



NASDAQ:MSEX

**Common Dividend Increased**

Dear Fellow Shareholder:

I am pleased to report that your Board of Directors on October 21, 2014 declared a quarterly cash dividend payable on December 1, 2014 to shareholders of record as of November 14, 2014 and also approved an increase in the cash dividend from \$0.1900 to \$0.1925 per share. This increase raises the annual dividend to \$0.77 per share of common stock and represents the Company's 42<sup>nd</sup> consecutive year of annual dividend increases.

Our third quarter financial results were positively impacted by the favorable outcomes of our New Jersey and Delaware rate cases. Our continued investments in infrastructure upgrades and replacements are helping to ensure reliability of our services that are essential to public health and overall quality of life. Timely recovery of those investments and other costs helps maintain the financial integrity of our operations. Aiding in those overall results was our continued commitment to controlling operating costs.

For the three months ended September 30, 2014, the Company reported consolidated operating revenues of \$32.7 million, up from \$31.3 million for the same period in 2013. Net income increased to \$6.8 million, up from \$5.8 million in the same quarter of 2013. Earnings per basic and diluted share for the quarter rose to \$0.42, compared to \$0.36 for the same period in 2013.

For the nine months ended September 30, 2014, revenues increased \$1.6 million. Net income increased \$1.2 million from the same period in 2013. Diluted earnings per share for the nine months period were \$0.90 compared to \$0.83 in 2013.

We invite you to sign up to receive Investor Email alerts or to view recent news releases regarding quarterly financial results, presentations and other company information, in the Investor Relations Section of our website at <http://investors.middlesexwater.com>.

We are pleased to be working with Broadridge Corporate Issuer Solutions, Inc. (Broadridge) as our new transfer agent for the shares of our common and preferred stock. We invite you to review the Prospectus Supplement dated October 10, 2014 which outlines amendments to certain contact information and service level agreements under Broadridge at our new shareholder services portal at <http://shareholder.broadridge.com/middlesexwater>. If you have any questions regarding your MSEX investment, please call our transfer agent, Broadridge, at **1 (888) 211-0641**.

On behalf of the Board of Directors, Officers and employees of the Middlesex Water family of companies, we appreciate your continued support and confidence.

Sincerely,

A handwritten signature in black ink that reads 'Dennis W. Doll'.

Dennis W. Doll  
Chairman, President and CEO