

Murphy USA Inc.
Consolidated Balance Sheets

	December 31,	
	2019	2018
<i>(Millions of dollars, except share amounts)</i>		
Assets		
Current assets		
Cash and cash equivalents	\$ 280.3	\$ 184.5
Accounts receivable—trade, less allowance for doubtful accounts of \$1.2 in 2019 and \$1.1 in 2018	172.9	138.8
Inventories, at lower of cost or market	227.6	221.5
Prepaid expenses and other current assets	30.0	25.3
Total current assets	710.8	570.1
Property, plant and equipment, at cost less accumulated depreciation and amortization of \$1,079.2 in 2019 and \$974.2 in 2018	1,807.3	1,748.2
Other assets	169.1	42.5
Total assets	<u>\$ 2,687.2</u>	<u>\$ 2,360.8</u>
Liabilities and Stockholders' Equity		
Current liabilities		
Current maturities of long-term debt	\$ 38.8	\$ 21.2
Trade accounts payable and accrued liabilities	466.2	456.9
Total current liabilities	505.0	478.1
Long-term debt, including capitalized lease obligations	999.3	842.1
Deferred income taxes	216.7	192.2
Asset retirement obligations	32.8	30.7
Deferred credits and other liabilities	130.4	10.4
Total liabilities	1,884.2	1,553.5
Stockholders' Equity		
Preferred Stock, par \$0.01, (authorized 20,000,000 shares, none outstanding)	—	—
Common Stock, par \$0.01, (authorized 200,000,000 shares, 46,767,164 shares issued at December 31, 2019 and 2018, respectively)	0.5	0.5
Treasury stock (16,307,048 and 14,505,681 shares held at December 31, 2019 and 2018, respectively)	(1,099.8)	(940.3)
Additional paid in capital (APIC)	538.7	539.0
Retained earnings	1,362.9	1,208.1
Accumulated other comprehensive income (AOCI)	0.7	—
Total stockholders' equity	803.0	807.3
Total liabilities and stockholders' equity	<u>\$ 2,687.2</u>	<u>\$ 2,360.8</u>

See accompanying notes to consolidated financial statements.

Murphy USA Inc.
Consolidated Income Statements

	Years Ended December 31,		
	2019	2018	2017
<i>(Millions of dollars except per share amounts)</i>			
Operating Revenues			
Petroleum product sales ¹	\$ 11,373.8	\$ 11,858.4	\$ 10,287.9
Merchandise sales	2,620.1	2,423.0	2,372.7
Other operating revenues	40.7	81.5	166.0
Total operating revenues	14,034.6	14,362.9	12,826.6
Operating Expenses			
Petroleum product cost of goods sold ¹	10,707.4	11,251.1	9,773.2
Merchandise cost of goods sold	2,200.7	2,022.5	1,991.4
Station and other operating expenses	559.3	541.3	514.9
Depreciation and amortization	152.2	134.0	116.9
Selling, general and administrative	144.6	136.2	141.2
Accretion of asset retirement obligations	2.1	2.0	1.8
Total operating expenses	13,766.3	14,087.1	12,539.4
Net settlement proceeds	0.1	50.4	—
Gain (loss) on sale of assets	0.1	(1.1)	(3.9)
Income from operations	268.5	325.1	283.3
Other income (expense)			
Interest income	3.2	1.5	1.3
Interest expense	(54.9)	(52.9)	(46.7)
Loss on early debt extinguishment	(14.8)	—	—
Other nonoperating income (expense)	0.4	0.2	2.2
Total other income (expense)	(66.1)	(51.2)	(43.2)
Income before income taxes	202.4	273.9	240.1
Income tax expense (benefit)	47.6	60.3	(5.2)
Net Income	\$ 154.8	\$ 213.6	\$ 245.3
Basic and Diluted Earnings Per Common Share:			
Basic	\$ 4.90	\$ 6.54	\$ 6.85
Diluted	\$ 4.86	\$ 6.48	\$ 6.78
Weighted-average shares outstanding (in thousands):			
Basic	31,594	32,674	35,816
Diluted	31,858	32,983	36,156
Supplemental information:			
¹ Includes excise taxes of:	\$ 1,933.3	\$ 1,838.9	\$ 1,973.1

See accompanying notes to consolidated financial statements.

Murphy USA Inc.
Consolidated Statements of Cash Flows

	Years Ended December 31,		
	2019	2018	2017
<i>(Millions of dollars)</i>			
Operating Activities			
Net income	\$ 154.8	\$ 213.6	\$ 245.3
Adjustments to reconcile net income to net cash provided by operating activities			
Depreciation and amortization	152.2	134.0	116.9
Deferred and noncurrent income tax charges (benefits)	23.7	37.9	(50.4)
Loss on early debt extinguishment	14.8	—	—
Accretion of asset retirement obligations	2.1	2.0	1.8
Pretax (gains) losses from sale of assets	(0.1)	1.1	3.9
Net decrease (increase) in noncash operating working capital	(48.7)	2.3	(36.9)
Other operating activities - net	14.5	7.8	3.0
Net cash provided by operating activities	<u>313.3</u>	<u>398.7</u>	<u>283.6</u>
Investing Activities			
Property additions	(204.8)	(204.3)	(258.3)
Proceeds from sale of assets	2.5	1.2	0.9
Other investing activities - net	(0.8)	(6.0)	(4.7)
Net cash required by investing activities	<u>(203.1)</u>	<u>(209.1)</u>	<u>(262.1)</u>
Financing Activities			
Purchase of treasury stock	(165.8)	(144.4)	(206.0)
Repayments of debt	(573.4)	(21.3)	(131.4)
Borrowings of debt	743.8	—	338.8
Early debt extinguishment costs	(10.4)	—	—
Debt issuance costs	(4.1)	—	(1.1)
Amounts related to share-based compensation	(4.5)	(9.4)	(5.6)
Net cash required by financing activities	<u>(14.4)</u>	<u>(175.1)</u>	<u>(5.3)</u>
Net change in cash, cash equivalents, and restricted cash	95.8	14.5	16.2
Cash, cash equivalents, and restricted cash at January 1	184.5	170.0	153.8
Cash, cash equivalents, and restricted cash at December 31	<u>\$ 280.3</u>	<u>\$ 184.5</u>	<u>\$ 170.0</u>
Reconciliation of Cash, Cash Equivalents and Restricted Cash			
Cash and Cash equivalents at beginning of period	\$ 184.5	\$ 170.0	\$ 153.8
Restricted cash at beginning of period	—	—	—
Cash, cash equivalents, and restricted cash at beginning of period	<u>\$ 184.5</u>	<u>\$ 170.0</u>	<u>\$ 153.8</u>
Cash and cash equivalents at end of period	\$ 280.3	\$ 184.5	\$ 170.0
Restricted cash at end of period	—	—	—
Cash, cash equivalents, and restricted cash at end of period	<u>\$ 280.3</u>	<u>\$ 184.5</u>	<u>\$ 170.0</u>

See accompanying notes to consolidated financial statements.