

MID-ATLANTIC INTERSTATE TRANSMISSION, LLC
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2023 AND 2022

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,	
	2023	2022	2023	2022
REVENUES	\$ 99	\$ 76	\$ 190	\$ 157
OPERATING EXPENSES:				
Other operating expenses	29	19	52	40
Provision for depreciation	17	15	34	30
Total operating expenses	46	34	86	70
OPERATING INCOME	53	42	104	87
OTHER INCOME (EXPENSE):				
Miscellaneous income, net	2	—	1	—
Pension and OPEB mark-to-market adjustment	1	—	1	—
Interest expense	(11)	(8)	(21)	(17)
Capitalized financing costs	3	4	7	8
Total other expense	(5)	(4)	(12)	(9)
INCOME BEFORE INCOME TAXES	48	38	92	78
INCOME TAXES	10	11	20	21
NET INCOME	<u>\$ 38</u>	<u>\$ 27</u>	<u>\$ 72</u>	<u>\$ 57</u>

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

<i>(In millions)</i>	June 30, 2023	December 31, 2022
ASSETS		
CURRENT ASSETS:		
Receivables-		
Affiliated companies	\$ 13	\$ 7
Other	18	16
Notes receivable from affiliated companies	206	—
Prepaid taxes and other	3	2
	<u>240</u>	<u>25</u>
PROPERTY, PLANT AND EQUIPMENT:		
In service	2,916	2,775
Less — Accumulated provision for depreciation	461	451
	<u>2,455</u>	<u>2,324</u>
Construction work in progress	304	239
	<u>2,759</u>	<u>2,563</u>
DEFERRED CHARGES AND OTHER ASSETS:		
Goodwill	224	224
Operating lease right-of-use asset	1	1
Other	10	8
	<u>235</u>	<u>233</u>
TOTAL ASSETS	<u><u>\$ 3,234</u></u>	<u><u>\$ 2,821</u></u>
LIABILITIES AND EQUITY		
CURRENT LIABILITIES:		
Short-term borrowings - affiliated companies	\$ —	\$ 113
Accounts payable - affiliated companies	5	8
Accrued interest	9	5
Other	8	1
	<u>22</u>	<u>127</u>
NONCURRENT LIABILITIES:		
Long-term debt and other long-term obligations	1,029	856
Accumulated deferred income taxes, net	295	277
Regulatory liabilities	22	42
Other	2	2
	<u>1,348</u>	<u>1,177</u>
TOTAL LIABILITIES	<u>1,370</u>	<u>1,304</u>
EQUITY:		
Members' equity-		
Membership Interest A	1,032	757
Membership Interest B	746	746
Retained earnings	86	14
TOTAL EQUITY	<u>1,864</u>	<u>1,517</u>
TOTAL LIABILITIES AND EQUITY	<u><u>\$ 3,234</u></u>	<u><u>\$ 2,821</u></u>

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

<i>(In millions)</i>	For the Six Months Ended June 30,	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income	\$ 72	\$ 57
Adjustments to reconcile net income to net cash from operating activities-		
Depreciation, amortization and impairments	35	30
Deferred income taxes and investment tax credits, net	15	17
Transmission revenue collections, net	(13)	5
Pension and OPEB mark-to-market adjustment	(1)	—
Allowance for funds used during construction - equity	(5)	(6)
Changes in current assets and liabilities-		
Receivables	(8)	2
Prepaid taxes and other current assets	(1)	—
Accounts payable - affiliated companies	(2)	(4)
Accrued taxes	—	(3)
Accrued interest	4	—
Other current liabilities	6	—
Other	(3)	(2)
Net cash provided from operating activities	99	96
CASH FLOWS FROM INVESTING ACTIVITIES:		
Capital investments	(213)	(141)
Loans to affiliated companies, net	(206)	(136)
Asset removal costs	(16)	(10)
Net cash used for investing activities	(435)	(287)
CASH FLOWS FROM FINANCING ACTIVITIES:		
New financing-		
Long-term debt	175	—
Redemptions and repayments-		
Short-term borrowings - affiliated companies, net	(113)	(9)
Equity contribution from FET	275	—
Other	(1)	—
Net cash provided from (used for) financing activities	336	(9)
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	\$ —	\$ —
SUPPLEMENTAL CASH FLOW INFORMATION:		
Significant non-cash transactions:		
Accrued capital investments	\$ 29	\$ 24