

# Credit Profile

As of April 18, 2022

## Focused on Investment-Grade ratings

- Focused on 13% FFO-to-Debt no later than 2024; targeting mid-teens thereafter
- Targeting ~25% FE Corp. HoldCo debt as % of total debt
- Long-term aspiration to be a BBB company

**S&P Global**  
Ratings

BB+, Stable Outlook  
12% FFO/Debt upgrade threshold<sup>(1)</sup>

**MOODY'S**

Ba1, Positive Outlook  
12% CFO pre-WC/Debt upgrade threshold <sup>(2)</sup>

**Fitch**

BB+, Positive Outlook  
6.5x FFO Leverage upgrade threshold

(Senior Unsecured)

## Focused on strong Liquidity

- Available Liquidity: \$4.5B, includes ~\$383M of cash and cash equivalents
- \$4.5B Revolving credit facilities; committed through October 18, 2026
  - ✓ In compliance with bank covenants

**TOTAL: \$4.5B**

**Tx Op Co's \$850M**

**WV & MD \$400M**

**NJ \$500M**

**PA \$950M**

**OH \$800M**

**FE Corp & FET,  
LLC \$1,000M**

**Utilities & Transmission Companies:**  
65% debt-to-capitalization ratio

**FE Corp:** 2.5x interest coverage ratio  
**FET, LLC:** 75% debt-to-capitalization ratio

**All Utilities and Transmission Companies are Investment-Grade at all 3 Rating Agencies**

<sup>(1)</sup> S&P could raise the ratings on FE and its subsidiaries over the next 12-24 months if FE maintains FFO to debt consistently above 12% or if the company improves management and governance. This could occur if FE reduces its leverage and demonstrates it can effectively manage its regulatory risk on a consistent basis.

<sup>(2)</sup> Moody's rating upgrade could be considered if the regulatory environments in all jurisdictions remain stable and the company continues to improve its risk profile, both from a financial and corporate governance standpoint. Also, if its financial metrics improve, including CFO pre-WC to debt above 12%, a rating upgrade could be possible.