

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

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,	
	2022	2021	2022	2021
REVENUES	\$ 99	\$ 76	\$ 256	\$ 225
OPERATING EXPENSES:				
Other operating expenses	53	23	93	57
Provision for depreciation	13	14	43	40
Amortization of regulatory assets, net	—	1	—	4
Total operating expenses	66	38	136	101
OPERATING INCOME	33	38	120	124
OTHER INCOME (EXPENSE):				
Miscellaneous income, net	2	1	2	2
Interest expense	(8)	(9)	(25)	(25)
Capitalized financing costs	5	4	13	6
Total other expense	(1)	(4)	(10)	(17)
INCOME BEFORE INCOME TAXES	32	34	110	107
INCOME TAXES	11	8	32	28
NET INCOME	<u>\$ 21</u>	<u>\$ 26</u>	<u>\$ 78</u>	<u>\$ 79</u>

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

<i>(In millions)</i>	September 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	97	—
Prepaid taxes and other	2	1
	<u>115</u>	<u>219</u>
UTILITY PLANT:		
In service	2,543	2,457
Less — Accumulated provision for depreciation	446	427
	<u>2,097</u>	<u>2,030</u>
Construction work in progress	306	188
	<u>2,403</u>	<u>2,218</u>
DEFERRED CHARGES AND OTHER ASSETS:		
Goodwill	224	224
Other	2	3
	<u>226</u>	<u>227</u>
	<u>\$ 2,744</u>	<u>\$ 2,664</u>
LIABILITIES AND CAPITALIZATION		
CURRENT LIABILITIES:		
Short-term borrowings - affiliated companies	\$ —	\$ 9
Accounts payable - affiliated companies	2	6
Accrued taxes	—	11
Accrued interest	14	5
Other	1	1
	<u>17</u>	<u>32</u>
CAPITALIZATION:		
Members' equity-		
Membership Interest A	717	714
Membership Interest B	746	744
Retained earnings	88	10
Total members' equity	<u>1,551</u>	<u>1,468</u>
Long-term debt and other long-term obligations	857	858
	<u>2,408</u>	<u>2,326</u>
NONCURRENT LIABILITIES:		
Accumulated deferred income taxes	266	286
Regulatory liabilities	51	18
Other	2	2
	<u>319</u>	<u>306</u>
	<u>\$ 2,744</u>	<u>\$ 2,664</u>

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

<i>(In millions)</i>	For the Nine Months Ended September 30,	
	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income	\$ 78	\$ 79
Adjustments to reconcile net income to net cash from operating activities-		
Depreciation, amortization and impairments	50	47
Deferred income taxes and investment tax credits, net	27	25
Transmission revenue collections, net	3	15
Allowance for funds used during construction - equity	(10)	(3)
Changes in current assets and liabilities-		
Receivables	7	5
Prepaid taxes and other current assets	(1)	—
Accounts payable	(6)	(1)
Accrued taxes	(11)	2
Accrued interest	9	9
Other	(2)	(1)
Net cash provided from operating activities	144	177
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
Dividend payments	—	(70)
Other	—	11
Net cash provided from (used for) financing activities	(9)	304
CASH FLOWS FROM INVESTING ACTIVITIES:		
Property additions	(222)	(211)
Loans to affiliated companies, net	(97)	(243)
Asset removal costs	(16)	(27)
Net cash used for investing activities	(335)	(481)
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	\$ —	\$ —