

RGC Resources, Inc. and Subsidiaries
Condensed Consolidated Statements of Income
(Unaudited)

	Three months ended December 31,		Twelve months ended December 31,	
	2017	2016	2017	2016
Revenues	\$ 18,756,051	\$ 18,788,585	\$ 62,264,336	\$ 61,841,820
Cost of sales	9,682,616	9,397,680	29,772,649	29,624,117
Gross margin	9,073,435	9,390,905	32,491,687	32,217,703
Equity in earnings of MVP	148,811	84,540	485,917	215,867
Other operating expenses, net	5,414,443	5,412,342	21,277,395	20,776,812
Interest expense	612,645	458,521	2,071,378	1,686,486
Income before income taxes	3,195,158	3,604,582	9,628,831	9,970,272
Income tax expense	1,135,696	1,372,364	3,568,722	3,853,978
Net income	\$ 2,059,462	\$ 2,232,218	\$ 6,060,109	\$ 6,116,294
Net earnings per share of common stock:				
Basic	\$ 0.28	\$ 0.31	\$ 0.84	\$ 0.85
Diluted	\$ 0.28	\$ 0.31	\$ 0.83	\$ 0.85
Cash dividends per common share	\$ 0.1550	\$ 0.1450	\$ 0.5900	\$ 0.5500
Weighted average number of common shares outstanding:				
Basic	7,248,094	7,194,594	7,232,171	7,168,049
Diluted	7,296,180	7,210,547	7,276,772	7,180,686

Condensed Consolidated Balance Sheets
(Unaudited)

	December 31,	
	2017	2016
Assets		
Current assets	\$ 21,881,630	\$ 21,453,170
Total property, plant and equipment, net	151,909,137	135,780,493
Other assets	22,490,552	18,728,080
Total Assets	\$ 196,281,319	\$ 175,961,743
Liabilities and Stockholders' Equity		
Current liabilities	\$ 17,876,580	\$ 28,756,950
Long-term debt	69,793,783	41,135,426
Deferred credits and other liabilities	47,309,921	48,788,676
Total Liabilities	134,980,284	118,681,052
Stockholders' Equity	61,301,035	57,280,691
Total Liabilities and Stockholders' Equity	\$ 196,281,319	\$ 175,961,743