

Griffin Industrial Realty, Inc.  
Consolidated Statements of Operations  
(amounts in thousands, except per share data)  
(unaudited)

	For the Three Months Ended		For the Six Months Ended	
	May 31, 2019	May 31, 2018	May 31, 2019	May 31, 2018
Rental revenue (1)	\$ 8,421	\$ 8,193	\$ 16,858	\$ 16,373
Revenue from property sales (2)	8,660	898	9,526	1,023
Total revenue	<u>17,081</u>	<u>9,091</u>	<u>26,384</u>	<u>17,396</u>
Operating expenses of rental properties (1)	2,419	2,412	5,084	5,089
Depreciation and amortization expense	2,939	2,889	5,881	5,707
General and administrative expenses	1,809	1,836	3,899	3,973
Costs related to property sales	1,009	55	1,823	144
Total expenses	<u>8,176</u>	<u>7,192</u>	<u>16,687</u>	<u>14,913</u>
Gain on insurance recovery (3)	126	-	126	-
Operating income	9,031	1,899	9,823	2,483
Interest expense (4)	(1,618)	(1,547)	(3,268)	(3,079)
Investment income	89	11	181	26
Income (loss) before income tax provision	7,502	363	6,736	(570)
Income tax provision	(1,683)	(32)	(1,503)	(822)
Net income (loss)	<u>\$ 5,819</u>	<u>\$ 331</u>	<u>\$ 5,233</u>	<u>\$ (1,392)</u>
Basic net income (loss) per common share	<u>\$ 1.15</u>	<u>\$ 0.07</u>	<u>\$ 1.03</u>	<u>\$ (0.28)</u>
Diluted net income (loss) per common share	<u>\$ 1.14</u>	<u>\$ 0.07</u>	<u>\$ 1.03</u>	<u>\$ (0.28)</u>
Weighted average common shares outstanding for computation of basic per share results	<u>5,067</u>	<u>5,006</u>	<u>5,066</u>	<u>5,003</u>
Weighted average common shares outstanding for computation of diluted per share results	<u>5,107</u>	<u>5,063</u>	<u>5,097</u>	<u>5,003</u>

(1) Net operating income from leasing ("Leasing NOI"):

	For the Three Months Ended		For the Six Months Ended	
	May 31, 2019	May 31, 2018	May 31, 2019	May 31, 2018
Rental revenue	\$ 8,421	\$ 8,193	\$ 16,858	\$ 16,373
Operating expenses of rental properties	2,419	2,412	5,084	5,089
Leasing NOI	<u>\$ 6,002</u>	<u>\$ 5,781</u>	<u>\$ 11,774</u>	<u>\$ 11,284</u>

(2) Revenue from property sales in the three months and six months ended May 31, 2019 included \$7,700 from the sale of approximately 280 acres of undeveloped land in Simsbury, Connecticut.

(3) Reflects the settlement of an insurance claim for storm damage to Griffin's nursery farm in Quincy, Florida that had been leased to a nursery operator. The lease terminated in fiscal 2018 upon the bankruptcy filing of the former tenant.

(4) Interest expense is primarily for mortgages on Griffin's rental properties.