

INGLES MARKETS, INCORPORATED

(Amounts in thousands except per share data)

Financial Highlights

(Unaudited)

	Quarter Ended		Year Ended	
	Sept. 26, 2009	Sept. 27, 2008	Sept. 26, 2009	Sept. 27, 2008
Net sales	\$ 830,127	\$ 842,791	\$3,250,933	\$3,238,046
Gross profit	184,836	180,426	743,081	706,336
Operating and administrative expenses	161,141	153,769	632,410	584,881
Rental income, net	560	536	2,432	3,322
(Loss) gain from sale or disposal of assets	(60)	(661)	120	(1,331)
Income from operations	24,195	26,532	113,223	123,446
Other income, net	642	778	2,310	3,122
Interest expense	16,529	12,121	59,059	46,886
Loss on early extinguishment of debt	-	-	10,241	-
Income taxes	3,116	4,727	17,405	27,559
Net income	\$ 5,192	\$ 10,462	\$ 28,828	\$ 52,123
Basic earnings per common share – Class A	\$ 0.23	\$ 0.44	\$ 1.23	\$ 2.22
Basic earnings per common share – Class B	\$ 0.21	\$ 0.40	\$ 1.12	\$ 2.02
Diluted earnings per common share – Class A	\$ 0.22	\$ 0.43	\$ 1.18	\$ 2.13
Diluted earnings per common share – Class B	\$ 0.21	\$ 0.40	\$ 1.12	\$ 2.02
Additional selected information:				
Depreciation and amortization expense	\$ 20,705	\$ 18,235	\$ 79,679	\$ 69,098
Rent expense	\$ 4,229	\$ 2,918	\$ 15,417	\$ 14,495

Condensed Consolidated Balance Sheets

	Sept. 26, 2009	Sept. 27, 2008
ASSETS		
Cash and cash equivalents	\$ 77,036	\$ 4,179
Receivables-net	50,402	47,272
Inventories	271,745	258,677
Other current assets	24,537	24,635
Property and equipment-net	1,072,937	1,030,023
Other assets	20,952	10,218
TOTAL ASSETS	\$1,517,609	\$1,375,004
LIABILITIES AND STOCKHOLDERS' EQUITY		
Short-term loans and current maturities of long-term debt	\$ 31,315	\$ 36,156
Accounts payable, accrued expenses and current portion of other long-term liabilities	197,247	217,117
Deferred income taxes	67,223	50,523
Long-term debt	818,000	681,001
Other long-term liabilities	5,660	5,393
Total Liabilities	1,119,445	990,190
Stockholders' equity	398,164	384,814
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$1,517,609	\$1,375,004