

NOBILITY HOMES, INC.
Condensed Consolidated Balance Sheets

	<u>May 4, 2019</u>	<u>November 3, 2018</u>
	(Unaudited)	
Assets		
Current assets:		
Cash and cash equivalents	\$ 23,066,346	\$ 28,364,861
Certificates of Deposit	8,079,072	6,034,093
Short-term investments	578,250	537,767
Accounts receivable - trade	2,097,164	1,783,073
Note receivable	67,900	46,444
Mortgage notes receivable	16,706	15,664
Inventories	8,227,752	7,270,550
Pre-owned homes, net	821,781	933,640
Prepaid expenses and other current assets	1,573,860	1,090,152
Total current assets	<u>44,528,831</u>	<u>46,076,244</u>
Property, plant and equipment, net	4,844,129	4,763,566
Pre-owned homes, net	457,577	473,191
Note receivable, less current portion	59,600	46,265
Mortgage notes receivable, less current portion	234,322	236,402
Other investments	1,611,921	1,571,166
Property held for sale	213,437	213,437
Deferred income taxes	-	40,156
Cash surrender value of life insurance	3,527,974	3,437,974
Other assets	156,287	156,287
Total assets	<u>\$ 55,634,078</u>	<u>\$ 57,014,688</u>
Liabilities and Stockholders' Equity		
Current liabilities:		
Accounts payable	\$ 1,052,935	\$ 1,085,095
Accrued compensation	788,187	869,657
Accrued expenses and other current liabilities	1,754,245	1,349,381
Income taxes payable	618,363	579,786
Customer deposits	3,069,439	4,064,268
Total current liabilities	<u>7,283,169</u>	<u>7,948,187</u>
Deferred income taxes	<u>28,017</u>	-
Total liabilities	<u>7,311,186</u>	<u>7,948,187</u>
Commitments and contingent liabilities		
Stockholders' equity:		
Preferred stock, \$.10 par value, 500,000 shares authorized; none issued and outstanding	-	-
Common stock, \$.10 par value, 10,000,000 shares authorized; 5,364,907 shares issued; 3,860,513 outstanding	536,491	536,491
Additional paid in capital	10,678,137	10,670,848
Retained earnings	49,843,861	50,352,546
Accumulated other comprehensive income	446,119	390,407
Less treasury stock at cost, 1,504,394 shares in 2019 and 1,491,176 shares in 2018	<u>(13,181,716)</u>	<u>(12,883,791)</u>
Total stockholders' equity	<u>48,322,892</u>	<u>49,066,501</u>
Total liabilities and stockholders' equity	<u>\$ 55,634,078</u>	<u>\$ 57,014,688</u>

NOBILITY HOMES, INC.

Condensed Consolidated Statements of Income and Comprehensive Income

Unaudited

	<u>Three Months Ended</u>		<u>Six Months Ended</u>	
	May 4, 2019	May 5, 2018	May 4, 2019	May 5, 2018
Net sales	\$ 12,742,688	\$ 8,922,264	\$ 23,782,462	\$ 18,568,082
Cost of goods sold	<u>(9,296,276)</u>	<u>(6,610,958)</u>	<u>(17,367,047)</u>	<u>(14,039,837)</u>
Gross profit	3,446,412	2,311,306	6,415,415	4,528,245
Selling, general and administrative expenses	<u>(1,310,686)</u>	<u>(1,119,359)</u>	<u>(2,507,858)</u>	<u>(2,246,141)</u>
Operating income	<u>2,135,726</u>	<u>1,191,947</u>	<u>3,907,557</u>	<u>2,282,104</u>
Other income:				
Interest income	145,026	81,446	297,469	117,383
Undistributed earnings in joint venture - Majestic 21	21,231	27,266	40,755	50,315
Proceeds received under escrow arrangement	108,119	55,640	212,607	55,640
Gain on property held for resale	15,242	203,512	15,242	203,512
Miscellaneous	<u>13,962</u>	<u>6,850</u>	<u>22,880</u>	<u>12,584</u>
Total other income	<u>303,580</u>	<u>374,714</u>	<u>588,953</u>	<u>439,434</u>
Income before provision for income taxes	2,439,306	1,566,661	4,496,510	2,721,538
Income tax expense	<u>(619,581)</u>	<u>(431,056)</u>	<u>(1,140,979)</u>	<u>(569,697)</u>
Net income	1,819,725	1,135,605	3,355,531	2,151,841
Other comprehensive income (loss)				
Unrealized investment gain (loss), net of tax effect	<u>39,172</u>	<u>(67,857)</u>	<u>55,712</u>	<u>(45,510)</u>
Comprehensive income	<u>\$ 1,858,897</u>	<u>\$ 1,067,748</u>	<u>\$ 3,411,243</u>	<u>\$ 2,106,331</u>
Weighted average number of shares outstanding:				
Basic	3,865,588	3,903,904	3,869,726	3,950,638
Diluted	3,867,802	3,906,077	3,871,943	3,952,650
Net income per share:				
Basic	\$ 0.47	\$ 0.29	\$ 0.87	\$ 0.54
Diluted	\$ 0.47	\$ 0.29	\$ 0.87	\$ 0.54