

MIDDLESEX WATER COMPANY
CONSOLIDATED STATEMENTS OF INCOME

	Years Ended December 31,	
	2004	2003
Operating Revenues	\$ 70,991,146	\$ 64,111,214
Operating Expenses:		
Operations	36,519,355	32,666,099
Maintenance	3,464,036	3,529,113
Depreciation	5,846,191	5,362,727
Other Taxes	8,228,354	7,815,918
Income Taxes	3,814,418	3,237,218
Total Operating Expenses	57,872,354	52,611,075
Operating Income	13,118,792	11,500,139
Other Income (Expense):		
Allowance for Funds Used During Constructi	606,019	315,919
Other Income	221,950	131,499
Other Expense	(32,676)	(89,931)
Total Other Income, net	795,293	357,487
Interest Charges	5,468,576	5,227,030
Net Income	8,445,509	6,630,596
Preferred Stock Dividend Requirements	254,786	254,786
Earnings Applicable to Common Stock	\$ 8,190,723	\$ 6,375,810
Earnings per share of Common Stock:		
Basic	\$ 0.74	\$ 0.61
Diluted	\$ 0.73	\$ 0.61
Average Number of Common Shares Outstanding :		
Basic	11,079,835	10,475,295
Diluted	11,422,975	10,818,435
Cash Dividends Paid per Common Share	\$0.663	\$ 0.649