

- Reported second quarter adjusted income from continuing operations of \$60.0 million, or 29 cents per share, compared to 2022 adjusted income from continuing operations of \$36.1 million, or 18 cents per share.
- Increasing earnings guidance for our regulated energy delivery businesses by \$10 million, to \$150 million to \$160 million.

## 2023 Guidance

Regulated energy delivery businesses 2023 earnings guidance in the range of \$150 million to \$160 million.

Construction services 2023 EBITDA guidance in the range of \$200 million to \$225 million.

### Electric and Natural Gas Utilities



- Earnings of \$13.1 million, compared to a loss of \$2.9 million in 2022.
- Increase in earnings due to rate relief in certain electric and natural gas jurisdictions, and higher investment returns on nonqualified benefit plans.
- Electric retail sales volumes were 31.4% higher than prior year, largely due to warmer weather and a new large-volume customer during the quarter.
- Constructing an 88-megawatt natural gas-fired electric generating facility near Mandan, North Dakota, expected to be operational later this year.

### Pipeline



- Earnings of \$8.7 million, compared to \$7.1 million in 2022.
- Record quarterly transportation volumes, largely related to increased contracted volume commitments on the North Bakken Expansion project.
- Construction began on three natural gas pipeline expansion projects that are expected to be placed in service later in 2023. These projects will add approximately 300 million cubic feet per day of capacity, increasing total transportation capacity from 2.4 billion to 2.7 billion cubic feet per day.

### Construction Services



- Record second quarter earnings of \$38.6 million, compared to \$34.5 million in 2022.
- Record second quarter revenue of \$747.0 million, up 9% compared to \$685.4 million in 2022.
- Record second quarter backlog of \$1.94 billion, up from \$1.92 billion last year.
- 2023 revenue expected to be in the range of \$2.80 billion to \$3.00 billion, with slightly higher margins compared to 2022.
- Record second quarter EBITDA of \$62.9 million, up 20% compared to \$52.3 million in 2022.

“ While completing a historic quarter at MDU Resources with the successful separation of Knife River Corporation, we experienced outstanding performance from all our businesses and achieved record results in a number of areas, all thanks to the hard work and dedication of our employees. We expect our strong momentum to continue into the second half of the year as our utility and pipeline businesses have active regulatory schedules and a number of growth projects underway. Reflecting the robust start to the year, we are increasing our earnings guidance for our regulated energy delivery businesses from \$140 million to \$150 million up to \$150 million to \$160 million for 2023.”

”

**Dave Goodin**

President and CEO | MDU Resources Group, Inc.

