

**FPUC-Rate - 0465679**  
**Chesapeake Utilities Corporation and Subsidiaries**

**Consolidated Statements of Stockholders' Equity**

<i>(in thousands, except shares and per share data)</i>	Common Stock <sup>(1)</sup>			Retained Earnings	Accumulated Other Comprehensive Loss	Deferred Compensation	Treasury Stock	Total
	Number of Shares <sup>(2)</sup>	Par Value	Additional Paid-In Capital					
<b>Balance at December 31, 2016</b>	16,303,499	\$ 7,935	\$ 250,967	\$ 192,062	\$ (4,878)	\$ 2,416	\$ (2,416)	\$ 446,086
Net Income	—	—	—	58,124	—	—	—	58,124
Other comprehensive income	—	—	—	—	606	—	—	606
Dividends declared (\$1.2800 per share)	—	—	—	(21,045)	—	—	—	(21,045)
Retirement savings plan and dividend reinvestment plan	10,771	5	730	—	—	—	—	735
Stock issuance <sup>(3)</sup>	—	—	(10)	—	—	—	—	(10)
Share-based compensation and tax benefit <sup>(4) (5)</sup>	30,172	15	1,783	—	—	—	—	1,798
Treasury stock activities <sup>(2)</sup>	—	—	—	—	—	979	(979)	—
<b>Balance at December 31, 2017</b>	<b>16,344,442</b>	<b>7,955</b>	<b>253,470</b>	<b>229,141</b>	<b>(4,272)</b>	<b>3,395</b>	<b>(3,395)</b>	<b>486,294</b>
Net Income	—	—	—	56,580	—	—	—	56,580
Cumulative effect of the adoption of ASU 2014-09	—	—	—	(1,498)	—	—	—	(1,498)
Reclassification upon the adoption of ASU 2018-02	—	—	—	907	(907)	—	—	—
Other comprehensive income	—	—	—	—	(1,534)	—	—	(1,534)
Dividends declared (\$1.4350 per share)	—	—	—	(23,600)	—	—	—	(23,600)
Dividend reinvestment plan	—	—	(3)	—	—	—	—	(3)
Share-based compensation and tax benefit <sup>(4) (5)</sup>	34,103	16	2,184	—	—	—	—	2,200
Treasury stock activities <sup>(2)</sup>	—	—	—	—	—	459	(459)	—
<b>Balance at December 31, 2018</b>	<b>16,378,545</b>	<b>7,971</b>	<b>255,651</b>	<b>261,530</b>	<b>(6,713)</b>	<b>3,854</b>	<b>(3,854)</b>	<b>518,439</b>
Net Income	—	—	—	65,153	—	—	—	65,153
Prior period reclassification	—	—	—	115	(115)	—	—	—
Other comprehensive income	—	—	—	—	561	—	—	561
Dividends declared (\$1.585 per share)	—	—	—	(26,191)	—	—	—	(26,191)
Dividend reinvestment plan	—	—	(3)	—	—	—	—	(3)
Share-based compensation and tax benefit <sup>(4) (5)</sup>	25,231	13	3,605	—	—	—	—	3,618
Treasury stock activities <sup>(2)</sup>	—	—	—	—	—	689	(689)	—
<b>Balances at December 31, 2019</b>	<b>16,403,776</b>	<b>\$ 7,984</b>	<b>\$ 259,253</b>	<b>\$ 300,607</b>	<b>\$ (6,267)</b>	<b>\$ 4,543</b>	<b>\$ (4,543)</b>	<b>\$ 561,577</b>

<sup>(1)</sup> 2,000,000 shares of preferred stock at \$0.01 par value per share have been authorized. No shares have been issued or are outstanding; accordingly, no information has been included in the Consolidated Statements of Stockholders' Equity.

<sup>(2)</sup> Includes 95,329, 97,053 and 90,961 shares at December 31, 2019, 2018 and 2017, respectively, held in a Rabbi Trust related to our Non-Qualified Deferred Compensation Plan.

<sup>(3)</sup> Represents capitalized legal fees associated with our September 22, 2016 public offering.

<sup>(4)</sup> Includes amounts for shares issued for directors' compensation.

<sup>(5)</sup> The shares issued under the SICP are net of shares withheld for employee taxes. For 2019, 2018 and 2017, we withheld 7,635, 16,918 and 10,269 shares, respectively, for taxes.

*The accompanying notes are an integral part of the financial statements.*