

MID-ATLANTIC INTERSTATE TRANSMISSION, LLC
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2022 AND 2021

MID-ATLANTIC INTERSTATE TRANSMISSION, LLC
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
REVENUES	\$ 76	\$ 80	\$ 157	\$ 149
OPERATING EXPENSES:				
Other operating expenses	19	17	40	34
Provision for depreciation	15	13	30	26
Amortization of regulatory assets, net	—	2	—	3
Total operating expenses	34	32	70	63
OPERATING INCOME	42	48	87	86
OTHER INCOME (EXPENSE):				
Miscellaneous income, net	—	—	—	1
Interest expense	(8)	(8)	(17)	(16)
Capitalized financing costs	4	5	8	2
Total other expense	(4)	(3)	(9)	(13)
INCOME BEFORE INCOME TAXES	38	45	78	73
INCOME TAXES	11	13	21	20
NET INCOME	<u>\$ 27</u>	<u>\$ 32</u>	<u>\$ 57</u>	<u>\$ 53</u>

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

<i>(In millions)</i>	June 30, 2022	December 31, 2021
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ —	\$ 200
Receivables-		
Affiliated companies	1	3
Other	15	15
Notes receivable from affiliated companies	136	—
Prepaid taxes and other	1	1
	<u>153</u>	<u>219</u>
UTILITY PLANT:		
In service	2,536	2,457
Less — Accumulated provision for depreciation	442	427
	<u>2,094</u>	<u>2,030</u>
Construction work in progress	253	188
	<u>2,347</u>	<u>2,218</u>
DEFERRED CHARGES AND OTHER ASSETS:		
Goodwill	224	224
Other	2	3
	<u>226</u>	<u>227</u>
	<u>\$ 2,726</u>	<u>\$ 2,664</u>
LIABILITIES AND CAPITALIZATION		
CURRENT LIABILITIES:		
Short-term borrowings - affiliated companies	\$ —	\$ 9
Accounts payable - affiliated companies	3	6
Accrued taxes	8	11
Accrued interest	5	5
Other	1	1
	<u>17</u>	<u>32</u>
CAPITALIZATION:		
Members' equity-		
Membership Interest A	714	714
Membership Interest B	744	744
Retained earnings	67	10
Total members' equity	<u>1,525</u>	<u>1,468</u>
Long-term debt and other long-term obligations	857	858
	<u>2,382</u>	<u>2,326</u>
NONCURRENT LIABILITIES:		
Accumulated deferred income taxes	305	286
Regulatory liabilities	20	18
Other	2	2
	<u>327</u>	<u>306</u>
	<u>\$ 2,726</u>	<u>\$ 2,664</u>

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

<i>(In millions)</i>	For the Six Months Ended June 30,	
	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income	\$ 57	\$ 53
Adjustments to reconcile net income to net cash from operating activities-		
Depreciation and amortization	30	29
Deferred income taxes and investment tax credits, net	17	18
Transmission revenue collections, net	5	11
Allowance for funds used during construction - equity	(6)	—
Changes in current assets and liabilities-		
Receivables	2	1
Accounts payable	(4)	—
Accrued taxes	(3)	—
Other	(2)	(2)
Net cash provided from operating activities	96	110
CASH FLOWS FROM FINANCING ACTIVITIES:		
New financing-		
Long-term debt	—	150
Redemptions and repayments-		
Short-term borrowings - affiliated companies	(9)	(62)
Equity contribution from parent	—	275
Other	—	13
Net cash provided from (used for) financing activities	(9)	376
CASH FLOWS FROM INVESTING ACTIVITIES:		
Property additions	(141)	(152)
Loans to affiliated companies, net	(136)	(317)
Asset removal costs	(10)	(17)
Net cash used for investing activities	(287)	(486)
Net change in cash and cash equivalents	(200)	—
Cash and cash equivalents at beginning of period	200	—
Cash and cash equivalents at end of period	\$ —	\$ —