



The Pump People®

THE GORMAN-RUPP COMPANY Investor Information Report NYSE Amex - GRC First Quarter 2010

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 approximately 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: | Unaudited | Year ended December 31, | | | | |
|--|--------------------------------------|-------------------------|-----------|-----------|-----------|-----------|
| | Three Months Ended March 31, 2010 | 2009 | 2008 | 2007 | 2006 | 2005 |
| Net sales | \$65,786 | \$266,242 | \$330,646 | \$305,562 | \$270,910 | \$231,249 |
| Cost of products sold | 50,337 | 204,469 | 253,557 | 238,110 | 212,234 | 184,178 |
| Gross profit | 15,449 | 61,773 | 77,089 | 67,452 | 58,676 | 47,071 |
| Selling, general and administrative expenses | 8,759 | 35,380 | 38,101 | 34,567 | 32,411 | 30,368 |
| Operating income | 6,690 | 26,393 | 38,988 | 32,885 | 26,265 | 16,703 |
| Other income (expense) | 9 | 862 | 1,506 | 2,498 | 1,461 | 435 |
| Income before income taxes | 6,699 | 27,255 | 40,494 | 35,383 | 27,726 | 17,138 |
| Income taxes | 2,202 | 8,986 | 13,297 | 12,524 | 8,654 | 6,235 |
| Net income | \$4,497 | \$18,269 | \$27,197 | \$22,859 | \$19,072 | \$10,903 |
| Basic and diluted EPS | \$0.27 | \$1.09 | \$1.63 | \$1.37 | \$1.14 | \$0.66 |

Quarter Ended 2010

| | Mar. 31 |
|---------------------|----------|
| Net sales | \$65,786 |
| Gross profit | 15,449 |
| Net income | 4,497 |
| Basic & diluted EPS | \$0.27 |

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 |

The Gorman-Rupp Company NYSE Amex: GRC

| | |
|-------------------------------|-----------------|
| Recent Price (5/5/2010) | \$28.10 |
| 52-Week Range | \$18.44-\$29.79 |
| 12-Month EPS | \$1.09* |
| Book Value/Shares Outstanding | \$10.80 |
| Market Capital (millions) | \$469.57 |
| Current Dividend Rate | \$0.410* |
| Shares Outstanding | 16,710,535 |
| Estimated Float | 59.4% |

* Trailing 12 months.

5 Year Stock Prices



Condensed Balance Sheets

(in thousands of dollars)

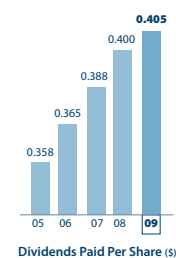
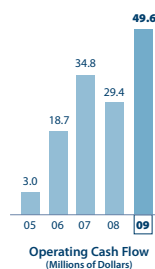
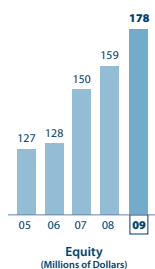
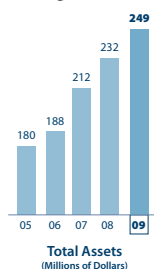
| | Unaudited March 31, 2010 | December 31, 2009 | | Unaudited March 31, 2010 | December 31, 2009 |
|---|--------------------------------|----------------------|---|--------------------------------|----------------------|
| Cash and short-term investments | \$45,528 | \$45,908 | Accounts payable | \$11,548 | \$8,972 |
| Accounts receivable | 42,739 | 37,239 | Short-term debt | 10,000 | 15,000 |
| Inventories | 38,539 | 40,506 | Accrued liabilities & expenses | 19,999 | 19,203 |
| Deferred income taxes & other current assets | 4,929 | 7,747 | Total current liabilities | 41,547 | 43,175 |
| Total current assets | 131,735 | 131,400 | Deferred & other long-term income taxes | 1,325 | 1,323 |
| Property, plant & equipment - net | 108,660 | 108,523 | Retirement benefits | 4,206 | 5,044 |
| Deferred income taxes & other assets | 9,751 | 9,501 | Postretirement benefits | 22,582 | 22,270 |
| Total assets | \$250,146 | \$249,424 | Total shareholders' equity | 180,486 | 177,612 |
| | | | Total liabilities & shareholders' equity | \$250,146 | \$249,424 |
| | | | Shares Outstanding | 16,710,535 | 16,710,535 |

Summary of Selected Financial Data

(in thousands of dollars, except per share data)

| | Unaudited Three Months Ended March 31, 2010 | 2009 | 2008 | 2007 | 2006 | 2005 |
|-------------------------------------|---|------------|------------|------------|------------|------------|
| Financial Position: | | | | | | |
| Current assets | \$131,735 | \$131,400 | \$134,266 | \$135,288 | \$120,118 | \$110,501 |
| Current liabilities | 41,547 | 43,175 | 35,569 | 33,481 | 27,646 | 28,219 |
| Working capital | 90,188 | 88,225 | 98,697 | 101,807 | 92,472 | 82,282 |
| Current ratio | 3.2 | 3.0 | 3.8 | 4.0 | 4.3 | 3.9 |
| Property, plant & equipment - net | 108,660 | 108,523 | 80,406 | 59,970 | 52,351 | 51,505 |
| Capital additions - net | 2,577 | 37,969 | 27,909 | 12,826 | 7,258 | 3,189 |
| Depreciation & amortization | 2,597 | 8,852 | 7,848 | 7,597 | 6,688 | 6,808 |
| Total assets | 250,146 | 249,424 | 231,538 | 211,534 | 187,540 | 179,541 |
| Total shareholders' equity | 180,486 | 177,612 | 159,206 | 149,960 | 128,142 | 127,048 |
| Dividends paid | 1,755 | 6,767 | 6,682 | 6,503 | 6,126 | 5,983 |
| Average Number of Employees: | 948 | 1,008 | 1,093 | 1,065 | 1,049 | 991 |
| Shareholder Information: | | | | | | |
| Earnings per share | \$1.09* | \$1.09 | \$1.63 | \$1.37 | \$1.14 | \$0.66 |
| Cash dividends per share | 0.410* | 0.405 | 0.400 | 0.388 | 0.365 | 0.358 |
| EBITDA per share | 2.18* | 2.16 | 2.89 | 2.58 | 2.06 | 1.43 |
| Free cash flow | 20,753* | 20,354 | 28,363 | 23,954 | 19,634 | 11,728 |
| Average shares outstanding | 16,710,535 | 16,709,047 | 16,705,210 | 16,701,175 | 16,696,962 | 16,692,273 |
| Average daily share volume | 35,756 | 77,514 | 30,527 | 32,468 | 30,360 | 13,573 |
| Price: | | | | | | |
| High | \$29.79* | \$32.60 | \$45.85 | \$36.50 | \$31.09 | \$17.91 |
| Low | 18.44* | 14.50 | 18.25 | 21.61 | 13.62 | 12.16 |
| Average Price/Earnings | 22.13x* | 21.6x | 19.7x | 21.2x | 19.6x | 22.8x |

* Trailing 12 months.



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For Additional Information:

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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 brochure.