



1500 Ronson Road  
Iselin, New Jersey 08830

NASDAQ:MSEX

Dear Fellow Shareholder:

I am pleased to report that your Board of Directors on April 26, 2016 declared a quarterly cash dividend of \$0.19875 per common share payable on June 1, 2016 for shareholders of record as of May 13, 2016.

The Company announced its first quarter financial results on May 4, 2016. For the three months ended March 31, 2016, consolidated operating revenues increased from \$28.8 million to \$30.6 million, as compared with the same period in 2015. Net income rose from \$3.6 million to \$4.8 million. Earnings per basic and diluted share for the quarter were \$0.29, up from \$0.22 for the same period in 2015.

First quarter 2016 financial results were positively impacted by the favorable outcome of our August 2015 New Jersey rate case Decision which provided recovery of costs for repairs, maintenance and capital improvements for our drinking water infrastructure. We are also encouraged by consistent customer growth in our Delaware systems. With aging infrastructure a continued media focus, you should know your company remains very strategic, proactive and diligent in our approach to upgrading and replacing utility infrastructure. We do this to ensure high quality and reliable water service to our customers and to continually enhance the resiliency and strength of our overall operations.

Middlesex Water Company held its Annual Meeting of Shareholders on Tuesday, May 24<sup>th</sup>. A press release announcing voting results from the Annual Meeting can be found in our Press Room on our website at <http://investors.middlesexwater.com>. Management's presentation from the Meeting can also be found under the Presentations and Interviews section. Should you have questions regarding your MSEX investment, please call our transfer agent, Broadridge, at 1-888-211-0641 or visit <http://shareholder.broadridge.com/middlesexwater>.

Middlesex Water has once again been selected as a Finalist in the 2016 Governance, Risk & Compliance Leadership Awards by the New York Stock Exchange. The Company was recognized for Best In-House Legal Team at a Small-to Mid-Cap Company and Distinguished General Counsel. We are grateful for this recognition of our corporate governance efforts which play a vital role in our Company's long-term success.

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

Sincerely,

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

Dennis W. Doll  
Chairman, President and CEO