7/18/2006	500	\$42.22
7/18/2006	3,000	\$42.21
8/25/2006	139	\$42.85
8/25/2006	361	\$42.88
8/25/2006	939	\$42.88
8/25/2006	361	\$42.85
8/25/2006	500	\$42.85
8/25/2006	1,300	\$42.88

Page 51 of 56 Pages

SCHEDULE H

FARALLON CAPITAL MANAGEMENT, L.L.C.

TRADE DATE	NO. OF SHARES PURCHASED	PRICE PER SHARE
6/28/2006	37,500	\$37.71
6/28/2006	21,200	\$37.70
6/29/2006	4,500	\$37.95
6/29/2006	30,400	\$37.96
6/30/2006	67,100	\$41.03
7/3/2006	83,100	\$42.10
7/5/2006	11,050	\$42.30
7/5/2006	18,300	\$42.28
7/5/2006	64,300	\$42.28
7/5/2006	12,050	\$42.30
7/6/2006	23,200	\$42.42
7/6/2006	17,300	\$42.43
7/6/2006	74,050	\$42.41
7/6/2006	33,800	\$42.39
7/6/2006	28,900	\$42.40
7/6/2006	11,700	\$42.40
7/6/2006	11,700	\$42.43

Edgar Filing: MICHAELS STORES INC - Form SC 13D

7/6/2006	20,900	\$42.42
7/6/2006	30,300	\$42.39
7/6/2006	66,250	\$42.41
7/6/2006	10,500	\$42.43
7/6/2006	15,600	\$42.43
7/6/2006	26,100	\$42.40
7/6/2006	10,500	\$42.40
7/7/2006	91,500	\$42.48
7/7/2006	84,000	\$42.46
7/7/2006	47,300	\$42.48
7/7/2006	43,600	\$42.46
7/10/2006	35,300	\$42.51
7/10/2006	1,900	\$42.48
7/10/2006	139,500	\$42.50
7/10/2006	76,800	\$42.47
7/10/2006	23,000	\$42.49
7/11/2006	33,000	\$42.48
7/12/2006	88,600	\$42.47
7/12/2006	47,300	\$42.47
7/12/2006	57,600	\$42.48
7/13/2006	10,700	\$42.29
7/13/2006	39,000	\$42.17

Page 52 of 56 Pages

7/13/2006	14,500	\$42.43
7/13/2006	54,300	\$42.18
7/13/2006	59,400	\$42.18
7/13/2006	42,600	\$42.17
7/13/2006	11,800	\$42.29
7/13/2006	23,700	\$42.33
7/13/2006	118,700	\$42.36
7/13/2006	83,100	\$42.29
7/13/2006	7,700	\$42.43
7/18/2006	15,200	\$42.22
7/18/2006	87,500	\$42.21
7/18/2006	96,000	\$42.16
8/25/2006	45,100	\$42.85
8/25/2006	113,400	\$42.88
7/5/2006	2,800	\$42.28
7/5/2006	9,800	\$42.28
7/5/2006	1,700	\$42.30
7/6/2006	1,700	\$42.40
7/6/2006	10,900	\$42.41
7/6/2006	4,300	\$42.40
7/6/2006	3,400	\$42.42
7/6/2006	1,700	\$42.43
7/6/2006	5,000	\$42.39
7/6/2006	2,600	\$42.43
7/7/2006	13,300	\$42.48
7/7/2006	12,200	\$42.46
7/10/2006	5,100	\$42.51
7/12/2006	14,100	\$42.47
7/13/2006	8,800	\$42.18
7/13/2006	6,300	\$42.17
7/13/2006	1,800	\$42.29
7/13/2006	2,400	\$42.43
7/18/2006	2,500	\$42.22

Edgar Filing: MICHAELS STORES INC - Form SC 13D

7/18/2006	14,500	\$42.21
8/25/2006	2,090	\$42.85
8/25/2006	12,990	\$42.88
8/25/2006	5,210	\$42.85
8/25/2006	5,210	\$42.88
8/25/2006	7,300	\$42.85
8/25/2006	18,200	\$42.88

Page 53 of 56 Pages

EXHIBIT INDEX

EXHIBIT 1

Joint Acquisition Statement Pursuant to Section  
240.13d-1(k)

Page 54 of 56 Pages

EXHIBIT 1  
to  
SCHEDULE 13D

JOINT ACQUISITION STATEMENT  
PURSUANT TO SECTION 240.13d-1(k)

-----

The undersigned acknowledge and agree that the foregoing statement on



Edgar Filing: MICHAELS STORES INC - Form SC 13D

Schedule 13D is filed on behalf of each of the undersigned and that all subsequent amendments to this statement on Schedule 13D shall be filed on behalf of each of the undersigned without the necessity of filing additional joint acquisition statements. The undersigned acknowledge that each shall be responsible for the timely filing of such amendments, and for the completeness and accuracy of the information concerning him, her or it contained therein, but shall not be responsible for the completeness and accuracy of the information concerning the other entities or persons, except to the extent that he, she or it knows or has reason to believe that such information is inaccurate.

Dated: August 28, 2006

/s/ Monica R. Landry  
-----

FARALLON PARTNERS, L.L.C.,  
On its own behalf,  
as the General Partner of  
FARALLON CAPITAL PARTNERS, L.P.,  
FARALLON CAPITAL INSTITUTIONAL PARTNERS, L.P.,  
FARALLON CAPITAL INSTITUTIONAL PARTNERS II, L.P.,  
FARALLON CAPITAL INSTITUTIONAL PARTNERS III, L.P.,  
TINICUM PARTNERS, L.P. and  
FARALLON CAPITAL OFFSHORE INVESTORS II, L.P.  
and as the Managing Member of  
NOONDAY CAPITAL PARTNERS, L.L.C.  
By Monica R. Landry, Managing Member

/s/ Monica R. Landry  
-----

FARALLON CAPITAL MANAGEMENT, L.L.C.  
By Monica R. Landry, Managing Member

/s/ Monica R. Landry  
-----

NOONDAY G.P. (U.S.), L.L.C.  
By Monica R. Landry, Attorney-in-fact

/s/ Monica R. Landry  
-----

NOONDAY CAPITAL, L.L.C.,  
On its own behalf  
and as the General Partner of  
NOONDAY ASSET MANAGEMENT, L.P.  
By Monica R. Landry, Attorney-in-fact

Page 55 of 56 Pages

/s/ Monica R. Landry  
-----

Monica R. Landry, individually and as attorney-in-fact for  
each of David I. Cohen, Chun R. Ding, William F. Duhamel,  
Richard B. Fried, William F. Mellin, Stephen L. Millham,

Edgar Filing: MICHAELS STORES INC - Form SC 13D

Saurabh K. Mittal, Jason E. Moment, Rajiv A. Patel,  
Derek C. Schrier, Thomas F. Steyer and Mark C. Wehrly

Page 56 of 56 Pages