

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

	Three Months Ended September 30,		Twelve Months Ended September 30,	
	2009	2008	2009	2008
Revenues	\$ 8,731,787	\$ 9,178,906	\$ 82,184,473	\$ 94,636,826
Cost of sales	4,099,333	4,342,349	55,108,549	68,723,214
Gross Margin	4,632,454	4,836,557	27,075,924	25,913,612
Other operating expenses	3,938,286	4,535,390	17,301,499	17,040,964
Interest expense	463,413	459,815	1,918,106	2,033,082
Income (loss) from continuing operations before income taxes	230,755	(158,648)	7,856,319	6,839,566
Income tax expense (benefit) from continuing operations	91,991	(80,477)	2,987,309	2,581,742
Income (loss) from continuing operations	138,764	(78,171)	4,869,010	4,257,824
Loss from discontinued operations, net of income taxes	-	-	-	(36,690)
Net income (loss)	138,764	(78,171)	4,869,010	4,221,134
Basic earnings per share of common stock:				
Income (loss) from continuing operations	\$ 0.06	\$ (0.04)	\$ 2.19	\$ 1.94
Discontinued operations	-	-	-	(0.02)
Net income (loss)	\$ 0.06	\$ (0.04)	\$ 2.19	\$ 1.92
Diluted earnings per share of common stock:				
Income (loss) from continuing operations	\$ 0.06	\$ (0.04)	\$ 2.18	\$ 1.93
Discontinued operations	-	-	-	(0.02)
Net income (loss)	\$ 0.06	\$ (0.04)	\$ 2.18	\$ 1.91
Cash dividends declared per common share	\$ 0.3200	\$ 0.3125	\$ 1.2800	\$ 1.2500
Weighted average number of common shares outstanding:				
Basic	2,235,878	2,209,205	2,223,727	2,201,263
Diluted	2,242,861	2,209,205	2,231,040	2,211,226

Condensed Consolidated Balance Sheets
(Unaudited)

	September 30,	
	2009	2008
Assets		
Current assets	\$ 34,117,578	\$ 38,411,852
Total property, plant and equipment, net	78,509,170	75,608,072
Other assets	6,175,144	4,107,790
Total Assets	\$ 118,801,892	\$ 118,127,714
Liabilities and Stockholders' Equity		
Current liabilities	\$ 21,294,542	\$ 31,615,687
Long-term debt	28,000,000	23,000,000
Deferred credits and other liabilities	24,707,479	19,788,969
Total Liabilities	74,002,021	74,404,656
Stockholders' Equity	44,799,871	43,723,058
Total Liabilities and Stockholders' Equity	\$ 118,801,892	\$ 118,127,714