

**THE CLEVELAND ELECTRIC ILLUMINATING COMPANY AND SUBSIDIARIES**  
**UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024**

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

| <i>(In millions)</i>                              | For the Three Months Ended<br>September 30, |        | For the Nine Months Ended<br>September 30, |        |
|---|---|--------|--|--------|
|   | 2025  | 2024   | 2025                                       | 2024   |
| <b>REVENUES:</b>                                  |   |        |  |        |
| Electric sales                                    | \$ 285                                      | \$ 269 | \$ 793                                     | \$ 749 |
| Excise and gross receipts tax collections         | 18  | 18     | 49   | 48     |
| Total revenues                                    | 303   | 287    | 842  | 797    |
| <b>OPERATING EXPENSES:</b>                        |   |        |  |        |
| Purchased power                                   | 40  | 31     | 96   | 96     |
| Other operating expenses                          | 120   | 181    | 372  | 451    |
| Provision for depreciation                        | 35  | 34     | 105  | 101    |
| Amortization (deferral) of regulatory assets, net | 3   | (46)   | (5)  | (84)   |
| General taxes                                     | 58  | 56     | 172  | 163    |
| Total operating expenses                          | 256   | 256    | 740  | 727    |
| <b>OPERATING INCOME</b>                           | 47  | 31     | 102  | 70     |
| <b>OTHER INCOME (EXPENSE):</b>                    |   |        |  |        |
| Miscellaneous income, net                         | —   | 1      | 3  | 2      |
| Interest expense                                  | (17)  | (18)   | (49)                                       | (60)   |
| Capitalized financing costs                       | 2   | 1      | 4  | 3      |
| Total other expense                               | (15)  | (16)   | (42)                                       | (55)   |
| <b>INCOME BEFORE INCOME TAXES (BENEFITS)</b>      | 32  | 15     | 60   | 15     |
| <b>INCOME TAXES (BENEFITS)</b>                    | 2   | (11)   | 5  | (10)   |
| <b>NET INCOME</b>                                 | \$ 30                                       | \$ 26  | \$ 55                                      | \$ 25  |
| <b>COMPREHENSIVE INCOME</b>                       | \$ 30                                       | \$ 26  | \$ 55                                      | \$ 25  |

**THE CLEVELAND ELECTRIC ILLUMINATING COMPANY AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**UNAUDITED**

| <i>(In millions, except share amounts)</i>   | September 30,<br>2025 | December 31,<br>2024 |
|--|-----------------------|----------------------|
| <b>ASSETS</b>  |                       |                      |
| <b>CURRENT ASSETS:</b>   |                       |                      |
| Restricted cash  | \$ 3                  | \$ 5                 |
| Receivables -  |                       |                      |
| Customers  | 130                   | 130                  |
| Less — Allowance for uncollectible customer receivables  | 7                     | 7                    |
|  | 123                   | 123                  |
| Affiliated companies   | 59                    | 58                   |
| Other, net of allowance for uncollectible accounts of \$2 in 2025 and 2024                     | 13                    | 14                   |
| Prepaid taxes and other  | 4                     | 4                    |
|  | 202                   | 204                  |
| <b>PROPERTY, PLANT AND EQUIPMENT:</b>  |                       |                      |
| In service   | 4,119                 | 4,020                |
| Less — Accumulated provision for depreciation  | 1,671                 | 1,631                |
|  | 2,448                 | 2,389                |
| Construction work in progress  | 123                   | 112                  |
|  | 2,571                 | 2,501                |
| <b>DEFERRED CHARGES AND OTHER ASSETS:</b>  |                       |                      |
| Goodwill   | 1,689                 | 1,689                |
| Regulatory assets  | 4                     | 1                    |
| Property taxes   | 33                    | 156                  |
| Other  | 39                    | 35                   |
|  | 1,765                 | 1,881                |
| <b>TOTAL ASSETS</b>  | <b>\$ 4,538</b>       | <b>\$ 4,586</b>      |
| <b>LIABILITIES AND EQUITY</b>  |                       |                      |
| <b>CURRENT LIABILITIES:</b>  |                       |                      |
| Currently payable long-term debt   | \$ 5                  | \$ 5                 |
| Short-term borrowings - affiliated companies   | 348                   | 201                  |
| Accounts payable -   |                       |                      |
| Affiliated companies   | 58                    | 56                   |
| Other  | 11                    | 14                   |
| Accrued taxes  | 155                   | 152                  |
| Accrued interest   | 17                    | 8                    |
| Other  | 49                    | 46                   |
|  | 643                   | 482                  |
| <b>NONCURRENT LIABILITIES:</b>   |                       |                      |
| Long-term debt and other long-term obligations   | 1,094                 | 1,099                |
| Accumulated deferred income taxes, net   | 394                   | 377                  |
| Retirement benefits  | 86                    | 84                   |
| Property taxes   | —                     | 156                  |
| Other  | 255                   | 240                  |
|  | 1,829                 | 1,956                |
| <b>TOTAL LIABILITIES</b>   | <b>2,472</b>          | <b>2,438</b>         |
| <b>EQUITY:</b>   |                       |                      |
| Common stockholder's equity-   |                       |                      |
| Common stock, without par value, 105,000,000 shares authorized - 67,930,743 shares outstanding | 1,692                 | 1,689                |
| Accumulated other comprehensive loss   | (2)                   | (2)                  |
| Retained earnings  | 376                   | 461                  |
| <b>TOTAL EQUITY</b>  | <b>2,066</b>          | <b>2,148</b>         |
| <b>TOTAL LIABILITIES AND EQUITY</b>  | <b>\$ 4,538</b>       | <b>\$ 4,586</b>      |

**THE CLEVELAND ELECTRIC ILLUMINATING COMPANY AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**UNAUDITED**

| <i>(In millions)</i>   | For the Nine Months Ended<br>September 30, |       |
|--|--|-------|
|  | 2025                                       | 2024  |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                               |  |       |
| Net income   | \$ 55                                      | \$ 25 |
| Adjustments to reconcile net income to net cash from operating activities- |  |       |
| Depreciation and amortization  | 100  | 18    |
| Deferred income taxes and investment tax credits, net                      | 8  | (1)   |
| Employee benefit costs, net  | 3  | 3     |
| Change in current assets and liabilities-                                  |  |       |
| Receivables  | —  | 34    |
| Accounts payable   | 3  | 11    |
| Accrued taxes  | (30)                                       | (29)  |
| Accrued interest   | 9  | 3     |
| Other current liabilities  | (3)  | (15)  |
| Collateral, net  | 2  | 12    |
| Employee benefit plan funding and related payments                         | (2)  | (2)   |
| Other  | 13   | 7     |
| Net cash provided from operating activities                                | 158  | 66    |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>                               |  |       |
| Capital investments  | (148)                                      | (122) |
| Asset removal costs  | (15)                                       | (18)  |
| Other  | 1  | —     |
| Net cash used for investing activities                                     | (162)                                      | (140) |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>                               |  |       |
| New financing-   |  |       |
| Short-term borrowings - affiliated companies, net                          | 147  | —     |
| Redemptions and repayments-  |  |       |
| Long-term debt   | (5)  | (305) |
| Short-term borrowings - affiliated companies, net                          | —  | (48)  |
| Common stock dividend payments   | (140)                                      | —     |
| Equity contribution from parent  | —  | 425   |
| Net cash provided from financing activities                                | 2  | 72    |
| 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  |
| <b>SUPPLEMENTAL CASH FLOW INFORMATION:</b>                                 |  |       |
| Significant non-cash transactions:   |  |       |
| Accrued capital investments  | \$ 6                                       | \$ 25 |