KEYSTONE APPALACHIAN TRANSMISSION COMPANY

UNAUDITED FINANCIAL STATEMENTS

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

KEYSTONE APPALACHIAN TRANSMISSION COMPANY
STATEMENTS OF INCOME
Unaudited

(In thousands)	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	$ 30,487	$ 21,476	$ 55,372	$ 44,242
OPERATING EXPENSES:				
Other operating expenses	9,294	8,356	16,081	14,724
Provision for depreciation	4,695	4,334	9,261	8,581
Amortization of regulatory assets, net	97	97	195	195
General taxes	494	365	1,003	1,215
Total operating expenses	14,580	13,152	26,540	24,715
OPERATING INCOME	15,907	8,324	28,832	19,527
OTHER INCOME (EXPENSE):				
Miscellaneous income, net	512	1,026	1,102	2,169
Interest expense	(2,698)	(2,619)	(5,398)	(5,326)
Capitalized financing costs	2,496	1,388	4,725	2,606
Total other income (expense)	310	(205)	429	(551)
INCOME BEFORE INCOME TAXES	16,217	8,119	29,261	18,976
INCOME TAXES	3,571	1,910	6,540	4,465
NET INCOME	$ 12,646	$ 6,209	$ 22,721	$ 14,511

KEYSTONE APPALACHIAN TRANSMISSION COMPANY
BALANCE SHEETS
Unaudited

(In thousands, except share amounts)	June 30, 2026	December 31, 2025
ASSETS		
CURRENT ASSETS:		
Receivables -		
Affiliated companies	$ —	$ 1,800
Other	3,442	2,322
Notes receivable from affiliated companies	20,679	47,435
Prepaid taxes and other	869	1,581
	24,990	53,138
PROPERTY, PLANT AND EQUIPMENT:		
In service	743,719	683,595
Less — Accumulated provision for depreciation	79,463	72,925
	664,256	610,670
Construction work in progress	137,546	128,298
	801,802	738,968
Deferred charges and other assets	2,272	2,901
	2,272	2,901
TOTAL ASSETS	$ 829,064	$ 795,007
LIABILITIES AND EQUITY		
CURRENT LIABILITIES:		
Accounts payable - affiliated companies	$ 12,978	$ 7,197
Accrued taxes	4,933	4,562
Accrued interest	4,768	4,768
Other current liabilities	213	54
	22,892	16,581
NONCURRENT LIABILITIES:		
Long-term debt and other long-term obligations	198,937	198,874
Accumulated deferred income taxes, net	77,852	70,529
Regulatory liabilities	23,986	26,347
	300,775	295,750
TOTAL LIABILITIES	323,667	312,331
COMMON STOCKHOLDER'S EQUITY:		
Class A Common stock, $1 par value, 1,000 shares authorized, 1,000 shares outstanding	1	1
Other paid-in capital	451,380	451,380
Retained earnings	54,016	31,295
TOTAL COMMON STOCKHOLDER'S EQUITY	505,397	482,676
TOTAL LIABILITIES AND COMMON STOCKHOLDER'S EQUITY	$ 829,064	$ 795,007

KEYSTONE APPALACHIAN TRANSMISSION COMPANY
STATEMENTS OF CASH FLOWS
Unaudited

(In thousands)	For the Six Months Ended June 30, 2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income	$ 22,721	$ 14,511
Adjustments to reconcile net income to net cash from operating activities-		
Depreciation and amortization	9,585	8,921
Deferred income taxes, net	5,842	2,300
Transmission revenues collections, net	(1,505)	2,423
Allowance for funds used during construction - equity	(3,817)	(2,132)
Changes in current assets and liabilities-		
Receivables	680	6,112
Prepaid taxes and other current assets	712	18
Accounts payable - affiliated companies	(279)	(1,566)
Accrued taxes	371	858
Accrued interest	—	5,170
Other current liabilities	165	(65)
Other	692	(480)
Net cash provided from operating activities	35,167	36,070
CASH FLOWS FROM INVESTING ACTIVITIES:		
Capital investments	(60,041)	(61,438)
Loans to affiliated companies, net	26,756	26,359
Asset removal costs	(1,774)	(1,639)
Other	(105)	670
Net cash used for investing activities	(35,164)	(36,048)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Other	(3)	(22)
Net cash used for financing activities	(3)	(22)
Net change in cash and cash equivalents	—	—
Cash and cash equivalents at beginning of period	—	—
Cash and cash equivalents at end of period	$ —	$ —
SUPPLEMENTAL CASH FLOW INFORMATION:		
Significant non-cash transactions:		
Accrued capital investments	$ 16,798	$ 2,836