THE TOLEDO EDISON COMPANY AND SUBSIDIARIES

UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED MARCH 31, 2025 AND 2024

THE TOLEDO EDISON COMPANY AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
UNAUDITED

(In millions)	For the Three Months Ended March 31, 2025	2024
REVENUES:		
Electric sales	$ 117	$ 104
Excise and gross receipts tax collections	7	7
Total revenues	124	111
OPERATING EXPENSES:		
Purchased power	20	25
Other operating expenses	63	57
Provision for depreciation	13	12
Deferral of regulatory assets, net	(6)	(13)
General taxes	18	17
Total operating expenses	108	98
OPERATING INCOME	16	13
OTHER INCOME (EXPENSE):		
Miscellaneous income, net	1	1
Interest expense	(7)	(7)
Total other expense	(6)	(6)
INCOME BEFORE INCOME TAXES	10	7
INCOME TAXES	2	1
NET INCOME	$ 8	$ 6
COMPREHENSIVE INCOME	$ 8	$ 6

THE TOLEDO EDISON COMPANY AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
UNAUDITED

(In millions, except share amounts)	March 31, 2025	December 31, 2024
ASSETS		
CURRENT ASSETS:		
Restricted cash	$ 2	$ 3
Receivables -		
Customers	50	50
Less — Allowance for uncollectible customer receivables	2	2
	48	48
Affiliated companies	40	36
Other	12	13
Prepaid taxes and other	1	2
	103	102
PROPERTY, PLANT AND EQUIPMENT:		
In service	1,475	1,459
Less — Accumulated provision for depreciation	724	717
	751	742
Construction work in progress	29	33
	780	775
DEFERRED CHARGES AND OTHER ASSETS:		
Goodwill	501	501
Regulatory assets	63	58
Property taxes	28	40
Other	12	9
	604	608
TOTAL ASSETS	$ 1,487	$ 1,485
LIABILITIES AND EQUITY		
CURRENT LIABILITIES:		
Currently payable long-term debt	$ 3	$ 2
Short-term borrowings - affiliated companies	63	61
Accounts payable -		
Affiliated companies	29	28
Other	8	8
Accrued taxes	44	41
Accrued interest	8	3
Other	22	21
	177	164
NONCURRENT LIABILITIES:		
Long-term debt and other long-term obligations	445	447
Accumulated deferred income taxes, net	116	115
Retirement benefits	22	22
Property taxes	19	40
Other	172	169
	774	793
TOTAL LIABILITIES	951	957
EQUITY:		
Common stockholder's equity-		
Common stock, $5 par value, authorized 60,000,000 shares - 29,402,054 shares outstanding	147	147
Other paid-in capital	331	331
Accumulated other comprehensive loss	(1)	(1)
Retained earnings	59	51
TOTAL EQUITY	536	528
TOTAL LIABILITIES AND EQUITY	$ 1,487	$ 1,485

THE TOLEDO EDISON COMPANY AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
UNAUDITED

(In millions)	For the Three Months Ended March 31, 2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income	$ 8	$ 6
Adjustments to reconcile net income to net cash from operating activities-		
Depreciation and amortization	7	(1)
Deferred income taxes and investment tax credits, net	(1)	(1)
Employee benefit costs, net	—	(1)
Change in current assets and liabilities-		
Receivables	(3)	(6)
Prepaid taxes and other current assets	1	—
Accounts payable	—	12
Accrued taxes	(7)	(7)
Accrued interest	5	6
Other current liabilities	(1)	(5)
Collateral, net	2	(1)
Other	1	1
Net cash provided from operating activities	12	3
CASH FLOWS FROM INVESTING ACTIVITIES:		
Capital investments	(13)	(12)
Asset removal costs	(1)	(1)
Net cash used for investing activities	(14)	(13)
CASH FLOWS FROM FINANCING ACTIVITIES:		
New financing-		
Short-term borrowings - affiliated companies, net	2	10
Redemptions and repayments-		
Long-term debt	(1)	(1)
Net cash provided from financing activities	1	9
Net change in cash, cash equivalents, and restricted cash	(1)	(1)
Cash, cash equivalents, and restricted cash at beginning of period	3	2
Cash, cash equivalents, and restricted cash at end of period	$ 2	$ 1
SUPPLEMENTAL CASH FLOW INFORMATION:		
Significant non-cash transactions:		
Accrued capital investments	$ 2	$ 1