

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

	Three Months Ended		Twelve Months Ended	
	March 31,		March 31,	
	2022	2021	2022	2021
Operating revenues	\$ 29,529,683	\$ 28,253,662	\$ 80,196,863	\$ 68,622,886
Operating expenses	<u>22,086,295</u>	<u>21,154,236</u>	<u>65,277,556</u>	<u>55,505,486</u>
Operating income	7,443,388	7,099,426	14,919,307	13,117,400
Equity in earnings (loss) of unconsolidated affiliate	(445)	(3,797)	386,350	3,885,081
Impairment of unconsolidated affiliates	(39,822,213)	-	(39,822,213)	-
Other income, net	344,510	287,548	961,521	778,335
Interest expense	<u>1,103,844</u>	<u>1,007,764</u>	<u>4,232,992</u>	<u>4,003,273</u>
Income (loss) before income taxes	(33,138,604)	6,375,413	(27,788,027)	13,777,543
Income tax expense (benefit)	<u>(8,644,175)</u>	<u>1,607,935</u>	<u>(7,489,448)</u>	<u>3,409,520</u>
Net income (loss)	<u>\$ (24,494,429)</u>	<u>\$ 4,767,478</u>	<u>\$ (20,298,579)</u>	<u>\$ 10,368,023</u>
Net earnings (loss) per share of common stock:				
Basic	<u>\$ (2.89)</u>	<u>\$ 0.58</u>	<u>\$ (2.42)</u>	<u>\$ 1.27</u>
Diluted	<u>\$ (2.89)</u>	<u>\$ 0.58</u>	<u>\$ (2.42)</u>	<u>\$ 1.27</u>
Cash dividends per common share	<u>\$ 0.195</u>	<u>\$ 0.185</u>	<u>\$ 0.760</u>	<u>\$ 0.720</u>
Reconciliation of GAAP net income to underlying net income:				
Net income (loss) as reported	\$ (24,494,429)	\$ 4,767,478	\$ (20,298,579)	\$ 10,368,023
Impairment - net of income tax	<u>29,571,975</u>	-	<u>29,571,975</u>	-
Underlying net income	<u>\$ 5,077,546</u>	<u>\$ 4,767,478</u>	<u>\$ 9,273,396</u>	<u>\$ 10,368,023</u>
Underlying earnings per share: basic and diluted	<u>\$ 0.60</u>	<u>\$ 0.58</u>	<u>\$ 1.11</u>	<u>\$ 1.27</u>
Weighted average number of common shares outstanding:				
Basic	8,486,518	8,217,822	8,372,548	8,171,202
Diluted	8,486,518	8,230,650	8,372,548	8,185,332

Condensed Consolidated Balance Sheets
(Unaudited)

	March 31,	
	2022	2021
Assets		
Current assets	\$ 32,520,634	\$ 16,563,212
Utility plant, net	218,709,630	203,698,440
Other assets	<u>37,128,221</u>	<u>71,902,386</u>
Total Assets	<u>\$ 288,358,485</u>	<u>\$ 292,164,038</u>
Liabilities and Stockholders' Equity		
Current liabilities	\$ 36,576,652	\$ 20,775,066
Long-term debt, net	104,841,078	120,770,429
Deferred credits and other liabilities	<u>41,478,026</u>	<u>53,043,935</u>
Total Liabilities	182,895,756	194,589,430
Stockholders' Equity	<u>105,462,729</u>	<u>97,574,608</u>
Total Liabilities and Stockholders' Equity	<u>\$ 288,358,485</u>	<u>\$ 292,164,038</u>