

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

	Three Months Ended September 30,		Twelve Months Ended September 30,	
	2023	2022	2023	2022
Operating revenues	\$ 12,467,528	\$ 14,112,560	\$ 97,439,765	\$ 84,165,222
Operating expenses	<u>11,723,420</u>	<u>13,657,868</u>	<u>79,761,285</u>	<u>69,248,547</u>
Operating income	744,108	454,692	17,678,480	14,916,675
Equity in earnings of unconsolidated affiliate	1,561,409	1,410	2,084,990	73,327
Impairment of unconsolidated affiliates	-	(15,270,090)	-	(55,092,303)
Other income, net	443,373	568,893	646,528	1,456,983
Interest expense	<u>1,430,213</u>	<u>1,187,015</u>	<u>5,618,805</u>	<u>4,497,929</u>
Income (loss) before income taxes	1,318,677	(15,432,110)	14,791,193	(43,143,247)
Income tax expense (benefit)	<u>304,502</u>	<u>(4,016,881)</u>	<u>3,491,911</u>	<u>(11,410,645)</u>
Net income (loss)	<u>\$ 1,014,175</u>	<u>\$ (11,415,229)</u>	<u>\$ 11,299,282</u>	<u>\$ (31,732,602)</u>
Net earnings (loss) per share of common stock:				
Basic	<u>\$ 0.10</u>	<u>\$ (1.16)</u>	<u>\$ 1.14</u>	<u>\$ (3.48)</u>
Diluted	<u>\$ 0.10</u>	<u>\$ (1.16)</u>	<u>\$ 1.14</u>	<u>\$ (3.48)</u>
Cash dividends per common share	<u>\$ 0.1975</u>	<u>\$ 0.1950</u>	<u>\$ 0.7900</u>	<u>\$ 0.7800</u>
<b>Reconciliation of GAAP net income to underlying net income:</b>				
Net income (loss) as reported	\$ 1,014,175	\$ (11,415,229)	\$ 11,299,282	\$ (31,732,602)
Impairment - net of income tax	-	11,339,569	-	40,911,544
Underlying net income (loss)	<u>\$ 1,014,175</u>	<u>\$ (75,660)</u>	<u>\$ 11,299,282</u>	<u>\$ 9,178,942</u>
Underlying earnings (loss) per share: basic and diluted	<u>\$ 0.10</u>	<u>\$ (0.01)</u>	<u>\$ 1.14</u>	<u>\$ 1.01</u>
Weighted average number of common shares outstanding:				
Basic	10,009,491	9,815,028	9,922,701	9,122,678
Diluted	10,011,039	9,815,028	9,927,157	9,122,678

**Condensed Consolidated Balance Sheets**  
(Unaudited)

	September 30,	
	2023	2022
<b>Assets</b>		
Current assets	\$ 26,795,262	\$ 35,548,319
Utility property, net	247,583,551	229,861,074
Other non-current assets	<u>29,350,527</u>	<u>24,899,850</u>
Total Assets	<u>\$ 303,729,340</u>	<u>\$ 290,309,243</u>
<b>Liabilities and Stockholders' Equity</b>		
Current liabilities	\$ 32,918,787	\$ 22,315,310
Long-term debt, net	125,844,728	135,695,289
Deferred credits and other non-current liabilities	44,233,200	39,207,988
Total Liabilities	<u>202,996,715</u>	<u>197,218,587</u>
Stockholders' Equity	<u>100,732,625</u>	<u>93,090,656</u>
Total Liabilities and Stockholders' Equity	<u>\$ 303,729,340</u>	<u>\$ 290,309,243</u>