

INGLES MARKETS, INCORPORATED

(Amounts in thousands except per share data)

Unaudited Financial Highlights

	Three Months Ended		Nine Months Ended	
	June 27, <u>2009</u>	June 28, <u>2008</u>	June 27, <u>2009</u>	June 28, <u>2008</u>
Net sales	\$ 826,766	\$ 835,347	\$ 2,420,806	\$ 2,395,255
Gross profit	203,359	191,063	593,230	556,216
Operating and administrative expenses	169,744	158,069	506,253	461,418
Rental income, net	326	673	1,872	2,786
Gain (loss) from sale or disposal of assets	(99)	(110)	180	(670)
Income from operations	33,842	33,557	89,028	96,914
Other income, net	416	843	1,669	2,345
Interest expense	16,434	11,626	42,531	34,765
Loss on early extinguishment of debt	10,241	-	10,241	-
Income taxes	2,847	6,800	14,289	22,832
Net income	\$ 4,737	\$ 15,974	\$ 23,637	\$ 41,661
Basic earnings per common share – Class A	\$ 0.20	\$ 0.68	\$ 1.01	\$ 1.78
Basic earnings per common share – Class B	\$ 0.18	\$ 0.62	\$ 0.92	\$ 1.62
Diluted earnings per common share – Class A	\$ 0.19	\$ 0.65	\$ 0.95	\$ 1.70
Diluted earnings per common share – Class B	\$ 0.18	\$ 0.62	\$ 0.92	\$ 1.62
Additional selected information:				
Depreciation and amortization expense	\$ 20,483	\$ 17,482	\$ 58,974	\$ 50,863
Rent expense	\$ 4,008	\$ 3,790	\$ 11,188	\$ 11,577

Condensed Consolidated Balance Sheets (Unaudited)

	June 27, <u>2009</u>	Sept. 27, <u>2008</u>
ASSETS		
Cash and cash equivalents	\$ 56,049	\$ 4,179
Receivables-net	50,248	47,272
Inventories	280,536	258,677
Other current assets	19,771	24,635
Property and equipment-net	1,078,934	1,030,023
Other assets	21,255	10,218
TOTAL ASSETS	\$ 1,506,793	\$ 1,375,004
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current maturities of long-term debt	\$ 34,467	\$ 36,156
Accounts payable, accrued expenses and current portion of other long-term liabilities	188,080	217,117
Deferred income taxes	60,025	50,523
Long-term debt	821,257	681,001
Other long-term liabilities	6,122	5,393
Total Liabilities	1,109,951	990,190
Stockholders' equity	396,842	384,814
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ 1,506,793	\$ 1,375,004