

INGLES MARKETS, INCORPORATED
(Amounts in thousands except per share data)

Unaudited Financial Highlights

Condensed Consolidated Statements of Income (Unaudited)

	Quarter Ended	
	Dec. 30, 2006	Dec. 24, 2005
Net sales	\$ 685,699	\$ 623,394
Gross profit	164,863	154,487
Operating and administrative expenses	136,464	131,414
Rental income, net	1,023	1,284
Income from operations	29,422	24,357
Other income, net	609	740
Interest expense	12,006	12,327
Income taxes	6,857	5,000
Net income	\$ 11,168	\$ 7,770
Basic earnings per common share – Class A	\$ 0.48	\$ 0.33
Diluted earnings per common share – Class A	\$ 0.46	\$ 0.32
Basic earnings per common share – Class B	\$ 0.43	\$ 0.30
Diluted earnings per common share – Class B	\$ 0.43	\$ 0.30
Additional selected information:		
Depreciation and amortization expense	\$ 15,152	\$ 14,755
Rent expense	\$ 4,532	\$ 6,129

Condensed Consolidated Balance Sheets (Unaudited)

	Dec. 30, 2006	Sept. 30, 2006
ASSETS		
Cash and cash equivalents	\$ 11,478	\$ 17,540
Receivables-net	46,481	43,594
Inventories	231,333	215,369
Other current assets	9,714	9,315
Property and equipment-net	774,833	771,628
Other assets	10,071	17,528
TOTAL ASSETS	\$ 1,083,910	\$ 1,074,974
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current maturities of long-term debt	\$ 52,385	\$ 33,666
Accounts payable, accrued expenses and current portion of other long-term liabilities	189,111	185,195
Deferred income taxes	20,609	22,673
Long-term debt	503,672	522,649
Other long-term liabilities	5,984	6,118
Total Liabilities	771,760	770,301
Stockholders' equity	312,150	304,673
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 1,083,910	\$ 1,074,974