

**OHIO EDISON COMPANY AND SUBSIDIARIES**  
**UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022**

**OHIO EDISON COMPANY AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF INCOME**  
**(UNAUDITED)**

<i>(In millions)</i>	For the Three Months Ended September 30,		For the Nine Months Ended September 30,	
	2023	2022	2023	2022
<b>REVENUES:</b>				
Electric sales	\$ 457	\$ 452	\$ 1,355	\$ 1,182
Excise and gross receipts tax collections	30	30	83	83
Total revenues	487	482	1,438	1,265
<b>OPERATING EXPENSES:</b>				
Purchased power	151	131	474	308
Other operating expenses	182	163	521	477
Provision for depreciation	40	39	120	114
Amortization (deferral) of regulatory assets, net	(25)	3	(65)	(28)
General taxes	60	62	179	176
Total operating expenses	408	398	1,229	1,047
<b>OPERATING INCOME</b>	79	84	209	218
<b>OTHER INCOME (EXPENSE):</b>				
Miscellaneous income (expense), net	(4)	12	9	30
Pension and OPEB mark-to-market adjustment	—	—	10	—
Interest expense	(24)	(17)	(67)	(52)
Capitalized financing costs	1	2	5	4
Total other expense	(27)	(3)	(43)	(18)
<b>INCOME BEFORE INCOME TAXES</b>	52	81	166	200
<b>INCOME TAXES</b>	12	11	31	36
<b>NET INCOME</b>	<u>\$ 40</u>	<u>\$ 70</u>	<u>\$ 135</u>	<u>\$ 164</u>
<b>STATEMENTS OF COMPREHENSIVE INCOME</b>				
<b>NET INCOME</b>	<u>\$ 40</u>	<u>\$ 70</u>	<u>\$ 135</u>	<u>\$ 164</u>
<b>OTHER COMPREHENSIVE LOSS:</b>				
Pension and OPEB prior service costs	—	—	(1)	(1)
Other comprehensive loss	—	—	(1)	(1)
Income taxes (benefits) on other comprehensive loss	—	—	—	—
Other comprehensive loss, net of tax	—	—	(1)	(1)
<b>COMPREHENSIVE INCOME</b>	<u>\$ 40</u>	<u>\$ 70</u>	<u>\$ 134</u>	<u>\$ 163</u>

**OHIO EDISON COMPANY AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**(UNAUDITED)**

<i>(In millions, except share amounts)</i>	September 30, 2023	December 31, 2022
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Restricted cash	\$ 4	\$ 7
Receivables-		
Customers	195	209
Less — Allowance for uncollectible customer receivables	14	21
	181	188
Affiliated companies	110	87
Other, net of allowance for uncollectible accounts of \$1 in 2023 and 2022	46	40
Notes receivable from affiliated companies	10	108
Prepaid taxes and other	18	17
	369	447
<b>PROPERTY, PLANT AND EQUIPMENT:</b>		
In service	5,307	5,201
Less — Accumulated provision for depreciation	1,986	1,900
	3,321	3,301
Construction work in progress	150	121
	3,471	3,422
<b>INVESTMENTS AND OTHER NONCURRENT ASSETS:</b>		
Property taxes	30	127
Investments	88	86
Other	49	54
	167	267
<b>TOTAL ASSETS</b>	<b>\$ 4,007</b>	<b>\$ 4,136</b>
<b>LIABILITIES AND EQUITY</b>		
<b>CURRENT LIABILITIES:</b>		
Currently payable long-term debt	\$ 9	\$ 9
Short-term borrowings - Affiliated companies	128	—
Accounts payable-		
Affiliated companies	1	2
Other	67	98
Accrued taxes	130	128
Accrued interest	23	24
Collateral	6	45
Other	90	70
	454	376
<b>NONCURRENT LIABILITIES:</b>		
Long-term debt and other long-term obligations	1,255	1,263
Accumulated deferred income taxes, net	469	434
Retirement benefits	127	145
Regulatory liabilities	111	203
Property taxes	—	127
Other	336	346
	2,298	2,518
<b>TOTAL LIABILITIES</b>	<b>2,752</b>	<b>2,894</b>
<b>EQUITY:</b>		
Common stockholder's equity-		
Common stock, without par value, authorized 175,000,000 shares - 60 shares outstanding	1,236	1,232
Accumulated other comprehensive loss	(8)	(7)
Retained earnings	27	17
<b>TOTAL EQUITY</b>	<b>1,255</b>	<b>1,242</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$ 4,007</b>	<b>\$ 4,136</b>

**OHIO EDISON COMPANY AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**(UNAUDITED)**

<i>(In millions)</i>	For the Nine Months Ended September 30,	
	2023	2022
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net income	\$ 135	\$ 164
Adjustments to reconcile net income to net cash from operating activities-		
Depreciation, amortization and impairments	57	89
Deferred income taxes and investment tax credits, net	24	23
Retirement benefits, net of payments	(17)	(38)
Pension and OPEB mark-to-market adjustment	(10)	—
Changes in current assets and liabilities-		
Receivables	(22)	(30)
Prepaid taxes and other current assets	(1)	(3)
Accounts payable	(32)	(10)
Accrued taxes	(28)	(22)
Accrued interest	(1)	(2)
Other current liabilities	20	(5)
Collateral, net	(40)	39
Other	(1)	13
Net cash provided from operating activities	84	218
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Capital investments	(156)	(192)
Loans to affiliated companies, net	98	(58)
Asset removal costs	(21)	(22)
Other	(2)	9
Net cash used for investing activities	(81)	(263)
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
New financing-		
Long-term debt	—	300
Short-term borrowings - affiliated companies, net	128	79
Redemptions and repayments-		
Long-term debt	(8)	(108)
Common stock dividend payments	(125)	(300)
Other	(1)	(5)
Net cash used for financing activities	(6)	(34)
Net change in cash, cash equivalents, and restricted cash	(3)	(79)
Cash, cash equivalents, and restricted cash at beginning of period	7	83
Cash, cash equivalents, and restricted cash at end of period	\$ 4	\$ 4
<b>SUPPLEMENTAL CASH FLOW INFORMATION:</b>		
Significant non-cash transactions:		
Accrued capital investments	\$ 5	\$ 4