

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

	<u>Third Quarter Ended,</u>		<u>Nine Months Ended,</u>	
	<u>Aug. 31, 2015</u>	<u>Aug. 31, 2014</u>	<u>Aug. 31, 2015</u>	<u>Aug. 31, 2014</u>
Rental revenue	\$ 6,608	\$ 5,195	\$ 17,966	\$ 15,225
Revenue from property sales (2)	1,576	904	2,647	1,274
Total revenue	<u>8,184</u>	<u>6,099</u>	<u>20,613</u>	<u>16,499</u>
Operating expenses of rental properties	2,125	1,800	6,410	5,998
Depreciation and amortization expense	1,923	1,711	5,627	4,990
Costs related to property sales	162	230	484	324
General and administrative expenses	1,333	1,642	5,191	5,522
Total costs and expenses	<u>5,543</u>	<u>5,383</u>	<u>17,712</u>	<u>16,834</u>
Operating income (loss)	2,641	716	2,901	(335)
Interest expense (3)	(801)	(987)	(2,645)	(2,665)
Investment income	6	31	111	219
Gain on sale of common stock in Centaur Media plc	-	-	-	318
Loss on debt extinguishment	-	(51)	-	(51)
Income (loss) before income tax benefit	1,846	(291)	367	(2,514)
Income tax (provision) benefit	(643)	93	(106)	993
Income (loss) from continuing operations	1,203	(198)	261	(1,521)
Discontinued operations, net of tax:				
Income from landscape nursery business, net of tax, including loss on sale of assets of \$28, net of tax, in the fiscal 2014 nine month period	-	26	-	144
Net income (loss)	<u>\$ 1,203</u>	<u>\$ (172)</u>	<u>\$ 261</u>	<u>\$ (1,377)</u>
Basic net income (loss) per common share:				
Income (loss) from continuing operations	\$ 0.23	\$ (0.04)	\$ 0.05	\$ (0.30)
Income from discontinued operations	-	0.01	-	0.03
Basic net income (loss) per common share	<u>\$ 0.23</u>	<u>\$ (0.03)</u>	<u>\$ 0.05</u>	<u>\$ (0.27)</u>
Diluted net income (loss) per common share:				
Income (loss) from continuing operations	\$ 0.23	\$ (0.04)	\$ 0.05	\$ (0.30)
Income from discontinued operations	-	0.01	-	0.03
Diluted net income (loss) per common share	<u>\$ 0.23</u>	<u>\$ (0.03)</u>	<u>\$ 0.05</u>	<u>\$ (0.27)</u>
Weighted average common shares outstanding for computation of basic per share results	<u>5,153</u>	<u>5,150</u>	<u>5,151</u>	<u>5,148</u>
Weighted average common shares outstanding for computation of diluted per share results	<u>5,176</u>	<u>5,150</u>	<u>5,172</u>	<u>5,148</u>

(1) Profit from leasing activities:

	<u>Third Quarter Ended,</u>		<u>Nine Months Ended,</u>	
	<u>Aug. 31, 2015</u>	<u>Aug. 31, 2014</u>	<u>Aug. 31, 2015</u>	<u>Aug. 31, 2014</u>
Rental revenue	\$ 6,608	\$ 5,195	\$ 17,966	\$ 15,225
Operating expenses of rental properties	2,125	1,800	6,410	5,998
Profit from leasing activities	<u>\$ 4,483</u>	<u>\$ 3,395</u>	<u>\$ 11,556</u>	<u>\$ 9,227</u>

(2) Revenue from property sales for all periods presented above includes the recognition of previously deferred revenue from the sale of approximately 90 acres of undeveloped land in Windsor, Connecticut (the "Windsor Land Sale") that closed in the fiscal 2013 fourth quarter and is being accounted for under the percentage of completion method. Total revenue from the Windsor Land Sale was \$8,968 and the estimated total pretax gain on sale is expected to be approximately \$6,833 after all costs are incurred. Revenue from property sales in the 2015 third quarter and nine month period also includes \$400 for a deposit on a potential property sale that was retained because the buyer did not close on the sale.

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