

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

	Three Months Ended December 31,		Twelve Months Ended December 31,	
	2019	2018	2019	2018
Revenues	\$ 19,785,453	\$ 21,216,747	\$ 66,595,231	\$ 67,995,432
Operating expenses	14,703,474	17,952,525	53,182,010	56,905,194
Operating Income	<u>5,081,979</u>	<u>3,264,222</u>	<u>13,413,221</u>	<u>11,090,238</u>
Equity in earnings of MVP	1,094,086	563,049	3,551,385	1,352,769
Other income, net	157,643	125,886	383,639	356,253
Interest expense	<u>1,085,185</u>	<u>816,782</u>	<u>3,886,954</u>	<u>2,665,702</u>
Income before income taxes	5,248,523	3,136,375	13,461,291	10,133,558
Income tax expense (benefit)	<u>1,241,587</u>	<u>702,213</u>	<u>3,190,105</u>	<u>2,461,653</u>
Net income	<u>\$ 4,006,936</u>	<u>\$ 2,434,162</u>	<u>\$ 10,271,186</u>	<u>\$ 7,671,905</u>
Net earnings per share of common stock:				
Basic	<u>\$ 0.50</u>	<u>\$ 0.30</u>	<u>\$ 1.27</u>	<u>\$ 0.98</u>
Diluted	<u>\$ 0.49</u>	<u>\$ 0.30</u>	<u>\$ 1.27</u>	<u>\$ 0.97</u>
Cash dividends per common share	<u>\$ 0.175</u>	<u>\$ 0.165</u>	<u>\$ 0.670</u>	<u>\$ 0.630</u>
Weighted average number of common shares outstanding:				
Basic	8,081,837	8,003,736	8,059,170	7,839,488
Diluted	8,113,785	8,051,997	8,094,616	7,886,296

Condensed Consolidated Balance Sheets
(Unaudited)

	December 31,	
	2019	2018
Assets		
Current assets	\$ 21,239,364	\$ 22,329,735
Total property, plant and equipment, net	185,391,008	170,032,053
Other assets	<u>61,552,241</u>	<u>42,341,003</u>
Total Assets	<u>\$ 268,182,613</u>	<u>\$ 234,702,791</u>
Liabilities and Stockholders' Equity		
Current liabilities	\$ 17,503,920	\$ 19,416,078
Long-term debt, net of unamortized debt issuance costs	113,772,779	89,119,411
Deferred credits and other liabilities	<u>50,546,779</u>	<u>45,207,562</u>
Total Liabilities	<u>181,823,478</u>	<u>153,743,051</u>
Stockholders' Equity	<u>86,359,135</u>	<u>80,959,740</u>
Total Liabilities and Stockholders' Equity	<u>\$ 268,182,613</u>	<u>\$ 234,702,791</u>