FIRSTENERGY PENNSYLVANIA ELECTRIC COMPANY AND SUBSIDIARIES

UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2026 AND 2025

FIRSTENERGY PENNSYLVANIA ELECTRIC COMPANY AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME AND COMPREHENSIVE INCOME
Unaudited

(In millions)	For the Three Months Ended June 30, 2026	For the Three Months Ended June 30, 2025	For the Six Months Ended June 30, 2026	For the Six Months Ended June 30, 2025
REVENUES:				
Revenues - non-affiliates	$ 948	$ 867	$ 2,172	$ 1,939
Revenues - affiliates	4	6	9	11
Gross receipts tax collections	57	53	134	120
Total revenues	1,009	926	2,315	2,070
OPERATING EXPENSES:				
Purchased power	479	413	1,081	907
Other operating expenses[1]	299	287	593	545
Provision for depreciation	85	78	170	157
Deferral of regulatory assets, net	(69)	(83)	(80)	(82)
General taxes	64	60	149	135
Total operating expenses	858	755	1,913	1,662
OPERATING INCOME	151	171	402	408
OTHER INCOME (EXPENSE):				
Interest income - affiliates	5	4	11	9
Miscellaneous income, net	16	13	31	27
Interest expense - non-affiliates	(54)	(47)	(104)	(95)
Interest expense - affiliates	(5)	(7)	(12)	(12)
Capitalized financing costs	4	3	9	6
Total other expense	(34)	(34)	(65)	(65)
INCOME BEFORE INCOME TAXES	117	137	337	343
INCOME TAXES	26	33	76	82
NET INCOME	$ 91	$ 104	$ 261	$ 261
COMPREHENSIVE INCOME	$ 91	$ 104	$ 261	$ 261

[1] Includes affiliated operating expenses of $27 million and $34 million for the three months ended June 30, 2026 and 2025, respectively, and $57 million and $71 million during the six months ended June 30, 2026 and 2025, respectively.

FIRSTENERGY PENNSYLVANIA ELECTRIC COMPANY AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
Unaudited

(In millions, except share amounts)	June 30, 2026	December 31, 2025
ASSETS		
CURRENT ASSETS:		
Receivables -		
Customers	$ 677	$ 751
Less — Allowance for uncollectible customer receivables	24	30
	653	721
Affiliated companies	18	42
Other	65	63
Prepaid taxes and other	136	29
	872	855
PROPERTY, PLANT AND EQUIPMENT:		
In service	12,326	11,969
Less — Accumulated provision for depreciation	3,400	3,318
	8,926	8,651
Construction work in progress	398	311
	9,324	8,962
DEFERRED CHARGES AND OTHER ASSETS:		
Goodwill	962	962
Regulatory assets	247	109
Investments	14	14
Prepaid pension and OPEB costs	158	142
Other	147	148
	1,528	1,375
TOTAL ASSETS	$ 11,724	$ 11,192
LIABILITIES AND EQUITY		
CURRENT LIABILITIES:		
Currently payable long-term debt	$ —	$ 300
Short-term borrowings - affiliated companies	8	328
Accounts payable -		
Affiliated companies	80	14
Other	299	340
Accrued taxes	67	52
Accrued interest	51	44
Customer deposits	135	131
Other	99	102
	739	1,311
NONCURRENT LIABILITIES:		
Long-term debt and other long-term obligations	4,278	3,434
Accumulated deferred income taxes, net	1,744	1,703
Retirement benefits	9	9
Other	327	308
	6,358	5,454
TOTAL LIABILITIES	7,097	6,765
COMMON STOCKHOLDER'S EQUITY:		
Common stock and other paid-in capital, $25 subscription price, 1,000 shares authorized, 1,000 shares outstanding	2,637	2,633
Accumulated other comprehensive loss	(8)	(8)
Retained earnings	1,998	1,802
TOTAL COMMON STOCKHOLDER'S EQUITY	4,627	4,427
TOTAL LIABILITIES AND COMMON STOCKHOLDER'S EQUITY	$ 11,724	$ 11,192

FIRSTENERGY PENNSYLVANIA ELECTRIC COMPANY AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
Unaudited

(In millions)	For the Six Months Ended June 30, 2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income	$ 261	$ 261
Adjustments to reconcile net income to net cash from operating activities-		
Depreciation and amortization	93	77
Deferred income taxes and investment tax credits, net	20	20
Employee benefit costs, net	(17)	(14)
Change in current assets and liabilities -		
Receivables	90	70
Prepaid taxes and other current assets	(107)	(95)
Accounts payable	16	(65)
Accrued taxes	15	11
Accrued interest	7	—
Customer deposits	4	6
Other current liabilities	(4)	(12)
Collateral, net	1	2
Employee benefit plan funding and related payments	(3)	(3)
Other	21	(13)
Net cash provided from operating activities	397	245
CASH FLOWS FROM INVESTING ACTIVITIES:		
Capital investments	(499)	(324)
Loans to affiliated companies, net	—	5
Asset removal costs	(56)	(32)
Net cash used for investing activities	(555)	(351)
CASH FLOWS FROM FINANCING ACTIVITIES:		
New financing-		
Long-term debt	850	—
Short-term borrowings - affiliated companies, net	—	191
Redemptions and repayments-		
Long-term debt	(300)	—
Short-term borrowings - affiliated companies, net	(320)	—
Common stock dividend payments	(65)	(85)
Other	(7)	—
Net cash provided from financing activities	158	106
Net change in cash, cash equivalents, and restricted cash	—	—
Cash, cash equivalents, and restricted cash at beginning of period	—	—
Cash, cash equivalents, and restricted cash at end of period	$ —	$ —
SUPPLEMENTAL CASH FLOW INFORMATION:		
Significant non-cash transactions:		
Accrued capital investments	$ 91	$ 62