

**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549**

**FORM 8-K**

**CURRENT REPORT**

**Pursuant to Section 13 OR 15(d) of The Securities Exchange Act of 1934**

**February 11, 2020**

Date of Report (Date of earliest event reported)

**Apergy Corporation**

(Exact name of registrant as specified in its charter)

**Delaware**

(State or other jurisdiction  
of incorporation)

**001-38441**

(Commission File Number)

**82-3066826**

(I.R.S. Employer Identification No.)

**2445 Technology Forest Blvd  
Building 4, 12th Floor  
The Woodlands, Texas 77381**

(Address of principal executive offices and zip code)

**(281) 403-5772**

(Registrant's telephone number, including area code)

**Not Applicable**

(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Securities registered pursuant to Section 12(b) of the Act:

<u>Title of each class</u>	<u>Trading Symbol(s)</u>	<u>Name of each exchange on which registered</u>
Common stock, \$0.01 par value	APY	New York Stock Exchange

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

## Item 2.02 Results of Operations and Financial Condition.

The information contained in Item 8.01 of this Current Report is incorporated herein by reference.

## Item 8.01 Other Events.

Apergy Corporation ("the Company") is filing this Current Report on Form 8-K to update certain financial information included in its Annual Report on Form 10-K for the year ended December 31, 2018, and its Quarterly Reports on Form 10-Q for the quarters ended March 31, 2019, June 30, 2019, and September 30, 2019, for the correction of immaterial errors related to: (i) the assessing and recording of liabilities for state sales tax and associated penalties and interest, primarily resulting in an understatement of our selling, general, and administrative expense and interest expense for the years ended December 31, 2018, 2017, and 2016, and for the three months ended March 31, 2019, three and six months ended June 30, 2019 and three and nine months ended September 30, 2019; (ii) the write-off of inventory and leased assets recorded during the third quarter of 2019, primarily resulting in an understatement of our cost of sales and services expense for the year ended December 31, 2018, and for the three months ended March 31, 2019, and three and six months ended June 30, 2019; and (iii) other previously identified amounts that the Company concluded are immaterial to our previously filed consolidated financial statements.

We evaluated the materiality of the errors in accordance with accounting principles generally accepted in the United States of America and other guidance of the U.S. Securities and Exchange Commission and concluded the errors are immaterial to all previously reported periods. The Company will correct the errors by revising prior period financial statements in our Annual Report on Form 10-K for the year ended December 31, 2019 and in each of our Quarterly Reports on Form 10-Q for the periods ending March 31, 2020, June 30, 2020 and September 30, 2020.

The impact of the corrections on the consolidated financial statements included in our Annual Report on Form 10-K for the year ended December 31, 2018 and the condensed consolidated financial statements included in our Quarterly Reports on Form 10-Q for the quarters ended March 31, 2019, June 30, 2019 and September 30, 2019, is presented in Exhibit 99.1 and is incorporated herein by reference.

## Item 9.01 Financial Statements and Exhibits.

### (d) Exhibits

<u>Exhibit No.</u>	<u>Description</u>
99.1	Unaudited Supplemental Financial Information

**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

**Apergy Corporation**

Date: February 11, 2020

By: /s/ JAY A. NUTT

Jay A. Nutt

Senior Vice President and Chief Financial Officer

## EXHIBIT INDEX

Exhibit  
No.

Description

[99.1](#)

[Unaudited Supplemental Financial Information](#)

**CONDENSED CONSOLIDATED STATEMENTS OF INCOME (LOSS) AND CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)**

(in thousands, except per share data)	Three Months Ended September 30, 2019			Three Months Ended September 30, 2018		
	As Reported	Adjustments	As Revised	As Reported	Adjustments	As Revised
Product revenue	\$ 244,651	\$ (1,439)	\$ 243,212	\$ 283,102	\$ 466	\$ 283,568
Other revenue	33,730	(103)	33,627	33,366	(763)	32,603
<b>Total revenue</b>	<b>278,381</b>	<b>(1,542)</b>	<b>276,839</b>	<b>316,468</b>	<b>(297)</b>	<b>316,171</b>
Cost of goods and services	186,862	(2,722)	184,140	202,734	1,110	203,844
<b>Gross profit</b>	<b>91,519</b>	<b>1,180</b>	<b>92,699</b>	<b>113,734</b>	<b>(1,407)</b>	<b>112,327</b>
Selling, general and administrative expense	68,813	(408)	68,405	69,206	(60)	69,146
Interest expense, net	9,537	53	9,590	10,584	53	10,637
Other (income) expense, net	(309)	—	(309)	725	484	1,209
<b>Income before income taxes</b>	<b>13,478</b>	<b>1,535</b>	<b>15,013</b>	<b>33,219</b>	<b>(1,884)</b>	<b>31,335</b>
Provision for income taxes	3,059	366	3,425	7,723	(403)	7,320
<b>Net income</b>	<b>10,419</b>	<b>1,169</b>	<b>11,588</b>	<b>25,496</b>	<b>(1,481)</b>	<b>24,015</b>
Net income attributable to noncontrolling interest	194	—	194	232	(178)	54
<b>Net income attributable to Apergy</b>	<b>\$ 10,225</b>	<b>\$ 1,169</b>	<b>\$ 11,394</b>	<b>\$ 25,264</b>	<b>\$ (1,303)</b>	<b>\$ 23,961</b>
<b>Earnings per share attributable to Apergy:</b>						
Basic	\$ 0.13	\$ 0.02	\$ 0.15	\$ 0.33	\$ (0.02)	\$ 0.31
Diluted	\$ 0.13	\$ 0.02	\$ 0.15	\$ 0.33	\$ (0.02)	\$ 0.31
<b>Comprehensive income</b>	<b>\$ 7,587</b>	<b>\$ 1,169</b>	<b>\$ 8,756</b>	<b>\$ 25,420</b>	<b>\$ (1,481)</b>	<b>\$ 23,939</b>
<b>Comprehensive income attributable to Apergy</b>	<b>\$ 7,393</b>	<b>\$ 1,169</b>	<b>\$ 8,562</b>	<b>\$ 25,188</b>	<b>\$ (1,303)</b>	<b>\$ 23,885</b>

(in thousands, except per share data)	Three Months Ended June 30, 2019			Three Months Ended June 30, 2018		
	As Reported	Adjustments	As Revised	As Reported	Adjustments	As Revised
Product revenue	\$ 273,513	\$ (603)	\$ 272,910	\$ 271,758	\$ 1,170	\$ 272,928
Other revenue <sup>(1)</sup>	32,541	719	33,260	34,092	(1,273)	32,819
<b>Total revenue</b>	<b>306,054</b>	<b>116</b>	<b>306,170</b>	<b>305,850</b>	<b>(103)</b>	<b>305,747</b>
Cost of goods and services	196,285	1,125	197,410	202,171	(514)	201,657
<b>Gross profit</b>	<b>109,769</b>	<b>(1,009)</b>	<b>108,760</b>	<b>103,679</b>	<b>411</b>	<b>104,090</b>
Selling, general and administrative expense	66,642	45	66,687	65,671	665	66,336
Interest expense, net	10,057	52	10,109	6,062	53	6,115
Other expense, net	2,676	—	2,676	499	(1)	498
<b>Income before income taxes</b>	<b>30,394</b>	<b>(1,106)</b>	<b>29,288</b>	<b>31,447</b>	<b>(306)</b>	<b>31,141</b>
Provision for income taxes	6,544	(264)	6,280	9,372	(110)	9,262
<b>Net income</b>	<b>23,850</b>	<b>(842)</b>	<b>23,008</b>	<b>22,075</b>	<b>(196)</b>	<b>21,879</b>
Net income (loss) attributable to noncontrolling interest	71	—	71	(79)	142	63
<b>Net income attributable to Apergy</b>	<b>\$ 23,779</b>	<b>\$ (842)</b>	<b>\$ 22,937</b>	<b>\$ 22,154</b>	<b>\$ (338)</b>	<b>\$ 21,816</b>
<b>Earnings per share attributable to Apergy:</b>						
Basic	\$ 0.31	\$ (0.01)	\$ 0.30	\$ 0.29	\$ (0.01)	\$ 0.28
Diluted	\$ 0.31	\$ (0.01)	\$ 0.30	\$ 0.28	\$ —	\$ 0.28
<b>Comprehensive income</b>	<b>\$ 24,892</b>	<b>\$ (842)</b>	<b>\$ 24,050</b>	<b>\$ 15,417</b>	<b>\$ (196)</b>	<b>\$ 15,221</b>
<b>Comprehensive income attributable to Apergy</b>	<b>\$ 24,821</b>	<b>\$ (842)</b>	<b>\$ 23,979</b>	<b>\$ 15,496</b>	<b>\$ (338)</b>	<b>\$ 15,158</b>

<sup>(1)</sup> Includes "Service revenue" and "Lease and other revenue" as reported in the condensed consolidated statements of income for the three months ended June 30, 2019 and 2018.

(in thousands, except per share data)	Three Months Ended March 31, 2019			Three Months Ended March 31, 2018		
	As Reported	Adjustments	As Revised	As Reported	Adjustments	As Revised
Product revenue	\$ 269,534	\$ (192)	\$ 269,342	\$ 253,090	\$ 870	\$ 253,960
Other revenue <sup>(1)</sup>	32,157	(1,005)	31,152	30,036	(891)	29,145
<b>Total revenue</b>	<b>301,691</b>	<b>(1,197)</b>	<b>300,494</b>	<b>283,126</b>	<b>(21)</b>	<b>283,105</b>
Cost of goods and services	196,142	1,341	197,483	189,511	(398)	189,113
<b>Gross profit</b>	<b>105,549</b>	<b>(2,538)</b>	<b>103,011</b>	<b>93,615</b>	<b>377</b>	<b>93,992</b>
Selling, general and administrative expense	65,347	528	65,875	59,739	415	60,154
Interest expense, net	10,474	53	10,527	166	53	219
Other expense, net	1,090	12	1,102	2,452	241	2,693
<b>Income before income taxes</b>	<b>28,638</b>	<b>(3,131)</b>	<b>25,507</b>	<b>31,258</b>	<b>(332)</b>	<b>30,926</b>
Provision for income taxes	6,069	(500)	5,569	7,064	(88)	6,976
<b>Net income</b>	<b>22,569</b>	<b>(2,631)</b>	<b>19,938</b>	<b>24,194</b>	<b>(244)</b>	<b>23,950</b>
Net income attributable to noncontrolling interest	282	—	282	142	35	177
<b>Net income attributable to Apergy</b>	<b>\$ 22,287</b>	<b>\$ (2,631)</b>	<b>\$ 19,656</b>	<b>\$ 24,052</b>	<b>\$ (279)</b>	<b>\$ 23,773</b>
<b>Earnings per share attributable to Apergy:</b>						
Basic	\$ 0.29	\$ (0.04)	\$ 0.25	\$ 0.31	\$ —	\$ 0.31
Diluted	\$ 0.29	\$ (0.04)	\$ 0.25	\$ 0.31	\$ —	\$ 0.31
<b>Comprehensive income</b>	<b>\$ 23,758</b>	<b>\$ (2,631)</b>	<b>\$ 21,127</b>	<b>\$ 22,552</b>	<b>\$ (244)</b>	<b>\$ 22,308</b>
<b>Comprehensive income attributable to Apergy</b>	<b>\$ 23,476</b>	<b>\$ (2,631)</b>	<b>\$ 20,845</b>	<b>\$ 22,410</b>	<b>\$ (279)</b>	<b>\$ 22,131</b>

<sup>(1)</sup> Includes "Service revenue" and "Lease and other revenue" as reported in the condensed consolidated statements of income for the three months ended March 31, 2019 and 2018.

(in thousands, except per share data)	Nine Months Ended September 30, 2019			Nine Months Ended September 30, 2018		
	As Reported	Adjustments	As Revised	As Reported	Adjustments	As Revised
Product revenue	\$ 787,698	\$ (2,234)	\$ 785,464	\$ 807,949	\$ 2,507	\$ 810,456
Other revenue	98,428	(389)	98,039	97,495	(2,928)	94,567
<b>Total revenue</b>	<b>886,126</b>	<b>(2,623)</b>	<b>883,503</b>	<b>905,444</b>	<b>(421)</b>	<b>905,023</b>
Cost of goods and services	579,289	(256)	579,033	594,416	198	594,614
<b>Gross profit</b>	<b>306,837</b>	<b>(2,367)</b>	<b>304,470</b>	<b>311,028</b>	<b>(619)</b>	<b>310,409</b>
Selling, general and administrative expense	200,790	177	200,967	194,374	1,262	195,636
Interest expense, net	30,068	158	30,226	16,813	158	16,971
Other expense, net	3,469	—	3,469	3,917	483	4,400
<b>Income before income taxes</b>	<b>72,510</b>	<b>(2,702)</b>	<b>69,808</b>	<b>95,924</b>	<b>(2,522)</b>	<b>93,402</b>
Provision for income taxes	15,672	(398)	15,274	24,159	(601)	23,558
<b>Net income</b>	<b>56,838</b>	<b>(2,304)</b>	<b>54,534</b>	<b>71,765</b>	<b>(1,921)</b>	<b>69,844</b>
Net income attributable to noncontrolling interest	547	—	547	295	(1)	294
<b>Net income attributable to Apergy</b>	<b>\$ 56,291</b>	<b>\$ (2,304)</b>	<b>\$ 53,987</b>	<b>\$ 71,470</b>	<b>\$ (1,920)</b>	<b>\$ 69,550</b>

**Earnings per share attributable to Apergy:**

Basic	\$ 0.73	\$ (0.03)	\$ 0.70	\$ 0.92	\$ (0.02)	\$ 0.90
Diluted	\$ 0.73	\$ (0.03)	\$ 0.70	\$ 0.92	\$ (0.03)	\$ 0.89

<b>Comprehensive income</b>	<b>\$ 56,237</b>	<b>\$ (2,304)</b>	<b>\$ 53,933</b>	<b>\$ 63,389</b>	<b>\$ (1,921)</b>	<b>\$ 61,468</b>
<b>Comprehensive income attributable to Apergy</b>	<b>\$ 55,690</b>	<b>\$ (2,304)</b>	<b>\$ 53,386</b>	<b>\$ 63,094</b>	<b>\$ (1,920)</b>	<b>\$ 61,174</b>



(in thousands, except per share data)	Six Months Ended June 30, 2019			Six Months Ended June 30, 2018		
	As Reported	Adjustments	As Revised	As Reported	Adjustments	As Revised
Product revenue	\$ 543,047	\$ (795)	\$ 542,252	\$ 524,847	\$ 2,041	\$ 526,888
Other revenue <sup>(1)</sup>	64,698	(286)	64,412	64,129	(2,165)	61,964
<b>Total revenue</b>	<b>607,745</b>	<b>(1,081)</b>	<b>606,664</b>	<b>588,976</b>	<b>(124)</b>	<b>588,852</b>
Cost of goods and services	392,427	2,466	394,893	391,682	(912)	390,770
<b>Gross profit</b>	<b>215,318</b>	<b>(3,547)</b>	<b>211,771</b>	<b>197,294</b>	<b>788</b>	<b>198,082</b>
Selling, general and administrative expense	131,977	585	132,562	125,168	1,322	126,490
Interest expense, net	20,531	105	20,636	6,229	105	6,334
Other expense, net	3,778	—	3,778	3,192	(1)	3,191
<b>Income before income taxes</b>	<b>59,032</b>	<b>(4,237)</b>	<b>54,795</b>	<b>62,705</b>	<b>(638)</b>	<b>62,067</b>
Provision for income taxes	12,613	(764)	11,849	16,436	(198)	16,238
<b>Net income</b>	<b>46,419</b>	<b>(3,473)</b>	<b>42,946</b>	<b>46,269</b>	<b>(440)</b>	<b>45,829</b>
Net income attributable to noncontrolling interest	353	—	353	63	177	240
<b>Net income attributable to Apergy</b>	<b>\$ 46,066</b>	<b>\$ (3,473)</b>	<b>\$ 42,593</b>	<b>\$ 46,206</b>	<b>\$ (617)</b>	<b>\$ 45,589</b>

**Earnings per share attributable to Apergy:**

Basic	\$ 0.60	\$ (0.05)	\$ 0.55	\$ 0.60	\$ (0.01)	\$ 0.59
Diluted	\$ 0.59	\$ (0.04)	\$ 0.55	\$ 0.59	\$ —	\$ 0.59

<b>Comprehensive income</b>	<b>\$ 48,650</b>	<b>\$ (3,473)</b>	<b>\$ 45,177</b>	<b>\$ 37,969</b>	<b>\$ (440)</b>	<b>\$ 37,529</b>
<b>Comprehensive income attributable to Apergy</b>	<b>\$ 48,297</b>	<b>\$ (3,473)</b>	<b>\$ 44,824</b>	<b>\$ 37,906</b>	<b>\$ (617)</b>	<b>\$ 37,289</b>

<sup>(1)</sup> Includes "Service revenue" and "Lease and other revenue" as reported in the condensed consolidated statements of income for the six months ended June 30, 2019 and 2018.

CONDENSED CONSOLIDATED BALANCE SHEETS

(in thousands)	September 30, 2019		
	As Reported	Adjustments	As Revised
<b>Assets</b>			
Receivables, net	\$ 236,381	\$ (428)	\$ 235,953
Inventories, net	219,614	(675)	218,939
Prepaid expenses and other current assets	34,516	(2,143)	32,373
Total current assets	531,138	(3,246)	527,892
Property, plant and equipment, net	249,385	(340)	249,045
Other non-current assets	29,626	429	30,055
<b>Total assets</b>	<b>1,972,253</b>	<b>(3,157)</b>	<b>1,969,096</b>
<b>Liabilities and Equity</b>			
Accounts payable	114,185	7,738	121,923
Accrued expenses and other current liabilities	51,852	(2,035)	49,817
Total current liabilities	206,453	5,703	212,156
Deferred income taxes	97,588	(2,674)	94,914
Total liabilities	930,447	3,029	933,476
Stockholders' equity:			
Capital in excess of par value of common stock	971,075	(4,599)	966,476
Retained earnings	110,458	(1,587)	108,871
Total stockholders' equity	1,038,801	(6,186)	1,032,615
Total equity	1,041,806	(6,186)	1,035,620
<b>Total liabilities and equity</b>	<b>1,972,253</b>	<b>(3,157)</b>	<b>1,969,096</b>

(in thousands)	June 30, 2019		
	As Reported	Adjustments	As Revised
<b>Assets</b>			
Receivables, net	\$ 256,379	\$ 532	\$ 256,911
Inventories, net	234,254	(2,217)	232,037
Prepaid expenses and other current assets	14,576	4,109	18,685
Total current assets	529,545	2,424	531,969
Property, plant and equipment, net	250,573	(1,578)	248,995
Other non-current assets	31,513	461	31,974
<b>Total assets</b>	<b>1,975,438</b>	<b>1,307</b>	<b>1,976,745</b>
<b>Liabilities and Equity</b>			
Accounts payable	128,664	7,485	136,149
Accrued compensation and employee benefits	30,566	2,581	33,147
Accrued expenses and other current liabilities	41,874	(2,461)	39,413
Total current liabilities	201,104	7,605	208,709
Deferred income taxes	91,022	3,639	94,661
Other long-term liabilities	38,274	(2,582)	35,692
Total liabilities	943,701	8,662	952,363
Stockholders' equity:			
Capital in excess of par value of common stock	968,593	(4,599)	963,994
Retained earnings	100,233	(2,756)	97,477
Total stockholders' equity	1,028,926	(7,355)	1,021,571
Total equity	1,031,737	(7,355)	1,024,382
<b>Total liabilities and equity</b>	<b>1,975,438</b>	<b>1,307</b>	<b>1,976,745</b>

(in thousands)	March 31, 2019		
	As Reported	Adjustments	As Revised
<b>Assets</b>			
Receivables, net	\$ 258,650	\$ 285	\$ 258,935
Inventories, net	232,933	(1,792)	231,141
Prepaid expenses and other current assets	17,861	(1,672)	16,189
Total current assets	537,798	(3,179)	534,619
Property, plant and equipment, net	244,886	(959)	243,927
Other non-current assets	29,931	471	30,402
<b>Total assets</b>	<b>1,988,609</b>	<b>(3,667)</b>	<b>1,984,942</b>
<b>Liabilities and Equity</b>			
Accounts payable	124,100	7,186	131,286
Accrued compensation and employee benefits	28,882	2,243	31,125
Accrued expenses and other current liabilities	59,291	(1,897)	57,394
Total current liabilities	212,273	7,532	219,805
Deferred income taxes	96,469	(2,443)	94,026
Other long-term liabilities	37,017	(2,243)	34,774
Total liabilities	983,406	2,846	986,252
Stockholders' equity:			
Capital in excess of par value of common stock	966,938	(4,599)	962,339
Retained earnings	76,454	(1,914)	74,540
Total stockholders' equity	1,002,449	(6,513)	995,936
Total equity	1,005,203	(6,513)	998,690
<b>Total liabilities and equity</b>	<b>1,988,609</b>	<b>(3,667)</b>	<b>1,984,942</b>

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY

(in thousands)	<u>As Reported</u>	<u>Adjustments</u>	<u>As Revised</u>
<b>December 31, 2017</b>	\$ 1,640,385	\$ (4,876)	\$ 1,635,509
Net income	24,194	(244)	23,950
<b>March 31, 2018</b>	1,661,302	(5,120)	1,656,182
Net income	22,075	(196)	21,879
<b>June 30, 2018</b>	935,527	(5,316)	930,211
Net income	25,496	(1,481)	24,015
<b>September 30, 2018</b>	964,762	(6,797)	957,965

(in thousands)	<u>As Reported</u>	<u>Adjustments</u>	<u>As Revised</u>
<b>December 31, 2018</b>	\$ 981,527	\$ (5,544)	\$ 975,983
Cumulative effect of accounting changes	(1,662)	1,662	—
Net income	22,569	(2,631)	19,938
<b>March 31, 2019</b>	1,005,203	(6,513)	998,690
Net income	23,850	(842)	23,008
<b>June 30, 2019</b>	1,031,737	(7,355)	1,024,382
Net income	10,419	1,169	11,588
<b>September 30, 2019</b>	1,041,806	(6,186)	1,035,620

**CONDENSED CONSOLIDATED STATEMENTS OF INCOME (LOSS) AND CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)**

**Year Ended December 31, 2018**

(in thousands, except per share data)

	<b>As Reported</b>	<b>Adjustments</b>	<b>As Revised</b>
Product revenue	\$ 1,085,471	\$ 4,747	\$ 1,090,218
Other revenue <sup>(1)</sup>	131,175	(3,237)	127,938
<b>Total revenue</b>	<b>1,216,646</b>	<b>1,510</b>	<b>1,218,156</b>
Cost of goods and services	800,347	805	801,152
<b>Gross profit</b>	<b>416,299</b>	<b>705</b>	<b>417,004</b>
Selling, general and administrative expense	262,625	2,322	264,947
Interest expense, net	27,440	208	27,648
Other expense, net	2,943	113	3,056
<b>Income before income taxes</b>	<b>123,291</b>	<b>(1,938)</b>	<b>121,353</b>
Provision for income taxes	28,796	(634)	28,162
<b>Net income</b>	<b>94,495</b>	<b>(1,304)</b>	<b>93,191</b>
Net income attributable to noncontrolling interest	454	—	454
<b>Net income attributable to Apergy</b>	<b>\$ 94,041</b>	<b>\$ (1,304)</b>	<b>\$ 92,737</b>
<b>Earnings per share attributable to Apergy:</b>			
Basic	\$ 1.22	\$ (0.02)	\$ 1.20
Diluted	\$ 1.21	\$ (0.02)	\$ 1.19
<b>Comprehensive income</b>	<b>\$ 81,741</b>	<b>\$ (1,304)</b>	<b>\$ 80,437</b>
<b>Comprehensive income attributable to Apergy</b>	<b>\$ 81,287</b>	<b>\$ (1,304)</b>	<b>\$ 79,983</b>

<sup>(1)</sup> Includes "Service revenue" and "Lease and other revenue" as reported in the consolidated statement of income for the year ended December 31, 2018.

**Year Ended December 31, 2017**

(in thousands, except per share data)	<b>As Reported</b>	<b>Adjustments</b>	<b>As Revised</b>
Product revenue	\$ 919,669	\$ 3,023	\$ 922,692
Other revenue <sup>(1)</sup>	90,797	(3,023)	87,774
<b>Total revenue</b>	<b>1,010,466</b>	<b>—</b>	<b>1,010,466</b>
Cost of goods and services	689,990	408	690,398
<b>Gross profit</b>	<b>320,476</b>	<b>(408)</b>	<b>320,068</b>
Selling, general and administrative expense	218,558	2,849	221,407
Interest expense, net	753	110	863
Other expense, net	10,377	(934)	9,443
<b>Income before income taxes</b>	<b>90,788</b>	<b>(2,433)</b>	<b>88,355</b>
Benefit from income taxes	(21,876)	(288)	(22,164)
<b>Net income</b>	<b>112,664</b>	<b>(2,145)</b>	<b>110,519</b>
Net income attributable to noncontrolling interest	930	—	930
<b>Net income attributable to Apergy</b>	<b>\$ 111,734</b>	<b>\$ (2,145)</b>	<b>\$ 109,589</b>

**Earnings per share attributable to Apergy:**

Basic	\$ 1.44	\$ (0.02)	\$ 1.42
Diluted	\$ 1.43	\$ (0.02)	\$ 1.41

<b>Comprehensive income</b>	<b>\$ 119,905</b>	<b>\$ (2,145)</b>	<b>\$ 117,760</b>
<b>Comprehensive income attributable to Apergy</b>	<b>\$ 118,975</b>	<b>\$ (2,145)</b>	<b>\$ 116,830</b>

<sup>(1)</sup> Includes "Service revenue" and "Lease and other revenue" as reported in the consolidated statement of income for the year ended December 31, 2017.

**Year Ended December 31, 2016**

(in thousands, except per share data)	<b>As Reported</b>	<b>Adjustments</b>	<b>As Revised</b>
Product revenue	\$ 673,447	\$ 2,525	\$ 675,972
Other revenue <sup>(1)</sup>	77,890	(2,525)	75,365
<b>Total revenue</b>	<b>751,337</b>	<b>—</b>	<b>751,337</b>
Cost of goods and services	556,066	180	556,246
<b>Gross profit</b>	<b>195,271</b>	<b>(180)</b>	<b>195,091</b>
Selling, general and administrative expense	204,383	1,266	205,649
Interest expense, net	477	51	528
Other expense, net	9,354	(366)	8,988
<b>Loss before income taxes</b>	<b>(18,943)</b>	<b>(1,131)</b>	<b>(20,074)</b>
Benefit from income taxes	(8,043)	(416)	(8,459)
<b>Net loss</b>	<b>(10,900)</b>	<b>(715)</b>	<b>(11,615)</b>
Net income attributable to noncontrolling interest	1,851	—	1,851
<b>Net loss attributable to Apergy</b>	<b>\$ (12,751)</b>	<b>\$ (715)</b>	<b>\$ (13,466)</b>

**Loss per share attributable to Apergy:**

Basic	\$ (0.16)	\$ (0.01)	\$ (0.17)
Diluted	\$ (0.16)	\$ (0.01)	\$ (0.17)

<b>Comprehensive loss</b>	<b>\$ (9,863)</b>	<b>\$ (715)</b>	<b>\$ (10,578)</b>
<b>Comprehensive loss attributable to Apergy</b>	<b>\$ (11,714)</b>	<b>\$ (715)</b>	<b>\$ (12,429)</b>

<sup>(1)</sup> Includes "Service revenue" and "Lease and other revenue" as reported in the consolidated statement of loss for the year ended December 31, 2016.

CONDENSED CONSOLIDATED BALANCE SHEETS

(in thousands)	December 31, 2018		
	As Reported	Adjustments	As Revised
<b>Assets</b>			
Receivables, net	\$ 249,948	\$ 1,488	\$ 251,436
Inventories, net	218,319	1,102	219,421
Prepaid expenses and other current assets	20,211	(1,677)	18,534
Total current assets	530,310	913	531,223
Other non-current assets	8,445	447	8,892
<b>Total assets</b>	<b>1,971,756</b>	<b>1,360</b>	<b>1,973,116</b>
<b>Liabilities and Equity</b>			
Accounts payable	131,058	9,067	140,125
Accrued expenses and other current liabilities	30,391	2,690	33,081
Total current liabilities	201,995	11,757	213,752
Long-term debt	666,108	(2,901)	663,207
Deferred income taxes	101,724	(1,952)	99,772
Total liabilities	990,229	6,904	997,133
Stockholders' equity:			
Capital in excess of par value of common stock	965,372	(4,599)	960,773
Retained earnings	55,829	(945)	54,884
Total stockholders' equity	979,069	(5,544)	973,525
Total equity	981,527	(5,544)	975,983
<b>Total liabilities and equity</b>	<b>1,971,756</b>	<b>1,360</b>	<b>1,973,116</b>

(in thousands)	December 31, 2017		
	As Reported	Adjustments	As Revised
<b>Assets</b>			
Inventories, net	\$ 201,402	\$ (207)	\$ 201,195
Total current assets	441,475	(207)	441,268
<b>Total assets</b>	<b>1,906,615</b>	<b>(207)</b>	<b>1,906,408</b>
<b>Liabilities and Equity</b>			
Accounts payable	98,826	3,859	102,685
Accrued expenses and other current liabilities	21,375	1,731	23,106
Total current liabilities	150,490	5,590	156,080
Deferred income taxes	96,985	(921)	96,064
Total liabilities	266,230	4,669	270,899
Stockholders' equity:			
Net parent investment in Apergy	1,662,052	(4,876)	1,657,176
Total stockholders' equity	1,635,636	(4,876)	1,630,760
Total equity	1,640,385	(4,876)	1,635,509
<b>Total liabilities and equity</b>	<b>1,906,615</b>	<b>(207)</b>	<b>1,906,408</b>

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY

(in thousands)	<u>As Reported</u>	<u>Adjustments</u>	<u>As Revised</u>
<b>December 31, 2015</b>	\$ 1,644,993	\$ (2,028)	\$ 1,642,965
Net loss	(10,900)	(715)	(11,615)
Net transfer to Dover	(81,964)	29	(81,935)
<b>December 31, 2016</b>	1,551,218	(2,714)	1,548,504
Net income	112,664	(2,145)	110,519
Net transfers to Dover	(29,526)	(17)	(29,543)
<b>December 31, 2017</b>	1,640,385	(4,876)	1,635,509
Net income	94,495	(1,304)	93,191
Net transfers to/from Dover	(742,690)	636	(742,054)
<b>December 31, 2018</b>	981,527	(5,544)	975,983