

**RANGE RESOURCES CORPORATION**  
**CALCULATION OF NET INCOME AND CASH FLOW EXCLUDING SPECIAL ITEMS**

**TABLE 1**

(Dollar amounts in thousands, except per share)

	<b>Quarter Ended March 31,</b>				
	<b>2003</b>		<b>2002</b>		
	<b>Amount</b>	<b>Per Share</b>	<b>Amount</b>	<b>Per Share</b>	
Net income (loss) as reported	\$ 9,454	\$ 0.17 <sup>1</sup>	\$ 4,341	\$ 0.08 <sup>1</sup>	118%
Less special items -					
(Gains) losses on sales of properties <sup>2</sup>	(87)	(0.00)	1	0.00	
Non cash valuation on equity stock held <sup>2</sup>	-	-	369	0.01	
Addition (recovery) to IPF valuation provision	259	0.00	1,126	0.02	
SFAS 133 ineffective commodity hedges (gains) <sup>2</sup>	(804)	(0.01)	1,699	0.03	
SFAS 133 ineffective interest hedges (gains) <sup>3</sup>	71	0.00	(372)	(0.01)	
Treasury stock mark-to-market expense (income) <sup>4</sup>	385	0.01	782	0.01	
Inducement expense on exchange of securities	465	0.01	-	-	
Gain on exchange of securities	(150)	(0.00)	(1,185)	(0.02)	
Deferred tax (benefit) on special items	865	0.02	(3,111)	(0.06)	
Change in accounting principle, net of deferred taxes	(4,491)	(0.08)	-	-	
Total special items	<u>(3,487)</u>	<u>(0.06)</u>	<u>(691)</u>	<u>(0.01)</u>	
Net income (loss) excluding special items	\$ 5,967	\$ 0.11	\$ 3,650	\$ 0.07 +	63%
Add back:					
DD&A	20,967		18,100		
Deferred income taxes (benefit), excluding special items	3,221		-		
Exploration	2,453		5,271		
Allowance for bad debt provision	75		-		
Amortization of debt issuance costs <sup>3</sup>	229		144		
Discretionary cash flow	<u>\$ 32,912</u>		<u>\$ 27,165</u>	+	21%
Weighted average shares outstanding <sup>6</sup>	<u>55,196</u>		<u>52,978</u>	+	4%
Cash flow per share	<u>\$ 0.60</u>		<u>\$ 0.51</u>	+	18%

<sup>1</sup> Per share data calculated based on basic weighted shares outstanding without adjustment for treasury shares or stock options.

<sup>2</sup> Included in Other revenues on Range's income statement.

<sup>3</sup> Ineffective interest rate hedges and amortization of debt issuance costs included in Interest expense on Range's income statement.

<sup>4</sup> Mark-to-market of the Company's common stock held in the rabbi trust as treasury shares is included in G&A in the income statement.

<sup>5</sup> Included in Interest expense and IPF expenses on Range's income statement.

<sup>6</sup> Weighted shares outstanding excludes the reduction for treasury shares contained in rabbi trust and the dilutive effect of stock options.