

FIRSTENERGY TRANSMISSION, LLC AND SUBSIDIARIES
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2021 AND 2020

FIRSTENERGY TRANSMISSION, LLC
CONSOLIDATED STATEMENTS OF INCOME
(UNAUDITED)

| <i>(In millions)</i> | For the Three Months Ended June 30, | | For the Six Months Ended June 30, | |
|--|--|--------|--------------------------------------|--------|
| | 2021 | 2020 | 2021 | 2020 |
| REVENUES | \$ 338 | \$ 313 | \$ 676 | \$ 638 |
| OPERATING EXPENSES: | | | | |
| Other operating expenses | 45 | 41 | 90 | 75 |
| Provision for depreciation | 63 | 60 | 126 | 119 |
| Amortization of regulatory assets, net | 7 | 4 | 12 | 7 |
| General taxes | 59 | 54 | 119 | 113 |
| Total operating expenses | 174 | 159 | 347 | 314 |
| OPERATING INCOME | 164 | 154 | 329 | 324 |
| OTHER INCOME (EXPENSE): | | | | |
| Miscellaneous income, net | 1 | 1 | 8 | 4 |
| Pension and OPEB mark-to-market adjustment | — | — | — | (19) |
| Interest expense | (57) | (48) | (114) | (95) |
| Capitalized financing costs | 9 | 9 | 10 | 17 |
| Total other expense | (47) | (38) | (96) | (93) |
| INCOME BEFORE INCOME TAXES | 117 | 116 | 233 | 231 |
| INCOME TAXES | 25 | 24 | 50 | 48 |
| NET INCOME | 92 | 92 | 183 | 183 |
| Income attributable to noncontrolling interest | 19 | 16 | 32 | 31 |
| EARNINGS AVAILABLE TO PARENT | \$ 73 | \$ 76 | \$ 151 | \$ 152 |

**FIRSTENERGY TRANSMISSION, LLC
CONSOLIDATED BALANCE SHEETS
(UNAUDITED)**

| <i>(In millions)</i> | June 30, 2021 | December 31, 2020 |
|--|------------------|----------------------|
| ASSETS | | |
| CURRENT ASSETS: | | |
| Cash and cash equivalents | \$ 223 | \$ 221 |
| Receivables- | | |
| Affiliated companies | 20 | 37 |
| Other, net of allowance for uncollectible accounts of \$3 in 2021 and 2020 | 69 | 65 |
| Notes receivable from affiliated companies | 646 | 1,034 |
| Prepaid taxes and other | 15 | 17 |
| | <u>973</u> | <u>1,374</u> |
| PROPERTY, PLANT AND EQUIPMENT: | | |
| In service | 10,025 | 9,756 |
| Less — Accumulated provision for depreciation | 1,978 | 1,899 |
| | <u>8,047</u> | <u>7,857</u> |
| Construction work in progress | 612 | 521 |
| | <u>8,659</u> | <u>8,378</u> |
| INVESTMENTS AND OTHER NONCURRENT ASSETS: | | |
| Goodwill | 224 | 224 |
| Investment in non-affiliated companies | 20 | 19 |
| Regulatory assets | 3 | 3 |
| Property taxes | 111 | 230 |
| Operating lease right-of-use asset | 413 | 413 |
| Other | 15 | 18 |
| | <u>786</u> | <u>907</u> |
| | <u>\$ 10,418</u> | <u>\$ 10,659</u> |
| LIABILITIES AND CAPITALIZATION | | |
| CURRENT LIABILITIES: | | |
| Currently payable long-term debt | \$ 400 | \$ — |
| Short-term borrowings- | | |
| Affiliated companies | 216 | 409 |
| Other | 150 | 1,000 |
| Accounts payable - affiliated companies | 44 | 9 |
| Accrued taxes | 191 | 226 |
| Accrued interest | 61 | 60 |
| Other | 6 | 6 |
| | <u>1,068</u> | <u>1,710</u> |
| CAPITALIZATION: | | |
| Member's equity | 1,057 | 1,057 |
| Retained earnings | 1,142 | 991 |
| Total member's equity | <u>2,199</u> | <u>2,048</u> |
| Noncontrolling interest | 785 | 753 |
| Total equity | <u>2,984</u> | <u>2,801</u> |
| Long-term debt and other long-term obligations | 4,355 | 4,096 |
| | <u>7,339</u> | <u>6,897</u> |
| NONCURRENT LIABILITIES: | | |
| Accumulated deferred income taxes | 1,101 | 1,037 |
| Property taxes | 111 | 230 |
| Regulatory liabilities | 384 | 334 |
| Noncurrent operating lease obligation | 407 | 407 |
| Other | 8 | 44 |
| | <u>2,011</u> | <u>2,052</u> |
| | <u>\$ 10,418</u> | <u>\$ 10,659</u> |

FIRSTENERGY TRANSMISSION, LLC
CONSOLIDATED STATEMENTS OF CASH FLOWS
(UNAUDITED)

For the Six Months
 Ended June 30,

| <i>(In millions)</i> | 2021 | 2020 |
|--|---------------|--------------|
| CASH FLOWS FROM OPERATING ACTIVITIES: | | |
| Net income | \$ 183 | \$ 183 |
| Adjustments to reconcile net income to net cash from operating activities- | | |
| Depreciation and amortization | 126 | 128 |
| Pension and OPEB mark-to-market adjustment | — | 19 |
| Deferred income taxes and investment tax credits, net | 62 | 18 |
| Allowance for equity funds used during construction | (4) | (14) |
| Transmission revenue collections, net | 66 | 4 |
| Changes in current assets and liabilities- | | |
| Receivables | 13 | (10) |
| Prepaid taxes and other current assets | 2 | — |
| Accounts payable | (5) | (75) |
| Accrued taxes | (35) | 11 |
| Accrued interest | 1 | 2 |
| Other | (3) | (12) |
| Net cash provided from operating activities | <u>406</u> | <u>254</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES: | | |
| New financing- | | |
| Long-term debt | 650 | 250 |
| Short-term borrowings - affiliated companies, net | 1 | 205 |
| Redemptions and Repayments- | | |
| Short-term borrowings - | | |
| Affiliated companies, net | (194) | (324) |
| Other, net | (850) | — |
| Common stock dividend payments | — | (250) |
| Premiums on long-term debt | 14 | — |
| Other | (8) | (2) |
| Net cash used for financing activities | <u>(387)</u> | <u>(121)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | |
| Property additions | (370) | (399) |
| Loans to affiliated companies, net | 388 | 288 |
| Asset removal costs | (37) | (22) |
| Other | 2 | — |
| Net cash used for investing activities | <u>(17)</u> | <u>(133)</u> |
| Net change in cash, cash equivalents, and restricted cash | 2 | — |
| Cash, cash equivalents, and restricted cash at beginning of period | 221 | 71 |
| Cash, cash equivalents, and restricted cash at end of period | <u>\$ 223</u> | <u>\$ 71</u> |

FIRSTENERGY TRANSMISSION, LLC
CONSOLIDATING STATEMENTS OF INCOME
(UNAUDITED)

| For the Three Months Ended June 30, 2021 | FET | ATSI | TrAIL | MAIT | PATH | Eliminations | Consolidated |
|--|--------------|--------------|--------------|--------------|-------------|-----------------|--------------|
| <i>(In millions)</i> | | | | | | | |
| STATEMENTS OF INCOME | | | | | | | |
| REVENUES | \$ — | \$ 201 | \$ 60 | \$ 80 | \$ 1 | \$ (4) | \$ 338 |
| OPERATING EXPENSES: | | | | | | | |
| Operation and maintenance expenses | — | 29 | 3 | 17 | — | (4) | 45 |
| Provision for depreciation | — | 37 | 13 | 13 | — | — | 63 |
| Amortization of regulatory assets, net | — | 5 | — | 2 | — | — | 7 |
| General taxes | — | 55 | 4 | — | — | — | 59 |
| Total operating expenses | — | 126 | 20 | 32 | — | (4) | 174 |
| OPERATING INCOME | — | 75 | 40 | 48 | 1 | — | 164 |
| OTHER INCOME (EXPENSE): | | | | | | | |
| Miscellaneous income (expense), including net income from equity investees | 88 | 1 | (1) | — | — | (87) | 1 |
| Interest expense | (24) | (18) | (7) | (8) | — | — | (57) |
| Capitalized financing costs | — | 2 | 2 | 5 | — | — | 9 |
| Total other income (expense) | 64 | (15) | (6) | (3) | — | (87) | (47) |
| INCOME BEFORE INCOME TAXES (BENEFITS) | 64 | 60 | 34 | 45 | 1 | (87) | 117 |
| INCOME TAXES (BENEFITS) | (9) | 12 | 9 | 13 | — | — | 25 |
| NET INCOME | 73 | 48 | 25 | 32 | 1 | (87) | 92 |
| Income attributable to noncontrolling interest | — | — | — | — | — | 19 | 19 |
| EARNINGS AVAILABLE TO PARENT | <u>\$ 73</u> | <u>\$ 48</u> | <u>\$ 25</u> | <u>\$ 32</u> | <u>\$ 1</u> | <u>\$ (106)</u> | <u>\$ 73</u> |

FIRSTENERGY TRANSMISSION, LLC
CONSOLIDATING STATEMENTS OF INCOME
(UNAUDITED)

| For the Three Months Ended June 30, 2020 | FET | ATSI | TrAIL | MAIT | PATH | Eliminations | Consolidated |
|---|--------------|--------------|--------------|--------------|-------------|-----------------|--------------|
| <i>(In millions)</i> | | | | | | | |
| STATEMENTS OF INCOME | | | | | | | |
| REVENUES | \$ — | \$ 193 | \$ 60 | \$ 60 | \$ — | \$ — | \$ 313 |
| OPERATING EXPENSES: | | | | | | | |
| Operation and maintenance expenses | — | 27 | 3 | 11 | — | — | 41 |
| Provision for depreciation | — | 35 | 13 | 12 | — | — | 60 |
| Amortization of regulatory assets, net | — | 2 | — | 2 | — | — | 4 |
| General taxes | — | 50 | 4 | — | — | — | 54 |
| Total operating expenses | — | 114 | 20 | 25 | — | — | 159 |
| OPERATING INCOME | — | 79 | 40 | 35 | — | — | 154 |
| OTHER INCOME (EXPENSE): | | | | | | | |
| Miscellaneous income, net, including net income from equity investees | 87 | 1 | — | — | — | (87) | 1 |
| Interest expense | (19) | (16) | (6) | (7) | — | — | (48) |
| Capitalized financing costs | — | 3 | 1 | 5 | — | — | 9 |
| Total other income (expense) | 68 | (12) | (5) | (2) | — | (87) | (38) |
| INCOME BEFORE INCOME TAXES (BENEFITS) | 68 | 67 | 35 | 33 | — | (87) | 116 |
| INCOME TAXES (BENEFITS) | (8) | 14 | 10 | 8 | — | — | 24 |
| NET INCOME | 76 | 53 | 25 | 25 | — | (87) | 92 |
| Income attributable to noncontrolling interest | — | — | — | — | — | 16 | 16 |
| EARNINGS AVAILABLE TO PARENT | <u>\$ 76</u> | <u>\$ 53</u> | <u>\$ 25</u> | <u>\$ 25</u> | <u>\$ —</u> | <u>\$ (103)</u> | <u>\$ 76</u> |

FIRSTENERGY TRANSMISSION, LLC
CONSOLIDATING STATEMENTS OF INCOME
(UNAUDITED)

| For the Six Months Ended June 30, 2021 | FET | ATSI | TrAIL | MAIT | PATH | Eliminations | Consolidated |
|--|----------------------|---------------|--------------|--------------|-------------|-----------------|---------------|
| | <i>(In millions)</i> | | | | | | |
| REVENUES | \$ — | \$ 409 | \$ 121 | \$ 149 | \$ 2 | \$ (5) | \$ 676 |
| OPERATING EXPENSES: | | | | | | | |
| Operation and maintenance expenses | — | 55 | 6 | 34 | — | (5) | 90 |
| Provision for depreciation | — | 74 | 26 | 26 | — | — | 126 |
| Amortization of regulatory assets, net | — | 9 | — | 3 | — | — | 12 |
| General taxes | — | 111 | 8 | — | — | — | 119 |
| Total operating expenses | — | 249 | 40 | 63 | — | (5) | 347 |
| OPERATING INCOME | — | 160 | 81 | 86 | 2 | — | 329 |
| OTHER INCOME (EXPENSE): | | | | | | | |
| Miscellaneous income (expense), including net income from equity investees | 183 | 3 | (1) | 1 | — | (178) | 8 |
| Interest expense | (49) | (36) | (13) | (16) | — | — | (114) |
| Capitalized financing costs | — | 4 | 4 | 2 | — | — | 10 |
| Total other income (expense) | 134 | (29) | (10) | (13) | — | (178) | (96) |
| INCOME BEFORE INCOME TAXES (BENEFITS) | 134 | 131 | 71 | 73 | 2 | (178) | 233 |
| INCOME TAXES (BENEFITS) | (17) | 27 | 19 | 20 | 1 | — | 50 |
| NET INCOME | 151 | 104 | 52 | 53 | 1 | (178) | 183 |
| Income attributable to noncontrolling interest | — | — | — | — | — | 32 | 32 |
| EARNINGS AVAILABLE TO PARENT | <u>\$ 151</u> | <u>\$ 104</u> | <u>\$ 52</u> | <u>\$ 53</u> | <u>\$ 1</u> | <u>\$ (210)</u> | <u>\$ 151</u> |

FIRSTENERGY TRANSMISSION, LLC
CONSOLIDATING STATEMENTS OF INCOME
(UNAUDITED)

| For the Six Months Ended June 30, 2020 | FET | ATSI | TrAIL | MAIT | PATH | Eliminations | Consolidated |
|--|---------------|---------------|--------------|--------------|-------------|-----------------|---------------|
| <i>(In millions)</i> | | | | | | | |
| STATEMENTS OF INCOME | | | | | | | |
| REVENUES | \$ — | \$ 397 | \$ 125 | \$ 117 | \$ — | \$ (1) | \$ 638 |
| OPERATING EXPENSES: | | | | | | | |
| Operation and maintenance expenses | — | 50 | 6 | 20 | — | (1) | 75 |
| Provision for depreciation | — | 70 | 26 | 23 | — | — | 119 |
| Amortization of regulatory assets, net | — | 4 | — | 3 | — | — | 7 |
| General taxes | — | 106 | 7 | — | — | — | 113 |
| Total operating expenses | — | 230 | 39 | 46 | — | (1) | 314 |
| OPERATING INCOME | — | 167 | 86 | 71 | — | — | 324 |
| OTHER INCOME (EXPENSE): | | | | | | | |
| Miscellaneous income, including net income from equity investees | 174 | 2 | — | 1 | — | (173) | 4 |
| Pension and OPEB mark-to-market adjustment | — | (12) | (2) | (5) | — | — | (19) |
| Interest expense | (37) | (32) | (13) | (13) | — | — | (95) |
| Capitalized financing costs | — | 7 | 1 | 9 | — | — | 17 |
| Total other income (expense) | 137 | (35) | (14) | (8) | — | (173) | (93) |
| INCOME BEFORE INCOME TAXES (BENEFITS) | 137 | 132 | 72 | 63 | — | (173) | 231 |
| INCOME TAXES (BENEFITS) | (15) | 27 | 20 | 16 | — | — | 48 |
| NET INCOME | 152 | 105 | 52 | 47 | — | (173) | 183 |
| Income attributable to noncontrolling interest | — | — | — | — | — | 31 | 31 |
| EARNINGS AVAILABLE TO PARENT | <u>\$ 152</u> | <u>\$ 105</u> | <u>\$ 52</u> | <u>\$ 47</u> | <u>\$ —</u> | <u>\$ (204)</u> | <u>\$ 152</u> |

**FIRSTENERGY TRANSMISSION, LLC
CONSOLIDATING BALANCE SHEETS
(UNAUDITED)**

| As of June 30, 2021 | FET | ATSI | TRAIL | MAIT | PATH | Eliminations | Consolidated |
|---|----------------------|-----------------|-----------------|-----------------|--------------|-------------------|------------------|
| | <i>(In millions)</i> | | | | | | |
| ASSETS | | | | | | | |
| CURRENT ASSETS: | | | | | | | |
| Cash and cash equivalents | \$ — | \$ 150 | \$ — | \$ — | \$ 73 | \$ — | \$ 223 |
| Receivables- | | | | | | | |
| Affiliated companies | 2 | 12 | 1 | 5 | 1 | (1) | 20 |
| Other | — | 36 | 20 | 13 | — | — | 69 |
| Notes receivable from affiliated companies | 295 | — | 34 | 317 | — | — | 646 |
| Prepaid taxes and other | — | 2 | 12 | 1 | — | — | 15 |
| | <u>297</u> | <u>200</u> | <u>67</u> | <u>336</u> | <u>74</u> | <u>(1)</u> | <u>973</u> |
| PROPERTY, PLANT AND EQUIPMENT: | | | | | | | |
| In service | — | 5,503 | 2,207 | 2,315 | — | — | 10,025 |
| Less — Accumulated provision for depreciation | — | 1,267 | 313 | 398 | — | — | 1,978 |
| | <u>—</u> | <u>4,236</u> | <u>1,894</u> | <u>1,917</u> | <u>—</u> | <u>—</u> | <u>8,047</u> |
| Construction work in progress | — | 286 | 115 | 211 | — | — | 612 |
| | <u>—</u> | <u>4,522</u> | <u>2,009</u> | <u>2,128</u> | <u>—</u> | <u>—</u> | <u>8,659</u> |
| INVESTMENTS AND OTHER NONCURRENT ASSETS: | | | | | | | |
| Goodwill | — | — | — | 224 | — | — | 224 |
| Accumulated deferred income tax benefits | 38 | — | — | — | 1 | (39) | — |
| Investment in affiliated companies | 3,876 | — | — | — | — | (3,876) | — |
| Investment in non-affiliated companies | 2 | — | — | — | 18 | — | 20 |
| Regulatory assets | — | — | — | — | 3 | — | 3 |
| Property taxes | — | 111 | — | — | — | — | 111 |
| Operating lease right-of-use asset | — | 413 | — | — | — | — | 413 |
| Other | — | 6 | 7 | 2 | — | — | 15 |
| | <u>3,916</u> | <u>530</u> | <u>7</u> | <u>226</u> | <u>22</u> | <u>(3,915)</u> | <u>786</u> |
| | <u>\$ 4,213</u> | <u>\$ 5,252</u> | <u>\$ 2,083</u> | <u>\$ 2,690</u> | <u>\$ 96</u> | <u>\$ (3,916)</u> | <u>\$ 10,418</u> |
| LIABILITIES AND CAPITALIZATION | | | | | | | |
| CURRENT LIABILITIES: | | | | | | | |
| Currently payable long-term debt | \$ — | \$ 400 | \$ — | \$ — | \$ — | \$ — | \$ 400 |
| Short-term borrowings- | | | | | | | |
| Affiliated companies | — | 215 | — | — | 1 | — | 216 |
| Other | — | 150 | — | — | — | — | 150 |
| Accounts payable - affiliated companies | — | 41 | — | 3 | 1 | (1) | 44 |
| Accrued taxes | — | 174 | 17 | — | — | — | 191 |
| Accrued interest | 32 | 22 | 2 | 5 | — | — | 61 |
| Other | — | 6 | — | — | — | — | 6 |
| | <u>32</u> | <u>1,008</u> | <u>19</u> | <u>8</u> | <u>2</u> | <u>(1)</u> | <u>1,068</u> |
| CAPITALIZATION: | | | | | | | |
| Member's equity | 1,057 | 1,342 | 928 | 1,458 | 90 | (3,818) | 1,057 |
| Retained earnings | 1,142 | 716 | 62 | 62 | 3 | (843) | 1,142 |
| Total member's equity | <u>2,199</u> | <u>2,058</u> | <u>990</u> | <u>1,520</u> | <u>93</u> | <u>(4,661)</u> | <u>2,199</u> |
| Noncontrolling interest | — | — | — | — | — | 785 | 785 |
| Total equity | <u>2,199</u> | <u>2,058</u> | <u>990</u> | <u>1,520</u> | <u>93</u> | <u>(3,876)</u> | <u>2,984</u> |
| Long-term debt and other long-term obligations | 1,982 | 891 | 623 | 859 | — | — | 4,355 |
| | <u>4,181</u> | <u>2,949</u> | <u>1,613</u> | <u>2,379</u> | <u>93</u> | <u>(3,876)</u> | <u>7,339</u> |
| NONCURRENT LIABILITIES: | | | | | | | |
| Accumulated deferred income taxes | — | 564 | 301 | 275 | — | (39) | 1,101 |
| Property taxes | — | 111 | — | — | — | — | 111 |
| Regulatory liabilities | — | 207 | 150 | 26 | 1 | — | 384 |
| Noncurrent operating lease obligation | — | 407 | — | — | — | — | 407 |
| Other | — | 6 | — | 2 | — | — | 8 |
| | <u>—</u> | <u>1,295</u> | <u>451</u> | <u>303</u> | <u>1</u> | <u>(39)</u> | <u>2,011</u> |
| | <u>\$ 4,213</u> | <u>\$ 5,252</u> | <u>\$ 2,083</u> | <u>\$ 2,690</u> | <u>\$ 96</u> | <u>\$ (3,916)</u> | <u>\$ 10,418</u> |

**FIRSTENERGY TRANSMISSION, LLC
CONSOLIDATING BALANCE SHEETS
(UNAUDITED)**

| As of December 31, 2020 | FET | ATSI | TrAIL | MAIT | PATH | Eliminations | Consolidated |
|---|----------------------|-----------------|-----------------|-----------------|--------------|-------------------|------------------|
| | <i>(In millions)</i> | | | | | | |
| ASSETS | | | | | | | |
| CURRENT ASSETS: | | | | | | | |
| Cash and cash equivalents | \$ — | \$ 150 | \$ — | \$ — | \$ 71 | \$ — | \$ 221 |
| Receivables- | | | | | | | |
| Affiliated companies | 2 | 22 | 4 | 8 | 1 | — | 37 |
| Other | — | 33 | 21 | 11 | — | — | 65 |
| Notes receivable from affiliated companies | 1,034 | — | — | — | — | — | 1,034 |
| Prepaid taxes and other | — | 3 | 13 | 1 | — | — | 17 |
| | <u>1,036</u> | <u>208</u> | <u>38</u> | <u>20</u> | <u>72</u> | <u>—</u> | <u>1,374</u> |
| PROPERTY, PLANT AND EQUIPMENT: | | | | | | | |
| In service | — | 5,382 | 2,194 | 2,180 | — | — | 9,756 |
| Less — Accumulated provision for depreciation | — | 1,226 | 291 | 382 | — | — | 1,899 |
| | — | 4,156 | 1,903 | 1,798 | — | — | 7,857 |
| Construction work in progress | — | 222 | 100 | 199 | — | — | 521 |
| | — | 4,378 | 2,003 | 1,997 | — | — | 8,378 |
| INVESTMENTS AND OTHER NONCURRENT ASSETS: | | | | | | | |
| Goodwill | — | — | — | 224 | — | — | 224 |
| Accumulated deferred income tax benefits | 31 | — | — | — | 1 | (32) | — |
| Investment in affiliated companies | 3,348 | — | — | — | — | (3,348) | — |
| Investment in non-affiliated companies | 1 | — | — | — | 18 | — | 19 |
| Regulatory assets | — | — | — | — | 3 | — | 3 |
| Property taxes | — | 225 | 5 | — | — | — | 230 |
| Operating lease right-of-use asset | — | 413 | — | — | — | — | 413 |
| Other | — | 8 | 8 | 2 | — | — | 18 |
| | <u>3,380</u> | <u>646</u> | <u>13</u> | <u>226</u> | <u>22</u> | <u>(3,380)</u> | <u>907</u> |
| | <u>\$ 4,416</u> | <u>\$ 5,232</u> | <u>\$ 2,054</u> | <u>\$ 2,243</u> | <u>\$ 94</u> | <u>\$ (3,380)</u> | <u>\$ 10,659</u> |
| LIABILITIES AND CAPITALIZATION | | | | | | | |
| CURRENT LIABILITIES: | | | | | | | |
| Short-term borrowings- | | | | | | | |
| Affiliated companies | \$ — | \$ 287 | \$ 60 | \$ 62 | \$ — | \$ — | \$ 409 |
| Other | 850 | 150 | — | — | — | — | 1,000 |
| Accounts payable - affiliated companies | — | 6 | 1 | 1 | 1 | — | 9 |
| Accrued taxes | — | 209 | 17 | — | — | — | 226 |
| Accrued interest | 31 | 22 | 2 | 5 | — | — | 60 |
| Other | — | 6 | — | — | — | — | 6 |
| | <u>881</u> | <u>680</u> | <u>80</u> | <u>68</u> | <u>1</u> | <u>—</u> | <u>1,710</u> |
| CAPITALIZATION: | | | | | | | |
| Member's equity | 1,057 | 1,267 | 928 | 1,183 | 90 | (3,468) | 1,057 |
| Retained earnings | 991 | 612 | 10 | 9 | 2 | (633) | 991 |
| Total member's equity | <u>2,048</u> | <u>1,879</u> | <u>938</u> | <u>1,192</u> | <u>92</u> | <u>(4,101)</u> | <u>2,048</u> |
| Noncontrolling interest | — | — | — | — | — | 753 | 753 |
| Total equity | <u>2,048</u> | <u>1,879</u> | <u>938</u> | <u>1,192</u> | <u>92</u> | <u>(3,348)</u> | <u>2,801</u> |
| Long-term debt and other long-term obligations | 1,487 | 1,291 | 622 | 696 | — | — | 4,096 |
| | <u>3,535</u> | <u>3,170</u> | <u>1,560</u> | <u>1,888</u> | <u>92</u> | <u>(3,348)</u> | <u>6,897</u> |
| NONCURRENT LIABILITIES: | | | | | | | |
| Accumulated deferred income taxes | — | 548 | 264 | 257 | — | (32) | 1,037 |
| Property taxes | — | 225 | 5 | — | — | — | 230 |
| Regulatory liabilities | — | 167 | 138 | 28 | 1 | — | 334 |
| Noncurrent operating lease obligation | — | 407 | — | — | — | — | 407 |
| Other | — | 35 | 7 | 2 | — | — | 44 |
| | — | <u>1,382</u> | <u>414</u> | <u>287</u> | <u>1</u> | <u>(32)</u> | <u>2,052</u> |
| | <u>\$ 4,416</u> | <u>\$ 5,232</u> | <u>\$ 2,054</u> | <u>\$ 2,243</u> | <u>\$ 94</u> | <u>\$ (3,380)</u> | <u>\$ 10,659</u> |

FIRSTENERGY TRANSMISSION, LLC
CONSOLIDATING STATEMENTS OF CASH FLOWS
(UNAUDITED)

| For the Three Months Ended June 30, 2021 | FET | ATSI | TrAIL | MAIT | PATH | Eliminations | Consolidated |
|--|--------------|---------------|-------------|--------------|--------------|--------------|---------------|
| <i>(In millions)</i> | | | | | | | |
| CASH FLOWS FROM OPERATING ACTIVITIES: | | | | | | | |
| Net income | \$ 151 | \$ 104 | \$ 52 | \$ 53 | \$ 1 | \$ (178) | \$ 183 |
| Adjustments to reconcile net income to net cash from operating activities- | | | | | | | |
| Depreciation and amortization | — | 72 | 25 | 29 | — | — | 126 |
| Deferred income taxes and investment tax credits, net | (8) | 17 | 34 | 18 | 1 | — | 62 |
| Allowance for equity funds used during construction | — | (1) | (3) | — | — | — | (4) |
| Transmission revenue collections, net | — | 44 | 11 | 11 | — | — | 66 |
| Equity earnings of subsidiaries | (178) | — | — | — | — | 178 | — |
| Changes in current assets and liabilities- | | | | | | | |
| Receivables | — | 7 | 4 | 1 | — | 1 | 13 |
| Prepaid taxes and other current assets | — | 1 | 1 | — | — | — | 2 |
| Accounts payable | — | 2 | (6) | — | — | (1) | (5) |
| Accrued taxes | — | (35) | — | — | — | — | (35) |
| Accrued interest | 1 | — | — | — | — | — | 1 |
| Other | 1 | (3) | 1 | (2) | — | — | (3) |
| Net cash provided from (used for) operating activities | <u>(33)</u> | <u>208</u> | <u>119</u> | <u>110</u> | <u>2</u> | <u>—</u> | <u>406</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES: | | | | | | | |
| New financing- | | | | | | | |
| Long-term debt | 500 | — | — | 150 | — | — | 650 |
| Short-term borrowings - affiliated companies, net | — | — | — | — | 1 | — | 1 |
| Redemptions and repayments | | | | | | | |
| Short-term borrowings - | | | | | | | |
| Affiliated companies, net | — | (72) | (60) | (62) | — | — | (194) |
| Other, net | (850) | — | — | — | — | — | (850) |
| Parent company equity contribution | — | 75 | — | 275 | — | (350) | — |
| Premiums on long-term debt | — | — | — | 14 | — | — | 14 |
| Other | (6) | — | — | (1) | (1) | — | (8) |
| Net cash provided from (used for) financing activities | <u>(356)</u> | <u>3</u> | <u>(60)</u> | <u>376</u> | <u>—</u> | <u>(350)</u> | <u>(387)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | | | | | | |
| Property additions | — | (193) | (25) | (152) | — | — | (370) |
| Loans to affiliated companies, net | 739 | — | (34) | (317) | — | — | 388 |
| Investment in subsidiary | (350) | — | — | — | — | 350 | — |
| Asset removal costs | — | (20) | — | (17) | — | — | (37) |
| Other | — | 2 | — | — | — | — | 2 |
| Net cash provided from (used for) investing activities | <u>389</u> | <u>(211)</u> | <u>(59)</u> | <u>(486)</u> | <u>—</u> | <u>350</u> | <u>(17)</u> |
| Net change in cash, cash equivalents and restricted cash | — | — | — | — | 2 | — | 2 |
| Cash, cash equivalents, and restricted cash at beginning of period | — | 150 | — | — | 71 | — | 221 |
| Cash, cash equivalents, and restricted cash at end of period | <u>\$ —</u> | <u>\$ 150</u> | <u>\$ —</u> | <u>\$ —</u> | <u>\$ 73</u> | <u>\$ —</u> | <u>\$ 223</u> |

FIRSTENERGY TRANSMISSION, LLC
CONSOLIDATING STATEMENTS OF CASH FLOWS
(UNAUDITED)

| For the Six Months Ended June 30, 2020 | FET | ATSI | TrAIL | MAIT | PATH | Eliminations | Consolidated |
|--|--------------|--------------|-------------|--------------|--------------|--------------|--------------|
| <i>(In millions)</i> | | | | | | | |
| CASH FLOWS FROM OPERATING ACTIVITIES: | | | | | | | |
| Net income | \$ 152 | \$ 105 | \$ 52 | \$ 47 | \$ — | \$ (173) | \$ 183 |
| Adjustments to reconcile net income to net cash from operating activities- | | | | | | | |
| Depreciation and amortization | — | 76 | 26 | 26 | — | — | 128 |
| Pensions and OPEB mark-to-market adjustments | — | 12 | 2 | 5 | — | — | 19 |
| Deferred income taxes and investment tax credits, net | (13) | 17 | 4 | 10 | — | — | 18 |
| Allowance for equity funds used during construction | — | (6) | (1) | (7) | — | — | (14) |
| Transmission revenue collections, net | — | (12) | 7 | 9 | — | — | 4 |
| Equity earnings of subsidiaries | (173) | — | — | — | — | 173 | — |
| Dividends received from equity investees | 120 | — | — | — | — | (120) | — |
| Changes in current assets and liabilities- | | | | | | | |
| Receivables | 1 | (7) | (1) | (3) | 1 | (1) | (10) |
| Prepaid taxes and other current assets | — | (1) | (1) | 2 | — | — | — |
| Accounts payable | — | (50) | (11) | (15) | — | 1 | (75) |
| Accrued taxes | — | 9 | 1 | 1 | — | — | 11 |
| Accrued interest | — | (1) | — | 3 | — | — | 2 |
| Other | — | (7) | — | (4) | (1) | — | (12) |
| Net cash provided from (used for) operating activities | <u>87</u> | <u>135</u> | <u>78</u> | <u>74</u> | <u>—</u> | <u>(120)</u> | <u>254</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES: | | | | | | | |
| New financing- | | | | | | | |
| Long-term debt | — | — | — | 250 | — | — | 250 |
| Short-term borrowings - affiliated companies | 115 | 90 | — | — | — | — | 205 |
| Redemptions and repayments- | | | | | | | |
| Short-term borrowings - affiliated companies | — | — | (39) | (285) | — | — | (324) |
| Parent company equity contribution | — | — | — | 265 | — | (265) | — |
| Common stock dividend payments | (250) | (120) | — | — | — | 120 | (250) |
| Other | — | — | — | (2) | — | — | (2) |
| Net cash provided from (used for) financing activities | <u>(135)</u> | <u>(30)</u> | <u>(39)</u> | <u>228</u> | <u>—</u> | <u>(145)</u> | <u>(121)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | | | | | | |
| Property additions | — | (185) | (31) | (183) | — | — | (399) |
| Loans to affiliated companies, net | 313 | 93 | (8) | (110) | — | — | 288 |
| Investment in subsidiary | (265) | — | — | — | — | 265 | — |
| Asset removal costs | — | (13) | — | (9) | — | — | (22) |
| Net cash provided from (used for) investing activities | <u>48</u> | <u>(105)</u> | <u>(39)</u> | <u>(302)</u> | <u>—</u> | <u>265</u> | <u>(133)</u> |
| Net change in cash, cash equivalents and restricted cash | | | | | | | |
| | — | — | — | — | — | — | — |
| Cash, cash equivalents, and restricted cash at beginning of period | | | | | | | |
| | — | — | — | — | 71 | — | 71 |
| Cash, cash equivalents, and restricted cash at end of period | | | | | | | |
| | <u>\$ —</u> | <u>\$ —</u> | <u>\$ —</u> | <u>\$ —</u> | <u>\$ 71</u> | <u>\$ —</u> | <u>\$ 71</u> |