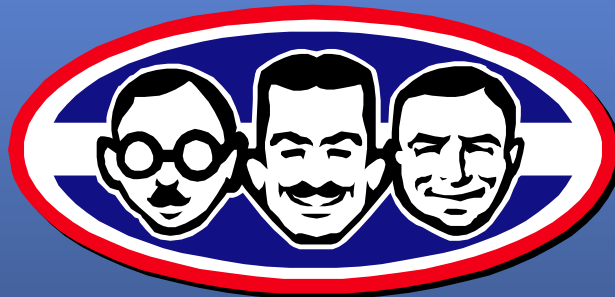
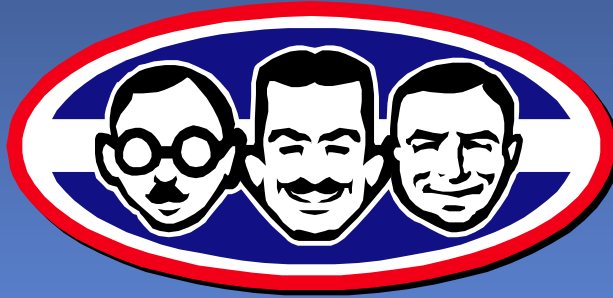




## Annual Meeting of Shareholders



October 2006



## **Remarks**

**William Leonard**

**Interim Chief Executive Officer**

**The Pep Boys – Manny, Moe & Jack**



# Safe Harbor Statement

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*This presentation includes “forward-looking statements” within the meaning of Section 27A of the Securities Act and Section 21E of the Exchange Act. All statements contained herein other than statements of historical fact are “forward-looking statements” for purposes of these provisions, including any statements of the plans and objectives for future operations and any statement of assumptions underlying an future operations and any statement of assumptions underlying any of the foregoing. In some cases, forward-looking statements can be identified by the use of terminology such as “may”, “will”, “expects”, “plans”, “anticipates”, “estimates”, “potential” or “continue”, or the negative thereof or other comparable terminology. We have based these forward-looking statements on our current expectations and projections about future events. Although we believe that our assumptions made in connection with the forward-looking statements are reasonable, we cannot assure investors that our assumptions and expectations will prove to have been correct. Actual results could differ materially from our forward-looking statements. We undertake no obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.*



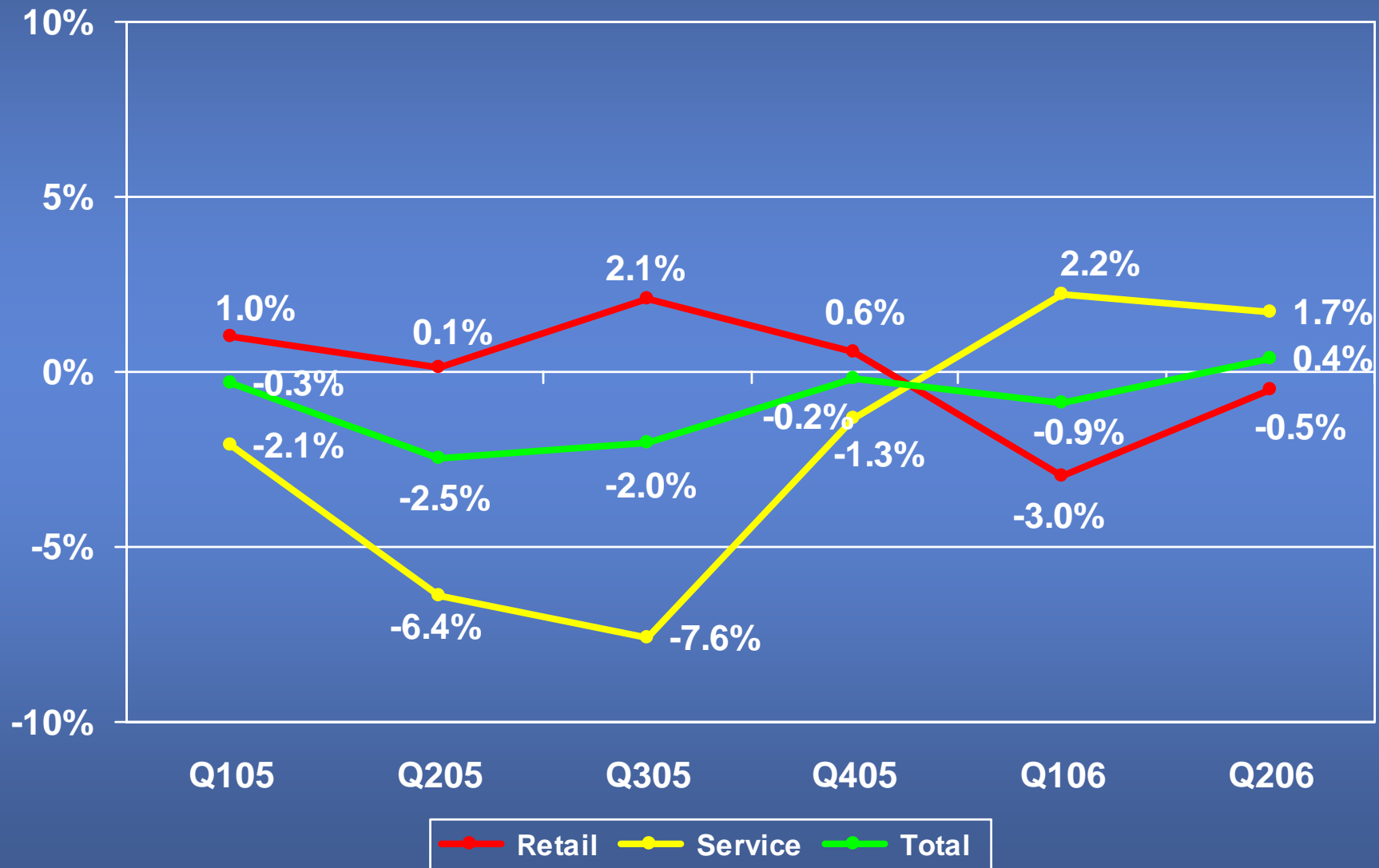
# Pep Boys – Common Stock Performance



\$14.05 - Closing price on 10/17/2006



# Pep Boys – Comparable Store Sales

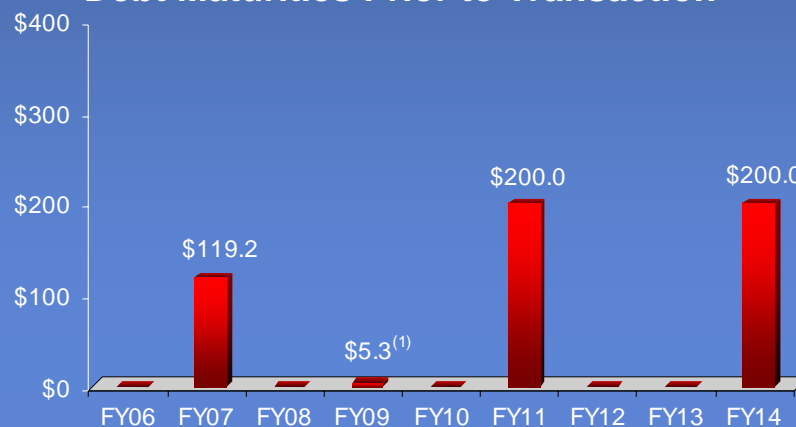


Retail includes commercial; Service includes installed parts & tires



# Substantial Financial Flexibility

## Debt Maturities Prior to Transaction



## New Debt Maturity Schedule



<sup>(1)</sup> Amount represents pro forma outstandings on the ABL Revolver as of July 29, 2006



# PBY - Responsive to Shareholders

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## *Board of Directors Activities*

- Acknowledgement of recent results and need for change
- Review of Strategic Options
- CEO search
- Reconstitution of Board members, inclusion of large shareholders, increased director share ownership
- Focused on performance for shareholders
- Building the turnaround of a high potential company

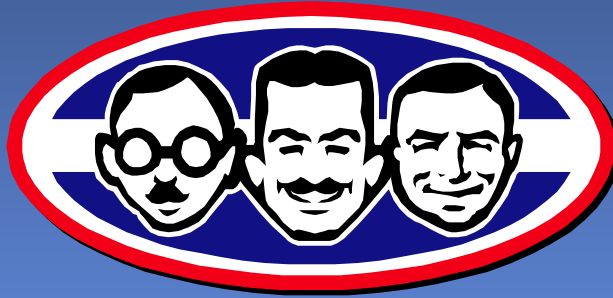


# PBY – Opportunity and Potential

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## *Investment Opportunity*

- 80+ years of Leadership in auto parts services and repair
- Unique national footprint of stores and repair bays
- Substantial tangible assets, including 323 owned stores
- A will to deliver excellent value to customers and value to shareholders



# Question & Answer