

**JERSEY CENTRAL POWER & LIGHT COMPANY AND SUBSIDIARIES**  
**UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2021 AND 2020**

**JERSEY CENTRAL POWER & LIGHT COMPANY AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF INCOME**  
**(UNAUDITED)**

<i>(In millions)</i>	For the Three Months Ended September 30,		For the Nine Months Ended September 30,	
	2021	2020	2021	2020
<b>REVENUES</b>	\$ 565	\$ 593	\$ 1,399	\$ 1,371
<b>OPERATING EXPENSES:</b>				
Purchased power	296	301	720	693
Other operating expenses	139	278	345	472
Provision for depreciation	47	42	138	125
Amortization (deferral) of regulatory assets, net	(37)	(158)	49	(170)
General taxes	4	6	15	15
Gain on sale of Yards Creek	—	—	(109)	—
Total operating expenses	449	469	1,158	1,135
<b>OPERATING INCOME</b>	116	124	241	236
<b>OTHER INCOME (EXPENSE):</b>				
Miscellaneous income, net	20	13	47	43
Pension and OPEB mark-to-market adjustment	—	—	—	(61)
Interest expense	(26)	(23)	(77)	(70)
Capitalized financing costs	2	2	7	6
Total other expense	(4)	(8)	(23)	(82)
<b>INCOME BEFORE INCOME TAXES</b>	112	116	218	154
<b>INCOME TAXES</b>	29	24	55	31
<b>NET INCOME</b>	\$ 83	\$ 92	\$ 163	\$ 123

**JERSEY CENTRAL POWER & LIGHT COMPANY AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**(UNAUDITED)**

<i>(In millions, except share amounts)</i>	<b>September 30, 2021</b>	<b>December 31, 2020</b>
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 100	\$ —
Restricted cash	—	6
Receivables-		
Customers	290	242
Less — Allowance for uncollectible customer receivables	20	20
	270	222
Affiliated companies	44	33
Other	27	35
Notes receivable from associated companies	—	38
Prepaid taxes and other	47	26
	488	360
<b>UTILITY PLANT:</b>		
In service	7,587	7,393
Less — Accumulated provision for depreciation	2,190	2,148
	5,397	5,245
Construction work in progress	260	237
	5,657	5,482
<b>UTILITY PLANT - HELD FOR SALE</b>	—	45
<b>INVESTMENTS AND OTHER NONCURRENT ASSETS:</b>		
Goodwill	1,811	1,811
Investments	285	286
Other	91	96
	2,187	2,193
	<u>\$ 8,332</u>	<u>\$ 8,080</u>
<b>LIABILITIES AND CAPITALIZATION</b>		
<b>CURRENT LIABILITIES:</b>		
Currently payable long-term debt	\$ 1	\$ 9
Short-term borrowings-		
Affiliated companies	34	—
Other	—	450
Accounts payable		
Affiliated companies	1	2
Other	142	161
Accrued compensation and benefits	49	53
Customer deposits	38	43
Accrued interest	30	23
Other	60	36
	355	777
<b>CAPITALIZATION:</b>		
Common stockholder's equity-		
Common stock, \$10 par value, authorized 16,000,000 shares - 13,628,447 shares outstanding	136	136
Other paid-in capital	2,727	2,722
Accumulated other comprehensive loss	(5)	(5)
Retained earnings	947	854
Total common stockholder's equity	3,805	3,707
Long-term debt and other long-term obligations	2,147	1,653
	5,952	5,360
<b>NONCURRENT LIABILITIES:</b>		
Accumulated deferred income taxes	858	796
Nuclear fuel disposal costs	209	209
Retirement benefits	245	276
Regulatory liabilities	190	125
Other	523	537
	2,025	1,943
	<u>\$ 8,332</u>	<u>\$ 8,080</u>

**JERSEY CENTRAL POWER & LIGHT COMPANY AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**(UNAUDITED)**

<i>(In millions)</i>	For the Nine Months Ended September 30,	
	2021	2020
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net income	\$ 163	\$ 123
Adjustments to reconcile net income to net cash from operating activities-		
Depreciation and amortization	183	(49)
Asset removal costs charged to income	—	35
Deferred income taxes and investment tax credits, net	50	40
Nuclear Decommissioning trust income	8	13
Retirement benefits, net of payments	(43)	(34)
Pension and OPEB mark-to-market adjustment	—	61
Gain on sale of Yards Creek	(109)	—
Changes in current assets and liabilities-		
Receivables	(51)	(40)
Prepaid taxes and other current assets	(16)	(15)
Accounts payable	(20)	(30)
Accrued interest	7	7
Customer deposits	(5)	(4)
Accrued compensation and benefits	(5)	4
Other current liabilities	(9)	(2)
Collateral, net	31	—
Other	18	6
Net cash provided from operating activities	202	115
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
New financing-		
Long-term debt	500	—
Short-term borrowings - affiliated companies, net	34	307
Redemptions and repayments-		
Long-term debt	(9)	(12)
Short-term borrowings - other, net	(450)	—
Common stock dividend payments	(70)	—
Other	(7)	(1)
Net cash provided from (used for) financing activities	(2)	294
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Property additions	(263)	(356)
Proceeds from sale of Yards Creek	155	—
Loans to affiliated companies, net	38	—
Sales of investment securities held in trusts	29	43
Purchases of investment securities held in trusts	(37)	(56)
Asset removal costs	(27)	(41)
Other	(1)	—
Net cash used for investing activities	(106)	(410)
Net change in cash, cash equivalents, and restricted cash	94	(1)
Cash, cash equivalents, and restricted cash at beginning of period	6	8
Cash, cash equivalents, and restricted cash at end of period	\$ 100	\$ 7