

INGLES MARKETS, INCORPORATED

(Amounts in thousands except per share data)

Unaudited Financial Highlights**Condensed Consolidated Statements of Income (Unaudited)**

	Quarter Ended	
	Dec. 29, 2007	Dec. 30, 2006
Net sales	\$ 777,121	\$ 685,699
Gross profit	180,657	164,863
Operating and administrative expenses	150,286	136,464
Rental income, net	1,232	1,023
Loss from sale or disposal of assets	(72)	(162)
Income from operations	31,531	29,260
Other income, net	676	771
Interest expense	11,494	12,006
Income taxes	8,020	6,857
Net income	\$ 12,693	\$ 11,168
Basic earnings per common share – Class A	\$ 0.54	\$ 0.48
Diluted earnings per common share – Class A	\$ 0.52	\$ 0.46
Basic earnings per common share – Class B	\$ 0.49	\$ 0.43
Diluted earnings per common share – Class B	\$ 0.49	\$ 0.43
Additional selected information:		
Depreciation and amortization expense	\$ 16,458	\$ 15,139
Rent expense	\$ 3,728	\$ 4,532