MDU RESOURCES GROUP, INC.

2023 Year-End Summary

- **Reported year-end adjusted income from continuing operations of $305.1 million, or $1.50 per share, compared to 2022 adjusted income from continuing operations of $254.5 million, or $1.25 per share.**
- **Completed the tax-free exchange of the retained shares in Knife River Corporation, which was spun off on May 31, 2023.**

2024 Guidance

Regulated energy delivery earnings in the range of $170 million to $180 million.

Construction services revenues in the range of $2.9 billion to $3.1 billion and EBITDA in the range of $220 million to $240 million.

Electric and Natural Gas Utilities

- Earnings of $120.1 million, compared to earnings of $102.3 million in 2022.
- All-time record electric retail sales volumes were 25.5% higher than prior year, primarily due to higher commercial volumes from an electric service agreement to provide power to a data center.
- Natural gas retail sales volumes decreased 6.6% compared to prior year, largely related to warmer weather across the company's service territory.
- The utility, which serves 1.2 million customers, saw rate base growth of 8.5% and customer growth of 1.3% in 2023.
- New 88-megawatt natural gas-fired electric generating facility, which was expected to be online in 2023, is now expected to be fully operational in the second quarter of 2024.

Pipeline

- Record earnings of $46.9 million, up 33.0% compared to $35.3 million in 2022.
- Record annual natural gas transportation volumes.
- Higher revenue from new transportation and storage rates, as approved by the FERC, that were effective Aug. 1.
- Transportation capacity of approximately 2.6 billion cubic feet of natural gas per day.
- Continuing work on expansion projects expected to add more than 300 million cubic feet per day of incremental capacity as they are completed in 2024, pending regulatory approvals.

Construction Services

- Record annual revenues of $2.85 billion, compared to $2.70 billion in 2022.
- Record earnings of $137.2 million, compared to $124.8 million in 2022.
- Record EBITDA of $222.7 million, up 15.1% compared to $193.4 million in 2022.
- Backlog as of Dec. 31 was $2.01 billion, compared to $2.13 billion last year.
- Previously announced tax-free spinoff expected to be complete in late 2024.

"Through the hard work and dedication of our employees, 2023 was truly an outstanding year for MDU Resources as we continue to transform our company. In addition to successfully completing the spinoff of Knife River Corporation as we work toward becoming a pure-play regulated energy delivery company, we had record results across our remaining businesses. Our pipeline business had record earnings with continued system expansion and strong demand for storage services, and our utility business benefited from rate relief in certain jurisdictions as well as customer and demand growth. Our construction services business also had a fantastic year, with record revenue, earnings and EBITDA."



Nicole Kivisto
President and CEO
MDU Resources Group, Inc.

www.MDU.com