

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

	Three Months Ended		Fiscal Year Ended	
	Nov. 30, 2017	Nov. 30, 2016	Nov. 30, 2017	Nov. 30, 2016
Rental revenue (1)	\$ 7,869	\$ 6,489	\$ 29,939	\$ 26,487
Revenue from property sales (2)	995	3,891	13,945	4,364
Total revenue	<u>8,864</u>	<u>10,380</u>	<u>43,884</u>	<u>30,851</u>
Depreciation and amortization expense	2,691	2,257	10,064	8,797
Operating expenses of rental properties (1)	2,044	2,110	8,866	8,250
Costs related to property sales	865	617	3,780	810
General and administrative expenses (3)	2,421	1,932	8,552	7,367
Total expenses	<u>8,021</u>	<u>6,916</u>	<u>31,262</u>	<u>25,224</u>
Operating income	843	3,464	12,622	5,627
Interest expense (4)	(1,490)	(1,230)	(5,690)	(4,545)
Gain on sale of common stock of Centaur Media plc	-	-	275	-
Gain on sale of assets	-	-	-	122
Investment income	24	45	93	107
Income (loss) before income tax (provision) benefit	(623)	2,279	7,300	1,311
Income tax (provision) benefit	133	(940)	(2,673)	(735)
Net income (loss)	<u>\$ (490)</u>	<u>\$ 1,339</u>	<u>\$ 4,627</u>	<u>\$ 576</u>
Basic net income (loss) per common share	<u>\$ (0.10)</u>	<u>\$ 0.26</u>	<u>\$ 0.92</u>	<u>\$ 0.11</u>
Diluted net income (loss) per common share	<u>\$ (0.10)</u>	<u>\$ 0.26</u>	<u>\$ 0.92</u>	<u>\$ 0.11</u>
Weighted average common shares outstanding for computation of basic per share results	<u>5,001</u>	<u>5,072</u>	<u>5,010</u>	<u>5,117</u>
Weighted average common shares outstanding for computation of diluted per share results	<u>5,001</u>	<u>5,095</u>	<u>5,038</u>	<u>5,123</u>

(1) Profit from leasing activities:

	Three Months Ended		Fiscal Year Ended	
	Nov. 30, 2017	Nov. 30, 2016	Nov. 30, 2017	Nov. 30, 2016
Rental revenue	\$ 7,869	\$ 6,489	\$ 29,939	\$ 26,487
Operating expenses of rental properties	2,044	2,110	8,866	8,250
Profit from leasing activities	<u>\$ 5,825</u>	<u>\$ 4,379</u>	<u>\$ 21,073</u>	<u>\$ 18,237</u>

(2) Revenue from property sales in the fiscal year ended November 30, 2017 principally reflected \$10,250 from the sale of approximately 67 acres of undeveloped land in Phoenix Crossing and \$2,100 from the sale of 76 acres of undeveloped land in Southwick, Massachusetts.

Revenue from property sales in the three months and fiscal year ended November 30, 2016 principally reflected \$3,756 from the sale of approximately 29 acres of undeveloped land in Griffin Center.

(3) General and administrative expenses in the three months and fiscal year ended November 30, 2017 include \$660 and \$1,054, respectively, of incentive compensation expense. General and administrative expenses in the three months and fiscal year ended November 30, 2016 include \$273 and \$640, respectively, of incentive compensation expense.

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