

OHIO EDISON COMPANY AND SUBSIDIARIES
UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2023 AND 2022

OHIO EDISON COMPANY AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
(UNAUDITED)

<i>(In millions)</i>	For the Three Months Ended March 31,	
	2023	2022
REVENUES:		
Electric sales	\$ 465	\$ 371
Excise and gross receipts tax collections	28	28
Total revenues	493	399
OPERATING EXPENSES:		
Purchased power	184	89
Other operating expenses	158	149
Provision for depreciation	40	37
Deferral of regulatory assets, net	(23)	(2)
General taxes	61	61
Total operating expenses	420	334
OPERATING INCOME	73	65
OTHER INCOME (EXPENSE):		
Miscellaneous income, net	7	11
Interest expense	(22)	(17)
Capitalized financing costs	1	2
Total other expense	(14)	(4)
INCOME BEFORE INCOME TAXES	59	61
INCOME TAXES	10	13
NET INCOME	\$ 49	\$ 48
COMPREHENSIVE INCOME	\$ 49	\$ 48

OHIO EDISON COMPANY AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(UNAUDITED)

<i>(In millions, except share amounts)</i>	March 31, 2023	December 31, 2022
ASSETS		
CURRENT ASSETS:		
Restricted cash	\$ 4	\$ 7
Receivables-		
Customers	203	209
Less — Allowance for uncollectible customer receivables	18	21
	185	188
Affiliated companies	102	87
Other, net of allowance for uncollectible accounts of \$1 in 2023 and 2022	43	40
Notes receivable from affiliated companies	10	108
Prepaid taxes and other	25	17
	369	447
PROPERTY, PLANT AND EQUIPMENT:		
In service	5,242	5,201
Less — Accumulated provision for depreciation	1,922	1,900
	3,320	3,301
Construction work in progress	117	121
	3,437	3,422
INVESTMENTS AND OTHER NONCURRENT ASSETS:		
Property taxes	89	127
Investments	88	86
Other	56	54
	233	267
TOTAL ASSETS	\$ 4,039	\$ 4,136
LIABILITIES AND EQUITY		
CURRENT LIABILITIES:		
Currently payable long-term debt	\$ 9	\$ 9
Short-term borrowings - Affiliated companies	36	—
Accounts payable-		
Affiliated companies	2	2
Other	84	98
Accrued taxes	140	128
Accrued interest	24	24
Collateral	17	45
Other	65	70
	377	376
NONCURRENT LIABILITIES:		
Long-term debt and other long-term obligations	1,259	1,263
Accumulated deferred income taxes, net	434	434
Retirement benefits	141	145
Regulatory liabilities	175	203
Property taxes	59	127
Other	341	346
	2,409	2,518
TOTAL LIABILITIES	2,786	2,894
EQUITY:		
Common stockholder's equity-		
Common stock, without par value, authorized 175,000,000 shares - 60 shares outstanding	1,234	1,232
Accumulated other comprehensive loss	(7)	(7)
Retained earnings	26	17
TOTAL EQUITY	1,253	1,242
TOTAL LIABILITIES AND EQUITY	\$ 4,039	\$ 4,136

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

<i>(In millions)</i>	For the Three Months Ended March 31,	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income	\$ 49	\$ 48
Adjustments to reconcile net income to net cash from operating activities-		
Depreciation and amortization	18	36
Deferred income taxes and investment tax credits, net	(5)	4
Retirement benefits, net of payments	(5)	(12)
Changes in current assets and liabilities-		
Receivables	(15)	(16)
Prepaid taxes and other current assets	(8)	(7)
Accounts payable	(14)	(20)
Accrued taxes	(18)	(18)
Other current liabilities	(8)	(2)
Collateral, net	(29)	(3)
Other	(2)	3
Net cash provided from (used for) operating activities	(37)	13
CASH FLOWS FROM INVESTING ACTIVITIES:		
Capital investments	(45)	(69)
Loans to affiliated companies, net	98	24
Asset removal costs	(8)	(7)
Other	(2)	3
Net cash provided from (used for) investing activities	43	(49)
CASH FLOWS FROM FINANCING ACTIVITIES:		
New financing-		
Short-term borrowings - affiliated companies, net	36	93
Redemptions and repayments-		
Long-term debt	(4)	(4)
Common stock dividend payments	(40)	(130)
Other	(1)	(1)
Net cash used for financing activities	(9)	(42)
Net change in cash, cash equivalents, and restricted cash	(3)	(78)
Cash, cash equivalents, and restricted cash at beginning of period	7	83
Cash, cash equivalents, and restricted cash at end of period	\$ 4	\$ 5
SUPPLEMENTAL CASH FLOW INFORMATION:		
Significant non-cash transactions:		
Accrued capital investments	\$ 6	\$ 11