

**JERSEY CENTRAL POWER & LIGHT COMPANY AND SUBSIDIARIES**  
**UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2022 AND 2021**

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

<i>(In millions)</i>	For the Three Months Ended June 30,		For the Six Months Ended June 30,	
	2022	2021	2022	2021
<b>REVENUES</b>	\$ 445	\$ 414	\$ 931	\$ 834
<b>OPERATING EXPENSES:</b>				
Purchased power	217	201	446	424
Other operating expenses	125	100	256	206
Provision for depreciation	54	43	104	91
Amortization (deferral) of regulatory assets, net	(11)	(4)	17	86
General taxes	6	5	11	11
Gain on sale of Yards Creek	—	—	—	(109)
Total operating expenses	391	345	834	709
<b>OPERATING INCOME</b>	54	69	97	125
<b>OTHER INCOME (EXPENSE):</b>				
Miscellaneous income, net	13	10	28	27
Interest expense	(26)	(26)	(52)	(51)
Capitalized financing costs	3	3	6	5
Total other expense	(10)	(13)	(18)	(19)
<b>INCOME BEFORE INCOME TAXES</b>	44	56	79	106
<b>INCOME TAXES</b>	9	15	17	26
<b>NET INCOME</b>	\$ 35	\$ 41	\$ 62	\$ 80

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

<i>(In millions, except share amounts)</i>	June 30, 2022	December 31, 2021
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 250	\$ 170
Receivables-		
Customers	260	257
Less — Allowance for uncollectible customer receivables	20	20
	240	237
Affiliated companies	35	39
Other, net of allowance for uncollectible accounts of \$6 in 2022 and 2021	32	31
Prepaid taxes and other	74	26
	631	503
<b>UTILITY PLANT:</b>		
In service	7,804	7,685
Less — Accumulated provision for depreciation	2,249	2,212
	5,555	5,473
Construction work in progress	294	251
	5,849	5,724
<b>INVESTMENTS AND OTHER NONCURRENT ASSETS:</b>		
Goodwill	1,811	1,811
Investments	268	284
Other	91	94
	2,170	2,189
	<u>\$ 8,650</u>	<u>\$ 8,416</u>
<b>LIABILITIES AND CAPITALIZATION</b>		
<b>CURRENT LIABILITIES:</b>		
Currently payable long-term debt	\$ 1	\$ 1
Short-term borrowings - affiliated companies	84	72
Accounts payable		
Affiliated companies	2	1
Other	203	146
Accrued compensation and benefits	39	43
Customer deposits	35	37
Accrued taxes	34	26
Accrued interest	27	27
Collateral	164	38
Other	14	20
	603	411
<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	2,730	2,727
Accumulated other comprehensive loss	(5)	(5)
Retained earnings	1,077	1,050
Total common stockholder's equity	3,938	3,908
Long-term debt and other long-term obligations	2,147	2,147
	6,085	6,055
<b>NONCURRENT LIABILITIES:</b>		
Accumulated deferred income taxes	899	874
Nuclear fuel disposal costs	209	209
Retirement benefits	131	155
Regulatory liabilities	196	187
Other	527	525
	1,962	1,950
	<u>\$ 8,650</u>	<u>\$ 8,416</u>

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

<i>(In millions)</i>	For the Six Months Ended June 30,	
	2022	2021
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net income	\$ 62	\$ 80
Adjustments to reconcile net income to net cash from operating activities-		
Depreciation and amortization	121	175
Deferred income taxes and investment tax credits, net	14	18
Gain on sale of Yards Creek	—	(109)
Retirement benefits, net of payments	(30)	(31)
Changes in current assets and liabilities-		
Receivables	—	24
Prepaid taxes and other current assets	(48)	(45)
Accounts payable	58	36
Accrued taxes	8	—
Accrued compensation and benefits	(6)	(8)
Customer deposits	(2)	(4)
Other current liabilities	(9)	(10)
Collateral, net	126	—
Other	25	2
Net cash provided from operating activities	319	128
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
New financing-		
Long-term debt	—	500
Short-term borrowings - affiliated companies, net	12	41
Redemptions and repayments-		
Long-term debt	—	(9)
Short-term borrowings - other, net	—	(450)
Common stock dividend payments	(35)	—
Other	—	(6)
Net cash provided from (used for) financing activities	(23)	76
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Property additions	(187)	(180)
Proceeds from sale of Yards Creek	—	155
Loans to affiliated companies, net	—	38
Sales of investment securities held in trusts	16	14
Purchases of investment securities held in trusts	(22)	(19)
Asset removal costs	(15)	(15)
Other	(8)	—
Net cash used for investing activities	(216)	(7)
Net change in cash, cash equivalents, and restricted cash	80	197
Cash, cash equivalents, and restricted cash at beginning of period	170	6
Cash, cash equivalents, and restricted cash at end of period	\$ 250	\$ 203