

**Atmos Energy Corporation**  
**Financial Highlights (Unaudited)**

<u>Statements of Income</u> (000s except per share)	Year Ended September 30	
	2020	2019
Operating revenues		
Distribution segment	\$ 2,626,993	\$ 2,745,461
Pipeline and storage segment	609,339	567,024
Intersegment eliminations	(415,195)	(410,637)
	2,821,137	2,901,848
Purchased gas cost		
Distribution segment	1,071,227	1,268,591
Pipeline and storage segment	1,548	(360)
Intersegment eliminations	(413,921)	(409,394)
	658,854	858,837
Operation and maintenance expense	629,601	630,308
Depreciation and amortization	429,828	391,456
Taxes, other than income	278,755	275,189
	824,099	746,058
Operating income	824,099	746,058
Other non-operating income	7,171	7,404
Interest charges	84,474	103,153
	746,796	650,309
Income before income taxes	746,796	650,309
Income tax expense	145,353	138,903
	601,443	511,406
Net income	\$ 601,443	\$ 511,406
Basic net income per share	\$ 4.89	\$ 4.36
Diluted net income per share	\$ 4.89	\$ 4.35
Cash dividends per share	\$ 2.30	\$ 2.10
Basic weighted average shares outstanding	122,788	117,200
Diluted weighted average shares outstanding	122,872	117,461

Summary Net Income by Segment (000s)	Year Ended September 30	
	2020	2019
Distribution	\$ 395,664	\$ 328,814
Pipeline and storage	205,779	182,592
	601,443	511,406
Net income	\$ 601,443	\$ 511,406

**Atmos Energy Corporation**  
**Financial Highlights, continued** (Unaudited)

Statements of Income

(000s except per share)

	Three Months Ended September 30	
	2020	2019
Operating revenues		
Distribution segment	\$ 430,176	\$ 403,793
Pipeline and storage segment	156,918	147,706
Intersegment eliminations	(112,180)	(107,816)
	<u>474,914</u>	<u>443,683</u>
Purchased gas cost		
Distribution segment	128,641	120,993
Pipeline and storage segment	1,258	184
Intersegment eliminations	(111,868)	(107,507)
	<u>18,031</u>	<u>13,670</u>
Operation and maintenance expense	180,072	177,736
Depreciation and amortization	111,746	100,919
Taxes, other than income	64,220	61,643
	<u>100,845</u>	<u>89,715</u>
Operating income	100,845	89,715
Other non-operating income (expense)	(1,962)	9,250
Interest charges	15,494	28,763
	<u>83,389</u>	<u>70,202</u>
Income before income taxes	83,389	70,202
Income tax expense	18,056	11,796
	<u>\$ 65,333</u>	<u>\$ 58,406</u>
Net income		
Basic net income per share	\$ 0.53	\$ 0.49
Diluted net income per share	\$ 0.53	\$ 0.49
Cash dividends per share	\$ 0.575	\$ 0.525
Basic weighted average shares outstanding	<u>124,096</u>	<u>119,345</u>
Diluted weighted average shares outstanding	<u>124,100</u>	<u>119,824</u>

Summary Net Income by Segment (000s)

	Three Months Ended September 30	
	2020	2019
Distribution	\$ 19,944	\$ 9,838
Pipeline and storage	45,389	48,568
	<u>\$ 65,333</u>	<u>\$ 58,406</u>
Net income		

**Atmos Energy Corporation**  
**Financial Highlights, continued** (Unaudited)

Condensed Balance Sheets (000s)	September 30, 2020	September 30, 2019
Net property, plant and equipment	\$ 13,355,347	\$ 11,787,669
Cash and cash equivalents	20,808	24,550
Accounts receivable, net	230,595	230,571
Gas stored underground	111,950	130,138
Other current assets	107,905	72,772
Total current assets	471,258	458,031
Goodwill	731,257	730,706
Deferred charges and other assets	801,170	391,213
	<u>\$ 15,359,032</u>	<u>\$ 13,367,619</u>
Shareholders' equity	\$ 6,791,203	\$ 5,750,223
Long-term debt	4,531,779	3,529,452
Total capitalization	11,322,982	9,279,675
Accounts payable and accrued liabilities	235,775	265,024
Other current liabilities	546,461	479,501
Short-term debt	—	464,915
Current maturities of long-term debt	165	—
Total current liabilities	782,401	1,209,440
Deferred income taxes	1,456,569	1,300,015
Regulatory excess deferred taxes	697,764	705,101
Deferred credits and other liabilities	1,099,316	873,388
	<u>\$ 15,359,032</u>	<u>\$ 13,367,619</u>

**Atmos Energy Corporation**  
**Financial Highlights, continued** (Unaudited)

<u>Condensed Statements of Cash Flows</u> (000s)	Year Ended September 30	
	2020	2019
<b>Cash flows from operating activities</b>		
Net income	\$ 601,443	\$ 511,406
Depreciation and amortization	429,828	391,456
Deferred income taxes	155,322	132,004
One-time income tax benefit	(20,962)	—
Other	6,044	10,589
Changes in assets and liabilities	(133,676)	(76,686)
Net cash provided by operating activities	1,037,999	968,769
<b>Cash flows from investing activities</b>		
Capital expenditures	(1,935,676)	(1,693,477)
Proceeds from the sale of discontinued operations	—	4,000
Debt and equity securities activities, net	491	(2,784)
Other, net	9,667	8,601
Net cash used in investing activities	(1,925,518)	(1,683,660)
<b>Cash flows from financing activities</b>		
Net decrease in short-term debt	(464,915)	(110,865)
Proceeds from issuance of long-term debt, net of premium/discount	999,450	1,045,221
Net proceeds from equity offering	624,302	694,103
Issuance of common stock through stock purchase and employee retirement plans	19,548	19,323
Settlement of interest rate swaps	(4,426)	(90,141)
Repayment of long-term debt	—	(575,000)
Cash dividends paid	(282,444)	(245,717)
Debt issuance costs	(7,738)	(11,254)
Net cash provided by financing activities	883,777	725,670
Net increase (decrease) in cash and cash equivalents	(3,742)	10,779
Cash and cash equivalents at beginning of period	24,550	13,771
Cash and cash equivalents at end of period	\$ 20,808	\$ 24,550

Statistics	Three Months Ended September 30		Year Ended September 30	
	2020	2019	2020	2019
Consolidated distribution throughput (MMcf as metered)	66,447	66,184	439,037	470,554
Consolidated pipeline and storage transportation volumes (MMcf)	167,725	204,810	621,371	721,998
Distribution meters in service	3,333,181	3,291,835	3,333,181	3,291,835
Distribution average cost of gas	\$ 3.75	\$ 3.68	\$ 3.67	\$ 4.02

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