

**OHIO EDISON COMPANY AND SUBSIDIARIES**  
**UNAUDITED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2023 AND 2022**

**OHIO EDISON COMPANY AND SUBSIDIARIES**  
**CONSOLIDATED 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
<b>REVENUES:</b>				
Electric sales	\$ 433	\$ 359	\$ 898	\$ 730
Excise and gross receipts tax collections	25	25	53	53
Total revenues	458	384	951	783
<b>OPERATING EXPENSES:</b>				
Purchased power	139	88	323	177
Other operating expenses	181	165	339	314
Provision for depreciation	40	38	80	75
Deferral of regulatory assets, net	(17)	(29)	(40)	(31)
General taxes	58	53	119	114
Total operating expenses	401	315	821	649
<b>OPERATING INCOME</b>	57	69	130	134
<b>OTHER INCOME (EXPENSE):</b>				
Miscellaneous income, net	6	7	13	18
Pension and OPEB mark-to-market adjustment	10	—	10	—
Interest expense	(21)	(18)	(43)	(35)
Capitalized financing costs	3	—	4	2
Total other expense	(2)	(11)	(16)	(15)
<b>INCOME BEFORE INCOME TAXES</b>	55	58	114	119
<b>INCOME TAXES</b>	9	12	19	25
<b>NET INCOME</b>	<u>\$ 46</u>	<u>\$ 46</u>	<u>\$ 95</u>	<u>\$ 94</u>
<b>STATEMENTS OF COMPREHENSIVE INCOME</b>				
<b>NET INCOME</b>	<u>\$ 46</u>	<u>\$ 46</u>	<u>\$ 95</u>	<u>\$ 94</u>
<b>OTHER COMPREHENSIVE LOSS:</b>				
Pension and OPEB prior service costs	(1)	(1)	(1)	(1)
Other comprehensive loss	(1)	(1)	(1)	(1)
Income taxes (benefits) on other comprehensive loss	—	—	—	—
Other comprehensive loss, net of tax	(1)	(1)	(1)	(1)
<b>COMPREHENSIVE INCOME</b>	<u>\$ 45</u>	<u>\$ 45</u>	<u>\$ 94</u>	<u>\$ 93</u>

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

<i>(In millions, except share amounts)</i>	June 30, 2023	December 31, 2022
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Restricted cash	\$ 7	\$ 7
Receivables-		
Customers	196	209
Less — Allowance for uncollectible customer receivables	14	21
	182	188
Affiliated companies	103	87
Other, net of allowance for uncollectible accounts of \$1 in 2023 and 2022	46	40
Notes receivable from affiliated companies	10	108
Prepaid taxes and other	20	17
	368	447
<b>PROPERTY, PLANT AND EQUIPMENT:</b>		
In service	5,273	5,201
Less — Accumulated provision for depreciation	1,949	1,900
	3,324	3,301
Construction work in progress	139	121
	3,463	3,422
<b>INVESTMENTS AND OTHER NONCURRENT ASSETS:</b>		
Property taxes	60	127
Investments	89	86
Other	52	54
	201	267
<b>TOTAL ASSETS</b>	<b>\$ 4,032</b>	<b>\$ 4,136</b>
<b>LIABILITIES AND EQUITY</b>		
<b>CURRENT LIABILITIES:</b>		
Currently payable long-term debt	\$ 9	\$ 9
Short-term borrowings - Affiliated companies	71	—
Accounts payable-		
Affiliated companies	2	2
Other	78	98
Accrued taxes	113	128
Accrued interest	27	24
Collateral	7	45
Other	67	70
	374	376
<b>NONCURRENT LIABILITIES:</b>		
Long-term debt and other long-term obligations	1,259	1,263
Accumulated deferred income taxes, net	454	434
Retirement benefits	130	145
Regulatory liabilities	155	203
Property taxes	59	127
Other	337	346
	2,394	2,518
<b>TOTAL LIABILITIES</b>	<b>2,768</b>	<b>2,894</b>
<b>EQUITY:</b>		
Common stockholder's equity-		
Common stock, without par value, authorized 175,000,000 shares - 60 shares outstanding	1,235	1,232
Accumulated other comprehensive loss	(8)	(7)
Retained earnings	37	17
<b>TOTAL EQUITY</b>	<b>1,264</b>	<b>1,242</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$ 4,032</b>	<b>\$ 4,136</b>

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

<i>(In millions)</i>	For the Six Months Ended June 30,	
	2023	2022
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net income	\$ 95	\$ 94
Adjustments to reconcile net income to net cash from operating activities-		
Depreciation and amortization	42	45
Deferred income taxes and investment tax credits, net	10	14
Retirement benefits, net of payments	(12)	(25)
Pension and OPEB mark-to-market adjustment	(10)	—
Changes in current assets and liabilities-		
Receivables	(16)	(33)
Prepaid taxes and other current assets	(3)	(5)
Accounts payable	(20)	(9)
Accrued taxes	(15)	(1)
Accrued interest	3	(1)
Other current liabilities	(6)	(6)
Collateral, net	(38)	23
Other	(2)	12
Net cash provided from operating activities	28	108
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Capital investments	(101)	(142)
Loans to affiliated companies, net	98	24
Asset removal costs	(13)	(16)
Other	(3)	7
Net cash used for investing activities	(19)	(127)
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
New financing-		
Short-term borrowings - affiliated companies, net	71	179
Redemptions and repayments-		
Long-term debt	(4)	(104)
Common stock dividend payments	(75)	(130)
Other	(1)	(2)
Net cash used for financing activities	(9)	(57)
Net change in cash, cash equivalents, and restricted cash	—	(76)
Cash, cash equivalents, and restricted cash at beginning of period	7	83
Cash, cash equivalents, and restricted cash at end of period	\$ 7	\$ 7
<b>SUPPLEMENTAL CASH FLOW INFORMATION:</b>		
Significant non-cash transactions:		
Accrued capital investments	\$ 3	\$ 11