



JANUARY 2015 STOCK SPLIT FREQUENTLY ASKED QUESTIONS

Q1: Why is New Jersey Resources (the Company or NJR) announcing a 2-for-1 stock split?

A: The Company's board of directors made a decision to split the stock in order to make the shares more accessible to a broader range of investors and to increase liquidity in the trading of the Company's Common Stock.

Q2: Does the stock split change my percentage ownership in the Company?

A: No, the stock split does not change your proportionate interest in the company.

Q3: Do I need to pay anything for these new shares?

A: No.

Q4: Did the shareowners vote to approve the stock split?

A: No, under New Jersey law, only the board of directors' approval was necessary to approve the stock split. The board of directors also approved an amendment to the Company's Certificate of Incorporation to increase the authorized shares of the Company's common stock from 75 million shares to 150 million shares. Shareowner approval was not needed because the stock split does not change your proportionate interest in the Company.

Q5: What is a 2-for-1 stock split and how does it actually work?

A: All shareowners at the close of business on February 6, 2015 will be entitled to receive one additional share, in the form of a stock dividend, for each share of the Company's common stock. Therefore, each shareowner will own twice as many shares after the split as prior to the split. Accordingly, the price of each share will be one-half the pre-split share price, though the total value of the holdings immediately after the split will be the same as before the split. Each shareowner's investment value remains the same until the stock price moves up or down.

For example, you own 100 shares of NJR at a market price of \$50 as of the Record Date with a total value of \$5,000 (100 shares @\$50 per share). After the split, you will own 200 shares of NJR with a market price of \$25 per share. The value of your investment remains at \$5,000 (200 shares @ \$25 per share).

Q6: What is the difference between a 2-for-1 stock split and a stock dividend?

A: They are effectively the same. In both cases, shareowners will have twice as many shares after the split.

Q7: How will my additional shares of NJR Common Stock be issued?

A: The additional shares you will receive because of the stock split will be distributed in book-entry form through the Direct Registration System (DRS). This means that you will have full ownership of your additional shares without the responsibility of holding actual stock certificates. No stock certificates will be issued.

Q8: Why did the Company choose to distribute the shares in book-entry form? Are there any fees associated with holding shares in book-entry form?

A: There are no fees to the shareowner for holding shares in book-entry form. The primary benefits to having your shares in book-entry form include:

- Saving you the burden of storing your certificate(s) in a safe place, i.e. safe deposit box or vault;
- Eliminating the risk of potential loss, thus avoiding the significant costs involved in replacing any lost, stolen or destroyed certificates;
- Eliminating the risk of fraudulent transfer of certificates;
- Saving the costs associated with the issuance and delivery of physical stock certificates;
- Making your stock transactions faster and easier;
- Saving you the inconvenience of delivering stock certificate(s) to your broker for sale or safekeeping; and
- Allowing shares to be moved electronically to your brokerage account.

Q9: What if I want a certificate for the newly issued shares?

A: When you receive your statement from Wells Fargo Shareowner Services (WFSS), the Company's stock transfer agent, reflecting the deposit of additional shares, contact them via telephone at 800-817-3955 or online at www.shareowneronline.com to request a stock certificate.

Q10: What are the key dates related to the stock split?

January 2015							February 2015							March 2015						
S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S
				1	2	3	1	2	3	4	5	6	7	1	2	3	4	5	6	7
4	5	6	7	8	9	10	8	9	10	11	12	13	14	8	9	10	11	12	13	14
11	12	13	14	15	16	17	15	16	17	18	19	20	21	15	16	17	18	19	20	21
18	19	20	21	22	23	24	22	23	24	25	26	27	28	22	23	24	25	26	27	28
25	26	27	28	29	30	31								29	30	31				

A: There are several key dates with regard to the stock split:

January 21, 2015 (The Announcement Date) -

The date the split was announced.

February 6, 2015 (The Record Date) -

This date determines which shareowners are entitled to receive additional shares as a result of the stock split. However, trading between the record date and the Distribution Date can affect your right to receive the additional shares. (See below).

March 3, 2015 (The Distribution Date) -

This is the date when, as of the close of trading on the New York Stock Exchange ("NYSE"), WFSS and the NYSE, will adjust shareowners' holdings to reflect the stock split.

March 4, 2015 (The Ex-Distribution Date) -

This is the date when the Company's common stock will begin trading at its new split-adjusted price on the NYSE.

Q11: What happens if I sold some of my shares before the ex-distribution date?

A: If you sold your shares before the record date, you are not entitled to receive the additional split shares on the shares you sold.

Q12: Can I trade shares between the Record Date and the Distribution Date?

A: Yes. NJR shares will continue to trade at the higher pre-split price. If you sell your shares at the pre-split price during this period, you are not entitled to the split shares you would have received by virtue of being a holder on the Record Date because you have already received full value for the shares you sold. In essence, you have transferred the right to receive the split shares to the buyer. (The NYSE and WFSS keep track of this electronically.) Conversely, if you buy stock at the pre-split price during this period, you are entitled to receive the stock split shares because you purchased the right to do so.

From February 6, 2015 through March 3, 2015, the Company's Common Stock will trade only at the pre-split price. The Company's Common Stock will trade at the post-split price on March 4, 2015, the day after the stock split share distribution.

Q13: My shares are held in the Company's Direct Stock Purchase and Dividend Reinvestment Plan (DRIP). What happens to them?

A: Shareowners with whole and fractional shares in the DRIP will own twice as many shares of NJR after the split in their account as prior to the split. Fractional shares will also be split on a 2-for-1 basis, and to the extent that they do not convert to whole shares, will remain as fractional shares. The total investment value will remain the same after the split as it was prior to the split, until the stock price moves up or down.

For example, a shareowner with 21.25 shares of NJR in the DRIP will own 42.50 shares after the split. The total investment value will remain the same after the split as it was prior to the split, until the stock price moves up or down.

Q14: My shares are held by a broker. What happens to them?

A: You do not need to do anything. Your broker will be notified of the split. Shareowners with whole shares in their brokerage account will own twice as many shares of NJR after the split in their account as prior to the split. However, since your shares are held by a broker, fractional shares cannot be split. Instead, shareowners entitled to a fractional share will receive a cash payment equal to the fair market value of such fractional share as determined by the closing sale price of the NJR's Common Stock on the Distribution Date (March 3, 2015), as officially reported on the New York Stock Exchange. You will receive a check for any fractional shares of NJR in your account. Please contact your broker for more specific information.

For example, a shareowner with 21.25 shares of NJR in his or her brokerage account will own 42 shares after the split and will receive cash in lieu of his or her fractional shares.

Q15: What if I make optional cash purchases under the DRIP between the stock split record date and the ex-distribution date?

A: There will be two optional cash purchases between the stock split record date and the ex-distribution date (February 16, 2015 and March 2, 2015). Shares acquired through these optional cash purchases will be handled in the same manner as described in Question 13 above.

Q16: Do the shares I receive from the stock split result in taxable income?

A: The Company has been advised that, under current law, for United States federal income tax purposes, the receipt of split shares of Common Stock, as a result of this stock split, will not result in any taxable income, gain or losses to shareowners. Further, immediately after the stock split, the per share tax basis of all shares of Common Stock held by a shareowner will be the basis in the original shares allocated equally to the original shares and the split shares. For example, if you own 100 shares of Common Stock before the split with a tax basis of \$40 per share, after the split you will own 200 shares of Common Stock with a tax basis of \$20 per share. Finally, the split shares will be deemed to have been acquired at the same time as the original shares with respect to which the new shares were issued.

If you receive cash in lieu of a fractional share of NJR Common Stock in the stock split, you generally will recognize capital gain or loss with respect to the cash payments received in lieu of fractional shares measured by the difference between the amount of cash received and the tax basis allocated to the fractional share, and will be long-term capital gain or loss if, as of the effective date of the stock split, the holding period of such share is greater than one year. The deductibility of capital losses is subject to limitations.

Consult Your Personal Tax Advisor

The above summary is provided for your general information. It does not constitute tax advice and does not purport to be complete or to describe the consequences that may apply to particular categories of shareowners. You should consult your own tax advisor about the tax consequences of any distribution, the calculation of your tax basis and any transaction you undertake with your shares and for specific advice based on your individual circumstances.

Q17: Has NJR’s Common Stock ever split before?

A: Yes. The 2-for-1 split announced on January 21, 2015 will be the fourth time NJR’s Common Stock has split since trading began on the NYSE. Here are the previous splits:

Declaration Date	Record Date	Payable Date	Type of Split (per Share)	Ex-distribution Date
January 23, 2008	February 8, 2008	March 3, 2008	3-for-2	March 4, 2008
January 23, 2002	February 8, 2002	March 1, 2002	3-for-2	March 4, 2002
January 28, 1987	February 13, 1987	March 2, 1987	2-for-1	March 3, 1987

Q18: What do I do with my existing stock certificate(s)?

A: Your existing common stock certificates are still valid. KEEP YOUR STOCK CERTIFICATES. DO NOT DESTROY THEM. The stock certificates you personally hold should be kept in a safe place such as a safety deposit box, as they are valuable documents and are expensive to replace. NJR encourages you to take advantage of WFSS’s free safekeeping services, thus eliminating the risk and expense of lost certificates. You can contact WFSS about this service at 800-817-3955.

Keep your existing certificates. Because the split is 2-for-1, you will receive an additional, equal number of shares deposited at WFSS or your brokerage account. As stated above, you will not receive an additional certificate; rather shares will be deposited in book entry form at WFSS as of the effective date of the stock split. Statements reflecting the deposit of additional shares will be mailed from WFSS.

Q19: How does the split affect NJR's quarterly dividend rate?

A: Prior to the split, NJR paid a \$.45 per share quarterly dividend. Following the split, the dividend rate will be adjusted by half to reflect the increased number of shares outstanding because of the split. The quarterly dividend rate following the split will be \$.225 per share.

For example, a shareowner whose stock ownership increased from 100 to 200 shares because of the split, would receive the same dividend amount of \$45 (200 shares multiplied by \$.225 per share vs. 100 shares multiplied by \$.45 per share).

For more information, please contact:

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