



FOR IMMEDIATE RELEASE

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**O'REILLY AUTOMOTIVE, INC., REPORTS THIRD QUARTER 2007
EARNINGS
4.3% INCREASE IN COMPARABLE STORE SALES
10.9% INCREASE IN NET INCOME**

Springfield, MO, October 23, 2007 -- O'Reilly Automotive, Inc. ("O'Reilly" or "the Company") (Nasdaq: ORLY) today announced revenues and earnings for the third quarter ended September 30, 2007, representing 56 quarters of record revenues and earnings for O'Reilly since becoming a public company in April 1993.

Net income for the third quarter ended September 30, 2007, totaled \$53.1 million, up 10.9% from \$47.9 million for the same period in 2006. Diluted earnings per common share for the third quarter of 2007 increased 9.5% to \$0.46 on 116.3 million shares compared to \$0.42 for the third quarter of 2006 on 115.0 million shares. Sales for the three months ended September 30, 2007 totaled \$662 million, up 10.8% from \$597 million for the same period a year ago. Gross profit for the third quarter of 2007 increased to \$294 million (or 44.4% of sales) from \$263 million (or 44.1% of sales) for the third quarter of 2006, representing an increase of 11.5%. Operating, Selling, General and Administrative ("OSG&A") expenses increased to \$211 million (or 31.9% of sales) for the third quarter of 2007 from \$188 million (or 31.5% of sales) for the third quarter of 2006, representing an increase of 12.1%.

Net income for the first nine months of 2007 totaled \$153.4 million, up 11.4% from \$137.7 million for the same period a year ago. Diluted earnings per common share for the first nine months of 2007 increased 10.0% to \$1.32 on 116.0 million shares compared to \$1.20 a year ago on 114.9 million shares. Sales for the first nine months of 2007 totaled \$1.92 billion, up 11.2% from \$1.72 billion for the same period a year ago. Gross profit for the first nine months of 2007 increased to \$850 million (or 44.3% of sales) from \$758 million (or 43.9% of sales) for the same period a year ago, representing an increase of 12.2%. OSG&A expenses increased to \$609 million (or 31.7% of sales) for the first nine months of 2007 from \$539 million (or 31.3% of sales) for the same period a year ago, representing an increase of 12.8%.

Comparable store sales for stores open at least one year increased 4.3% for both the third quarter and first nine months of 2007.

"We are very pleased with our strong performance in the third quarter as we continue to focus on building market share in both the professional and 'do it yourself' sides of our business," stated Greg Henslee, CEO and Co-President. "Team O'Reilly continues to offer the highest levels of customer service in our industry, which resulted in another quarter of record sales and profits, and we are looking forward to offering these services to customers in markets new to our Company as we continue our aggressive expansion."

Ted Wise, COO and Co-President stated, "We opened 43 new stores during the quarter bringing our net new store total to 134 for the year. Through the first three quarters our store openings were slightly behind our plan due to permitting and construction delays. However, we are confident that by the end of the fourth quarter we will meet our target of 190 new store openings for the year. Our dedication to providing the best service to the professional installer and do-it-yourself customer continues to be the first priority in our expansion efforts."

The Company will host a conference call Wednesday, October 24, 2007, at 10:00 a.m. central time to discuss its results as well as future expectations. Investors may listen to the conference call live on the Company's web site, www.oreillyauto.com, by clicking on "Investor Relations" then "News Room."

O'Reilly Automotive, Inc. is one of the largest specialty retailers of automotive aftermarket parts, tools, supplies, equipment and accessories in the United States, serving both the do-it-yourself and professional installer markets. Founded in 1957 by the O'Reilly family, the Company operated 1,774 stores in the states of Alabama, Arkansas, Florida, Georgia, Illinois, Indiana, Iowa, Kansas, Kentucky, Louisiana, Minnesota, Mississippi, Missouri, Montana, Nebraska, North Carolina, North Dakota, Ohio, Oklahoma, South Carolina, South Dakota, Tennessee, Texas, Virginia, Wisconsin and Wyoming as of September 30, 2007.

The Company claims the protection of the safe-harbor for forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. These statements can be identified by forward-looking words such as "expect," "believe," "anticipate," "should," "plan," "intend," "estimate," "project," "will" or similar words. In addition, statements contained within this press release that are not historical facts are forward-looking statements, such as statements discussing among other things, expected growth, store development and expansion strategy, business strategies, future revenues and future performance. These forward-looking statements are based on estimates, projections, beliefs and assumptions and are not guarantees of future events and results. Such statements are subject to risks, uncertainties and assumptions, including, but not limited to, competition, product demand, the market for auto parts, the economy in general, inflation, consumer debt levels, governmental approvals, our ability to hire and retain qualified employees, risks associated with the integration of acquired businesses, weather, terrorist activities, war and the threat of war. Actual results may materially differ from anticipated results described or implied in these forward-looking statements. Please refer to the Risk Factors sections of the Company's Form 10-K for the year ended December 31, 2006, for more details.

O'REILLY AUTOMOTIVE, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS
(In thousands, except share data)

	September 30, 2007	September 30, 2006	December 31, 2006
	(Unaudited)	(Unaudited)	(Note)
Assets			
Current assets:			
Cash and cash equivalents	\$ 109,783	\$ 40,823	\$ 29,903
Accounts receivable, net	90,654	82,154	81,048
Amounts receivable from vendors	46,334	48,475	47,790
Inventory	856,586	815,395	812,938
Deferred income taxes	--	838	--
Other current assets	22,478	17,253	28,997
Total current assets	1,125,835	1,004,938	1,000,676
Property and equipment, at cost	1,416,573	1,162,664	1,214,854
Accumulated depreciation and amortization	370,630	316,000	331,759
Net property and equipment	1,045,943	846,664	883,095
Notes receivable, less current portion	26,765	31,033	30,288
Goodwill	49,857	48,953	49,065
Other assets	12,150	13,014	14,372
Total assets	\$ 2,260,550	\$ 1,944,602	\$ 1,977,496
Liabilities and shareholders' equity			
Current liabilities:			
Accounts payable	\$ 401,308	\$ 341,375	\$ 318,404
Accrued payroll	26,334	22,824	21,171
Accrued benefits and withholdings	43,620	42,611	44,032
Deferred income taxes	9,299	--	5,779
Other current liabilities	48,074	47,806	44,089
Current portion of long-term debt	25,317	307	309
Total current liabilities	553,952	454,923	433,784
Long-term debt, less current portion	75,230	100,548	110,170
Deferred income taxes	25,896	41,699	38,171
Other liabilities	52,301	31,353	31,275
Shareholders' equity:			
Common stock, \$0.01 par value:			
Authorized shares – 245,000,000			
Issued and outstanding shares – 115,067,095 as of			
September 30, 2007, 113,641,241 as of			
September 30, 2006 and 113,929,327 as of			
December 31, 2006			
	1,151	1,136	1,139
Additional paid-in capital	436,222	392,890	400,552
Retained earnings	1,115,798	922,053	962,405
Total shareholders' equity	1,553,171	1,316,079	1,364,096
Total liabilities and shareholders' equity	\$ 2,260,550	\$ 1,944,602	\$ 1,977,496

Note: The balance sheet at December 31, 2006 has been derived from the audited consolidated financial statements at that date, but does not include all of the information and footnotes required by accounting principles generally accepted in the United States for complete financial statements.

O'REILLY AUTOMOTIVE, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF INCOME

(Unaudited)

(In thousands, except per share data)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2007	2006	2007	2006
Sales	\$ 661,778	\$ 597,144	\$ 1,918,031	\$ 1,724,890
Cost of goods sold, including warehouse and distribution expenses	<u>368,077</u>	<u>333,818</u>	<u>1,067,864</u>	<u>967,208</u>
Gross profit	293,701	263,326	850,167	757,682
Operating, selling, general and administrative expenses	<u>210,985</u>	<u>188,242</u>	<u>608,701</u>	<u>539,396</u>
Operating income	82,716	75,084	241,466	218,286
Other income (expense), net	<u>756</u>	<u>272</u>	<u>1,527</u>	<u>(18)</u>
Income before income taxes	83,472	75,356	242,993	218,268
Provision for income taxes	<u>30,385</u>	<u>27,500</u>	<u>89,600</u>	<u>80,535</u>
Net income	<u>\$ 53,087</u>	<u>\$ 47,856</u>	<u>\$ 153,393</u>	<u>\$ 137,733</u>
Net income per common share	<u>\$ 0.46</u>	<u>\$ 0.42</u>	<u>\$ 1.34</u>	<u>\$ 1.22</u>
Net income per common share-assuming dilution	<u>\$ 0.46</u>	<u>\$ 0.42</u>	<u>\$ 1.32</u>	<u>\$ 1.20</u>
Weighted-average common shares outstanding	<u>114,946</u>	<u>113,464</u>	<u>114,508</u>	<u>113,084</u>
Adjusted weighted-average common shares outstanding – assuming dilution	<u>116,306</u>	<u>115,026</u>	<u>115,989</u>	<u>114,949</u>

O'REILLY AUTOMOTIVE, INC. AND SUBSIDIARIES
SELECTED FINANCIAL INFORMATION
(Unaudited)

	September 30,	
	2007	2006
Inventory turnover (1)	1.6	1.6
Inventory turnover, net of payables (2)	3.0	2.8
AP to inventory (3)	46.8%	41.9%
Debt-to-capital (4)	6.1%	7.1%
Return on equity (5)	13.5%	14.7%
Return on assets (6)	9.2%	9.8%
	Three Months Ended September 30,	
	2007	2006
Other Information (in thousands):		
Capital Expenditures	\$ 79,008	\$ 55,431
Depreciation and Amortization	\$ 20,787	\$ 16,547
Interest Expense	\$ 1,081	\$ 929
Lease and Rental Expense	\$ 14,370	\$ 12,215
Sales per weighted-average square foot (7)	\$ 54.98	\$ 55.56
Sales per weighted-average store (in thousands) (8)	\$ 371	\$ 372
Square footage (in thousands)	12,005	10,697
Store count:		
New stores, net	43	41
Total stores	1,774	1,596
Total employment	24,075	22,091

- (1) Calculated as cost of sales for the last 12 months divided by average inventory. Average inventory is calculated as the simple average of beginning and ending inventory for the same period used in determining the numerator.
- (2) Calculated as cost of sales for the last 12 months divided by average inventory less accounts payable. Average inventory is calculated as the simple average of beginning and ending inventory for the same period used in determining the numerator.
- (3) Accounts payable divided by inventory.
- (4) The sum of long-term debt and current portion of long-term debt, divided by the sum of long-term debt, current portion of long-term debt and total shareholders' equity.
- (5) Last 12 months net income divided by average shareholders' equity. Average shareholders' equity is calculated by taking a simple average of the beginning and ending shareholders' equity for the same period used in determining the numerator.
- (6) Last 12 months net income divided by average total assets. Average total assets is calculated by taking a simple average of the beginning and ending total assets for the same period used in determining the numerator.
- (7) Total sales less jobber sales, divided by weighted-average square feet. Weighted-average sales per square foot is weighted to consider the approximate dates of store openings or expansions.
- (8) Total sales less jobber sales, divided by weighted-average stores. Weighted-average sales per store is weighted to consider the approximate dates of store openings or expansions.