



1500 Ronson Road  
Iselin, New Jersey 08830  
**NASDAQ:MSEX**

Dear Fellow Shareholder:

I am pleased to report that on July 24, 2018 your Board of Directors declared a dividend of \$0.22375 per common share on MSEX Common Stock payable on September 4, 2018 to shareholders of record as of August 15, 2018.

We announced second quarter financial results on August 2, 2018. For the three months ended June 30, 2018, consolidated operating revenues were \$34.9 million as compared to \$33.0 million for the same period in 2017. Net income for the quarter was \$8.6 million as compared to \$5.3 reported in the same quarter of 2017. Earnings per basic and diluted share for the quarter were \$0.53 and \$0.52, respectively, up from \$0.33 for basic and diluted earnings per share for the same period in 2017. Contributing to higher revenues were the New Jersey Board of Public Utilities approved base rate increase which took effect in April 2018, as well as customer growth in our Delaware regulated water utility, Tidewater Utilities, Inc.

In July 2018, Middlesex Water's subsidiary, Utility Service Affiliates (Perth Amboy) Inc. (USA-PA), was awarded a contract to operate the City of Perth Amboy's water and sewer utilities for a ten-year period beginning January 1, 2019. The effective date of the agreement coincides with the expiration of USA-PA's current operating agreement with the City that had been in place for the past 20 years. Also in July, Middlesex Water Company began RENEW 2018, an \$11.2 million project to replace aging water infrastructure in Avenel, New Jersey. The Company will be replacing approximately five miles of water mains as well as service lines, valves and fire hydrants to enhance fire flows and overall service quality in the area. RENEW is part of our overall infrastructure investment campaign known as Water For Tomorrow®, described in past shareholder letters, which includes numerous projects designed to enhance the integrity of system assets to better serve current and future generations of water users.

To stay informed about company SEC filings, news releases or to receive an end-of-day stock quote, please subscribe to our Investor Email Alerts service, also found on our Investor Relations site at <http://investors.middlesexwater.com>. For additional company information, please visit our Facebook and Twitter sites via links directly on our website home page at [www.middlesexwater.com](http://www.middlesexwater.com).

We invite you to create, review and manage your existing account information on our shareholder services portal of our transfer agent, Broadridge Corporate Solutions (Broadridge) by visiting <http://shareholder.broadridge.com/middlesexwater>. This site contains Forms, Answers to Frequently Asked Questions and other helpful company information. Should you have any questions about your MSEX investment, please contact the Broadridge Call Center at 1-888-211-0641.

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

Sincerely,

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

Dennis W. Doll  
Chairman, President and CEO