

INGLES MARKETS, INCORPORATED

(Amounts in thousands except per share data)

Unaudited Financial Highlights

	Three Months Ended		Nine Months Ended	
	June 30, 2007	June 24, 2006	June 30, 2007	June 24, 2006
Net sales	\$ 738,695	\$ 659,212	\$ 2,105,558	\$ 1,889,255
Gross profit	175,228	164,193	506,659	474,255
Operating and administrative expenses	141,787	132,164	417,749	392,647
Rental income, net	1,248	1,431	3,552	4,016
Income from operations	34,689	33,460	92,462	85,624
Other income, net	8,461	446	9,316	1,266
Interest expense	11,861	12,184	35,803	36,737
Income taxes	11,543	7,880	21,555	19,100
Net income	\$ 19,746	\$ 13,842	\$ 44,420	\$ 31,053
Basic earnings per common share – Class A	\$ 0.84	\$ 0.59	\$ 1.90	\$ 1.33
Basic earnings per common share – Class B	\$ 0.77	\$ 0.54	\$ 1.73	\$ 1.21
Diluted earnings per common share – Class A	\$ 0.81	\$ 0.57	\$ 1.81	\$ 1.27
Diluted earnings per common share – Class B	\$ 0.77	\$ 0.54	\$ 1.73	\$ 1.21
Additional selected information:				
Depreciation and amortization expense	\$ 15,408	\$ 14,836	\$ 44,756	\$ 44,297
Rent expense	\$ 3,762	\$ 5,359	\$ 12,393	\$ 16,598

Condensed Consolidated Balance Sheets (Unaudited)

	June 30, 2007	Sept. 30, 2006
ASSETS		
Cash and cash equivalents	\$ 17,244	\$ 17,540
Receivables-net	44,935	43,594
Inventories	231,571	215,369
Other current assets	9,856	9,315
Property and equipment-net	820,223	771,628
Other assets	12,420	17,528
TOTAL ASSETS	\$ 1,136,249	\$ 1,074,974
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current maturities of long-term debt	\$ 52,362	\$ 33,666
Accounts payable, accrued expenses and current portion of other long-term liabilities	205,259	185,195
Deferred income taxes	37,269	22,673
Long-term debt	498,251	522,649
Other long-term liabilities	5,338	6,118
Total Liabilities	798,479	770,301
Stockholders' equity	337,770	304,673
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 1,136,249	\$ 1,074,974