

MID-ATLANTIC INTERSTATE TRANSMISSION, LLC
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2021 AND 2020

MID-ATLANTIC INTERSTATE TRANSMISSION, LLC
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
REVENUES	\$ 76	\$ 70	\$ 225	\$ 187
OPERATING EXPENSES:				
Other operating expenses	23	21	57	41
Provision for depreciation	14	12	40	35
Amortization of regulatory assets, net	1	1	4	4
Total operating expenses	38	34	101	80
OPERATING INCOME	38	36	124	107
OTHER INCOME (EXPENSE):				
Miscellaneous income, net	1	—	2	1
Pension and OPEB mark-to-market adjustment	—	—	—	(5)
Interest expense	(9)	(8)	(25)	(21)
Capitalized financing costs	4	5	6	14
Total other expense	(4)	(3)	(17)	(11)
INCOME BEFORE INCOME TAXES	34	33	107	96
INCOME TAXES	8	8	28	24
NET INCOME	\$ 26	\$ 25	\$ 79	\$ 72

MID-ATLANTIC INTERSTATE TRANSMISSION, LLC
BALANCE SHEETS
(UNAUDITED)

<i>(In millions)</i>	September 30, 2021	December 31, 2020
ASSETS		
CURRENT ASSETS:		
Receivables-		
Affiliated companies	\$ —	\$ 8
Other	14	11
Notes receivable from affiliated companies	243	—
Prepaid taxes and other	1	1
	<u>258</u>	<u>20</u>
UTILITY PLANT:		
In service	2,339	2,180
Less — Accumulated provision for depreciation	406	382
	<u>1,933</u>	<u>1,798</u>
Construction work in progress	241	199
	<u>2,174</u>	<u>1,997</u>
DEFERRED CHARGES AND OTHER ASSETS:		
Goodwill	224	224
Other	3	2
	<u>227</u>	<u>226</u>
	<u>\$ 2,659</u>	<u>\$ 2,243</u>
LIABILITIES AND CAPITALIZATION		
CURRENT LIABILITIES:		
Short-term borrowings - affiliated companies	\$ —	\$ 62
Accounts payable - affiliated companies	2	1
Accrued taxes	2	—
Accrued interest	14	5
	<u>18</u>	<u>68</u>
CAPITALIZATION:		
Members' equity-		
Membership Interest A	714	439
Membership Interest B	744	744
Retained earnings	18	9
Total members' equity	<u>1,476</u>	<u>1,192</u>
Long-term debt and other long-term obligations	859	696
	<u>2,335</u>	<u>1,888</u>
NONCURRENT LIABILITIES:		
Accumulated deferred income taxes	285	257
Regulatory liabilities	19	28
Other	2	2
	<u>306</u>	<u>287</u>
	<u>\$ 2,659</u>	<u>\$ 2,243</u>

MID-ATLANTIC INTERSTATE TRANSMISSION, LLC
STATEMENTS OF CASH FLOWS
(UNAUDITED)

<i>(In millions)</i>	For the Nine Months Ended September 30,	
	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income	\$ 79	\$ 72
Adjustments to reconcile net income to net cash from operating activities-		
Depreciation and amortization	44	39
Deferred income taxes and investment tax credits, net	25	22
Transmission revenue collections, net	15	3
Pension and OPEB mark-to-market adjustment	—	5
Allowance for equity funds used during construction	(3)	(11)
Changes in current assets and liabilities-		
Receivables	5	13
Accounts payable	(1)	(17)
Accrued taxes	2	3
Accrued interest	9	9
Other	2	(3)
Net cash provided from operating activities	<u>177</u>	<u>135</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
New financing-		
Long-term debt	150	250
Redemptions and repayments-		
Short-term borrowings - affiliated companies, net	(62)	(285)
Parent company equity contribution	275	265
Dividend payments	(70)	—
Other	11	(2)
Net cash provided from financing activities	<u>304</u>	<u>228</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Property additions	(211)	(260)
Loans to affiliated companies, net	(243)	(87)
Asset removal costs	(27)	(16)
Net cash used for investing activities	<u>(481)</u>	<u>(363)</u>
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	<u>\$ —</u>	<u>\$ —</u>