

Credit Profile

As of July 25, 2022

Focused on Investment-Grade ratings

- On track to meet 13% FFO-to-Debt in 2023; targeting mid-teens thereafter
- 2021-2025 Financing plan results in ~22% FE Corp. HoldCo % of total Balance Sheet debt by 2025
- Long-term aspiration to be a BBB company

S&P Global
Ratings

BB+, Stable Outlook
12% FFO/Debt upgrade threshold⁽¹⁾

MOODY'S

Ba1, Positive Outlook
12% CFO pre-WC/Debt upgrade threshold ⁽²⁾

Fitch

BBB-, Stable Outlook
5.5x FFO Leverage upgrade threshold

(Senior Unsecured)

Strong Liquidity

- Available Liquidity: \$4.5B, includes ~\$200M of cash and cash equivalents
- \$4.5B Revolving credit facilities; committed through October 18, 2026
 - ✓ In compliance with bank covenants

TOTAL: \$4.5B

Tx Op Co's \$850M

WV & MD \$400M

NJ \$500M

PA \$950M

OH \$800M

**FE Corp & FET,
LLC \$1,000M**

Utilities & Transmission Companies:
65% debt-to-capitalization ratio

FE Corp: 2.5x interest coverage ratio
FET, LLC: 75% debt-to-capitalization ratio

All Utilities and Transmission Companies are Investment-Grade at all 3 Rating Agencies

⁽¹⁾ S&P could raise the ratings on FE and its subsidiaries over the next 12-24 months if FE maintains FFO to debt of consistently above 12% or improves its management and governance. This could occur if FE reduces its leverage and demonstrates it can effectively manage its regulatory risk on a consistent basis. (6/24/22 Credit Opinion)

⁽²⁾ Moody's rating upgrade could be considered if the regulatory environments in all of FE's jurisdictions remain stable and FE demonstrates more of a track record of implementing corporate governance and internal control changes and continues to improve its risk profile, both from a financial and corporate governance standpoint. Also, if FE's financial metrics improve, including CFO pre-WC to debt above 12%, a rating upgrade could be possible. (5/27/22 Credit Opinion)