

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

	Three Months Ended		Twelve Months Ended	
	March 31,		March 31,	
	2019	2018	2019	2018
Revenues	\$ 25,274,959	\$ 24,917,973	\$ 68,352,418	\$ 65,282,296
Operating expenses	<u>19,071,476</u>	<u>19,641,888</u>	<u>56,334,782</u>	<u>54,003,680</u>
Operating Income	6,203,483	5,276,085	12,017,636	11,278,616
Equity in earnings of MVP	698,175	191,513	1,859,431	583,805
Other income (expense), net	121,709	41,948	436,014	(324,928)
Interest expense	<u>892,649</u>	<u>633,186</u>	<u>2,925,165</u>	<u>2,235,084</u>
Income before income taxes	6,130,718	4,876,360	11,387,916	9,302,409
Income tax expense	<u>1,460,628</u>	<u>1,410,431</u>	<u>2,511,850</u>	<u>3,001,570</u>
Net income	<u>\$ 4,670,090</u>	<u>\$ 3,465,929</u>	<u>\$ 8,876,066</u>	<u>\$ 6,300,839</u>
Net earnings per share of common stock:				
Basic	<u>\$ 0.58</u>	<u>\$ 0.47</u>	<u>\$ 1.11</u>	<u>\$ 0.87</u>
Diluted	<u>\$ 0.58</u>	<u>\$ 0.47</u>	<u>\$ 1.10</u>	<u>\$ 0.86</u>
Cash dividends per common share	<u>\$ 0.1650</u>	<u>\$ 0.1550</u>	<u>\$ 0.6400</u>	<u>\$ 0.6000</u>
Weighted average number of common shares outstanding:				
Basic	8,032,218	7,371,694	8,002,357	7,270,727
Diluted	8,073,149	7,413,351	8,048,787	7,317,112

**Condensed Consolidated Balance Sheets**  
(Unaudited)

	March 31,	
	2019	2018
<b>Assets</b>		
Current assets	\$ 18,423,004	\$ 18,532,600
Total property, plant and equipment, net	173,936,238	155,594,897
Other assets	<u>45,648,765</u>	<u>24,401,409</u>
Total Assets	<u>\$ 238,008,007</u>	<u>\$ 198,528,906</u>
<b>Liabilities and Stockholders' Equity</b>		
Current liabilities	\$ 21,382,448	\$ 16,089,641
Long-term debt, net	86,904,965	55,490,316
Deferred credits and other liabilities	<u>44,746,077</u>	<u>47,649,723</u>
Total Liabilities	153,033,490	119,229,680
Stockholders' Equity	<u>84,974,517</u>	<u>79,299,226</u>
Total Liabilities and Stockholders' Equity	<u>\$ 238,008,007</u>	<u>\$ 198,528,906</u>