THE CLEVELAND ELECTRIC ILLUMINATING COMPANY AND SUBSIDIARIES

UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED MARCH 31, 2025 AND 2024

THE CLEVELAND ELECTRIC ILLUMINATING COMPANY AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
UNAUDITED

(In millions)	For the Three Months Ended March 31, 2025	2024
REVENUES:		
Electric sales	$ 263	$ 231
Excise and gross receipts tax collections	17	16
Total revenues	280	247
OPERATING EXPENSES:		
Purchased power	29	36
Other operating expenses	129	129
Provision for depreciation	35	34
Deferral of regulatory assets, net	(1)	(28)
General taxes	59	54
Total operating expenses	251	225
OPERATING INCOME	29	22
OTHER INCOME (EXPENSE):		
Miscellaneous income, net	1	1
Interest expense	(16)	(21)
Capitalized financing costs	1	1
Total other expense	(14)	(19)
INCOME BEFORE INCOME TAXES	15	3
INCOME TAXES	1	—
NET INCOME	$ 14	$ 3
COMPREHENSIVE INCOME	$ 14	$ 3

THE CLEVELAND ELECTRIC ILLUMINATING COMPANY AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
UNAUDITED

(In millions, except share amounts)	March 31, 2025	December 31, 2024
ASSETS		
CURRENT ASSETS:		
Restricted cash	$ 3	$ 5
Receivables -		
Customers	134	130
Less — Allowance for uncollectible customer receivables	6	7
	128	123
Affiliated companies	57	58
Other, net of allowance for uncollectible accounts of $2 in 2025 and 2024	13	14
Prepaid taxes and other	2	4
	203	204
PROPERTY, PLANT AND EQUIPMENT:		
In service	4,067	4,020
Less — Accumulated provision for depreciation	1,650	1,631
	2,417	2,389
Construction work in progress	106	112
	2,523	2,501
DEFERRED CHARGES AND OTHER ASSETS:		
Goodwill	1,689	1,689
Regulatory assets	—	1
Property taxes	110	156
Other	43	35
	1,842	1,881
TOTAL ASSETS	$ 4,568	$ 4,586
LIABILITIES AND EQUITY		
CURRENT LIABILITIES:		
Currently payable long-term debt	$ 5	$ 5
Short-term borrowings-		
Affiliated companies	74	201
Other	150	—
Accounts payable -		
Affiliated companies	57	56
Other	14	14
Accrued taxes	157	152
Accrued interest	18	8
Other	49	46
	524	482
NONCURRENT LIABILITIES:		
Long-term debt and other long-term obligations	1,096	1,099
Accumulated deferred income taxes, net	379	377
Retirement benefits	85	84
Regulatory liabilities	2	—
Property taxes	75	156
Other	244	240
	1,881	1,956
TOTAL LIABILITIES	2,405	2,438
EQUITY:		
Common stockholder's equity-		
Common stock, without par value, authorized 105,000,000 shares - 67,930,743 shares outstanding	1,690	1,689
Accumulated other comprehensive loss	(2)	(2)
Retained earnings	475	461
TOTAL EQUITY	2,163	2,148
TOTAL LIABILITIES AND EQUITY	$ 4,568	$ 4,586

THE CLEVELAND ELECTRIC ILLUMINATING 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	$ 14	$ 3
Adjustments to reconcile net income to net cash from operating activities-		
Depreciation and amortization	34	6
Deferred income taxes and investment tax credits, net	(1)	(3)
Employee benefit costs, net	1	1
Change in current assets and liabilities-		
Receivables	(3)	5
Prepaid taxes and other current assets	2	1
Accounts payable	5	6
Accrued taxes	(31)	(32)
Accrued interest	10	6
Other current liabilities	(4)	(11)
Collateral, net	2	(1)
Employee benefit plan funding and related payments	(1)	(1)
Other	4	—
Net cash provided from (used for) operating activities	32	(20)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Capital investments	(48)	(34)
Asset removal costs	(6)	(4)
Net cash used for investing activities	(54)	(38)
CASH FLOWS FROM FINANCING ACTIVITIES:		
New financing-		
Short-term borrowings, net	150	59
Redemptions and repayments-		
Long-term debt	(3)	(3)
Short-term borrowings - affiliated companies, net	(127)	—
Net cash provided from financing activities	20	56
Net change in cash, cash equivalents, and restricted cash	(2)	(2)
Cash, cash equivalents, and restricted cash at beginning of period	5	5
Cash, cash equivalents, and restricted cash at end of period	$ 3	$ 3
SUPPLEMENTAL CASH FLOW INFORMATION:		
Significant non-cash transactions:		
Accrued capital investments	$ 7	$ 4