



The Pump People®

THE GORMAN-RUPP COMPANY Investor Information Report NYSE Amex - GRC Fourth Quarter 2009

Corporate Profile

The Gorman-Rupp Company designs, manufactures and sells pumps and related equipment (pump and motor controls) for use in water, wastewater, construction, industrial, petroleum, original equipment, agriculture, fire protection, heating, ventilating and air conditioning (HVAC), military and other liquid-handling applications at seven locations (Mansfield and Bellville, Ohio; Toccoa, Georgia; Royersford, Pennsylvania; St. Thomas, Ontario, Canada; County Westmeath, Ireland; and Leeuwarden, The Netherlands) and markets these products through its wholly and majority owned subsidiaries and a network of about 1,000 distributors, through manufacturers' representatives, through third-party distributor catalogs and by direct sales in the United States and internationally.

Gorman-Rupp, founded in 1933, is headquartered in Mansfield, Ohio and has over 1,000 employees. Record positive cash flow from operations and profitability of all the Company's divisions in 2009 positions the Company well for the future. The Company increased the cash dividend in 2009 sustaining a record of dividend increases for 37 consecutive years.

Corporate Purpose

Over seventy five years ago, The Gorman-Rupp Company was established upon a philosophy of, and a commitment to, product quality and technological leadership in the pump industry. Gorman-Rupp's philosophy of growth and service is reflected in the mission statement made by co-founders J.C. Gorman and H.E. Rupp, which reads:

"To provide a quality product, competitively priced, delivered on time, backed by reliable service, at a profit that provides an equitable return to our shareholders, as well as providing our employees with competitive wages and benefits."

The fulfillment of this commitment has provided the foundation for The Gorman-Rupp Company to become a world pump leader.

The Gorman-Rupp Company and Subsidiaries Comparative Income Statement Analysis

(in thousands of dollars, except per share data)

Financial Position:	Twelve Months Ended	Year ended December 31,				
	December 31, 2009	2008	2007	2006	2005	2004
Net sales	\$266,242	\$330,646	\$305,562	\$270,910	\$231,249	\$203,554
Cost of products sold	204,469	253,557	238,110	212,234	184,178	161,129
Gross profit	61,773	77,089	67,452	58,676	47,071	42,425
Selling, general and administrative expenses	35,380	38,101	34,567	32,411	30,368	28,999
Operating income	26,393	38,988	32,885	26,265	16,703	13,426
Other income (expense)	862	1,506	2,498	1,461	435	926
Income before income taxes	27,255	40,494	35,383	27,726	17,138	14,352
Income taxes	8,986	13,297	12,524	8,654	6,235	5,075
Net income	\$18,269	\$27,197	\$22,859	\$19,072	\$10,903	\$9,277
Basic and diluted EPS	\$1.09	\$1.63	\$1.37	\$1.14	\$0.66	\$0.55

Quarter Ended 2009

	Mar. 31	Jun. 30	Sept. 30	Dec. 31
Net sales	\$71,598	\$68,345	\$64,096	\$62,203
Gross profit	15,345	15,790	16,100	14,538
Net income	4,506	4,867	5,177	3,719
Basic & diluted EPS	\$0.27	\$0.29	\$0.31	\$0.22

Quarter Ended 2008

	Mar. 31	Jun. 30	Sept. 30	Dec. 31
Net sales	\$81,434	\$84,031	\$84,188	\$80,993
Gross profit	19,844	20,406	20,172	16,667
Net income	7,152	7,895	7,385	4,765
Basic & diluted EPS	\$0.43	\$0.47	\$0.44	\$0.29

The Gorman-Rupp Company NYSE Amex: GRC

Recent Price (3/19/2010)	\$25.60
52-Week Range	\$14.50-\$32.60
12-Month EPS	\$1.09
Book Value/Shares Outstanding	\$10.63
Market Capital (millions)	\$427.79
Current Dividend Rate	\$0.42
Shares Outstanding	16,710,535
Estimated Float	59.4%

5 Year Stock Prices



Condensed Balance Sheets

(in thousands of dollars)

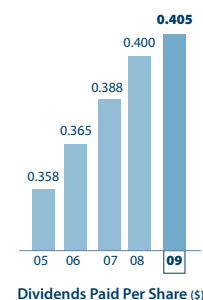
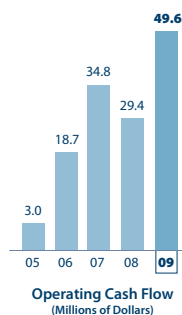
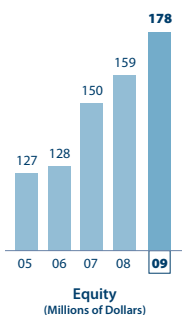
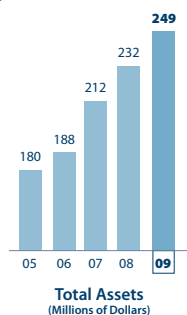
	December 31, <u>2009</u>	December 31, <u>2008</u>		December 31, <u>2009</u>	December 31, <u>2008</u>
Cash and short-term investments	\$45,908	\$23,793	Accounts payable	\$8,972	\$15,878
Accounts receivable	37,239	48,200	Short-term debt	15,000	-
Inventories	40,506	56,881	Accrued liabilities & expenses	19,203	19,691
Deferred income taxes & other current assets	<u>7,747</u>	<u>5,392</u>	Total current liabilities	43,175	35,569
Total current assets	131,400	134,266	Deferred & other long-term income taxes	1,323	1,322
Property, plant & equipment - net	108,523	80,406	Retirement benefits	5,044	11,421
Deferred income taxes & other assets	<u>9,501</u>	<u>16,866</u>	Postretirement benefits	22,270	24,020
Total assets	<u>\$249,424</u>	<u>\$231,538</u>	Total shareholders' equity	<u>177,612</u>	<u>159,206</u>
			Total liabilities & shareholders' equity	<u>\$249,424</u>	<u>\$231,538</u>
			Shares Outstanding	16,710,535	16,707,535

Summary of Selected Financial Data

(in thousands of dollars, except per share data)

	Twelve Months Ended <u>December 31, 2009</u>	<u>2008</u>	Year Ended December 31,			
			<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Financial Position:						
Current assets	\$131,400	\$134,266	\$135,288	\$120,118	\$110,501	\$96,974
Current liabilities	43,175	35,569	33,481	27,646	28,219	21,112
Working capital	88,225	98,697	101,807	92,472	82,282	75,862
Current ratio	3.0	3.8	4.0	4.3	3.9	4.6
Property, plant & equipment - net	108,523	80,406	59,970	52,351	51,505	54,812
Capital additions - net	37,969	27,909	12,826	7,258	3,189	7,500
Depreciation & amortization	8,852	7,848	7,597	6,688	6,808	7,179
Total assets	249,424	231,538	211,534	187,540	179,541	165,673
Total shareholders' equity	177,612	159,206	149,960	128,142	127,048	121,898
Dividends paid	6,767	6,682	6,503	6,126	5,983	5,907
Average Number of Employees:	1,008	1,093	1,065	1,049	991	963
Shareholder Information:						
Earnings per share	\$1.09	\$1.63	\$1.37	\$1.14	\$0.66	\$0.55
Cash dividends per share	0.405	0.400	0.388	0.365	0.358	0.354
EBITDA per share	2.16	2.89	2.58	2.06	1.43	1.30
Free cash flow**	20,354	28,363	23,954	19,634	11,728	10,549
Average shares outstanding	16,709,047	16,705,210	16,701,175	16,696,962	16,692,273	16,686,997
Average daily share volume	77,514	30,527	32,468	30,360	13,573	9,910
Price:						
High	\$32.60	\$45.85	\$36.50	\$31.09	\$17.91	\$15.74
Low	14.50	18.25	21.61	13.62	12.16	11.93
Average Price/Earnings	21.6x	19.7x	21.2x	19.6x	22.8x	25.2x

**Net income plus depreciation and amortization, less dividends paid.



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Open Enrollment Dividend Reinvestment and Stock Purchase Plan

A plan for investment in shares of common stock of The Gorman-Rupp Company is available through Computershare Investor Services, LLC. Whether purchasing shares for the first time or adding to existing holdings, investors can now buy and sell common shares of The Gorman-Rupp Company directly through Computershare Investor Services' Open Enrollment Dividend Reinvestment and Stock Purchase Plan. For additional information, write to the Company, Attention: Corporate Secretary, for a copy of the plan