

**OHIO EDISON COMPANY AND SUBSIDIARIES**  
**UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2022 AND 2021**

**OHIO EDISON 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,	
	2022	2021	2022	2021
<b>REVENUES:</b>				
Electric sales	\$ 452	\$ 451	\$ 1,182	\$ 1,209
Excise and gross receipts tax collections	30	29	83	82
Total revenues	482	480	1,265	1,291
<b>OPERATING EXPENSES:</b>				
Purchased power	131	86	308	228
Other operating expenses	163	153	477	438
Provision for depreciation	39	36	114	107
Amortization (deferral) of regulatory assets, net	3	45	(28)	91
General taxes	62	59	176	168
Total operating expenses	398	379	1,047	1,032
<b>OPERATING INCOME</b>	84	101	218	259
<b>OTHER INCOME (EXPENSE):</b>				
Miscellaneous income, net	12	15	30	49
Interest expense	(17)	(18)	(52)	(52)
Capitalized financing costs	2	2	4	7
Total other income (expense)	(3)	(1)	(18)	4
<b>INCOME BEFORE INCOME TAXES</b>	81	100	200	263
<b>INCOME TAXES</b>	11	22	36	53
<b>NET INCOME</b>	<u>\$ 70</u>	<u>\$ 78</u>	<u>\$ 164</u>	<u>\$ 210</u>
<b>STATEMENTS OF COMPREHENSIVE INCOME</b>				
<b>NET INCOME</b>	<u>\$ 70</u>	<u>\$ 78</u>	<u>\$ 164</u>	<u>\$ 210</u>
<b>OTHER COMPREHENSIVE LOSS:</b>				
Pension and OPEB prior service costs	—	(1)	(1)	(2)
Other comprehensive loss	—	(1)	(1)	(2)
Income tax benefits on other comprehensive loss	—	(1)	—	(1)
Other comprehensive loss, net of tax	—	—	(1)	(1)
<b>COMPREHENSIVE INCOME</b>	<u>\$ 70</u>	<u>\$ 78</u>	<u>\$ 163</u>	<u>\$ 209</u>

**OHIO EDISON COMPANY AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**(UNAUDITED)**

<i>(In millions, except share amounts)</i>	<b>September 30, 2022</b>	<b>December 31, 2021</b>
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ —	\$ 75
Restricted cash	4	8
Receivables-		
Customers	177	150
Less — Allowance for uncollectible customer receivables	21	28
	156	122
Affiliated companies	86	77
Other, net of allowance for uncollectible accounts of \$1 in 2022 and 2021	41	38
Notes receivable from affiliated companies	92	34
Prepaid taxes and other	17	19
	396	373
<b>UTILITY PLANT:</b>		
In service	5,163	4,981
Less — Accumulated provision for depreciation	1,884	1,849
	3,279	3,132
Construction work in progress	120	158
	3,399	3,290
<b>INVESTMENTS AND OTHER NONCURRENT ASSETS:</b>		
Property taxes	29	119
Investments	84	93
Other	64	61
	177	273
	<u>\$ 3,972</u>	<u>\$ 3,936</u>
<b>LIABILITIES AND CAPITALIZATION</b>		
<b>CURRENT LIABILITIES:</b>		
Currently payable long-term debt	\$ 10	\$ 111
Short-term borrowings - Affiliated companies	123	44
Accounts payable-		
Affiliated companies	2	19
Other	68	61
Accrued taxes	128	122
Accrued interest	18	20
Other	120	89
	469	466
<b>CAPITALIZATION:</b>		
Common stockholder's equity-		
Common stock, without par value, authorized 175,000,000 shares - 60 shares outstanding	1,231	1,212
Accumulated other comprehensive loss	(7)	(6)
Retained earnings	19	155
Total common stockholder's equity	1,243	1,361
Long-term debt and other long-term obligations	1,116	826
	2,359	2,187
<b>NONCURRENT LIABILITIES:</b>		
Accumulated deferred income taxes	426	407
Retirement benefits	162	186
Regulatory liabilities	204	229
Property taxes	—	119
Other	352	342
	1,144	1,283
	<u>\$ 3,972</u>	<u>\$ 3,936</u>

**OHIO EDISON COMPANY AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**(UNAUDITED)**

<i>(In millions)</i>	For the Nine Months Ended September 30,	
	2022	2021
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net income	\$ 164	\$ 210
Adjustments to reconcile net income to net cash from operating activities-		
Depreciation, amortization and impairments	89	202
Deferred income taxes and investment tax credits, net	23	—
Retirement benefits, net of payments	(38)	(41)
Changes in current assets and liabilities-		
Receivables	(30)	40
Prepaid taxes and other current assets	(3)	1
Accounts payable	(10)	12
Accrued taxes	(22)	(20)
Accrued interest	(2)	—
Other current liabilities	(5)	(12)
Collateral, net	39	(13)
Other	13	(9)
Net cash provided from operating activities	218	370
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
New financing-		
Long-term debt	300	—
Short-term borrowings - affiliated companies, net	79	41
Redemptions and repayments-		
Long-term debt	(108)	(3)
Short-term borrowings - other, net	—	(50)
Common stock dividend payments	(300)	(551)
Other	(5)	(3)
Net cash used for financing activities	(34)	(566)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Property additions	(192)	(205)
Loans to affiliated companies, net	(58)	—
Asset removal costs	(22)	(22)
Other	9	(3)
Net cash used for investing activities	(263)	(230)
Net change in cash, cash equivalents, and restricted cash	(79)	(426)
Cash, cash equivalents, and restricted cash at beginning of period	83	505
Cash, cash equivalents, and restricted cash at end of period	\$ 4	\$ 79