

**MID-ATLANTIC INTERSTATE TRANSMISSION, LLC**  
**UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2020 AND 2019**

**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,	
	2020	2019	2020	2019
<b>REVENUES</b>	\$ 60	\$ 51	\$ 117	\$ 101
<b>OPERATING EXPENSES:</b>				
Other operating expenses	11	16	20	32
Provision for depreciation	12	9	23	18
Amortization of regulatory liabilities, net	2	2	3	3
Total operating expenses	25	27	46	53
<b>OPERATING INCOME</b>	35	24	71	48
<b>OTHER INCOME (EXPENSE):</b>				
Miscellaneous income (expense), net	—	(1)	1	—
Pension and OPEB mark-to-market adjustment	—	—	(5)	—
Interest expense	(7)	(5)	(13)	(10)
Capitalized financing costs	5	4	9	8
Total other expense	(2)	(2)	(8)	(2)
<b>INCOME BEFORE INCOME TAXES</b>	33	22	63	46
<b>INCOME TAXES</b>	8	6	16	11
<b>NET INCOME</b>	\$ 25	\$ 16	\$ 47	\$ 35

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

<i>(In millions)</i>	June 30, 2020	December 31, 2019
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Receivables-		
Affiliated companies	\$ 17	\$ 16
Other	10	8
Notes receivable from affiliated companies	110	—
Prepaid taxes and other	2	4
	<u>139</u>	<u>28</u>
<b>UTILITY PLANT:</b>		
In service	2,011	1,850
Less — Accumulated provision for depreciation	377	360
	<u>1,634</u>	<u>1,490</u>
Construction work in progress	222	200
	<u>1,856</u>	<u>1,690</u>
<b>DEFERRED CHARGES AND OTHER ASSETS:</b>		
Goodwill	224	224
Other	1	1
	<u>225</u>	<u>225</u>
	<u>\$ 2,220</u>	<u>\$ 1,943</u>
<b>LIABILITIES AND CAPITALIZATION</b>		
<b>CURRENT LIABILITIES:</b>		
Short-term borrowings - affiliated companies	\$ —	\$ 285
Accounts payable - affiliated companies	2	11
Accrued taxes	1	—
Accrued interest	5	2
	<u>8</u>	<u>298</u>
<b>CAPITALIZATION:</b>		
Members' equity-		
Membership Interest A	439	174
Membership Interest B	744	744
Retained earnings	54	7
Total members' equity	<u>1,237</u>	<u>925</u>
Long-term debt and other long-term obligations	695	447
	<u>1,932</u>	<u>1,372</u>
<b>NONCURRENT LIABILITIES:</b>		
Accumulated deferred income taxes	234	221
Regulatory liabilities	44	50
Other	2	2
	<u>280</u>	<u>273</u>
	<u>\$ 2,220</u>	<u>\$ 1,943</u>

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

<i>(In millions)</i>	For the Six Months Ended June 30,	
	2020	2019
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net income	\$ 47	\$ 35
Adjustments to reconcile net income to net cash from operating activities-		
Depreciation and amortization	26	21
Deferred income taxes and investment tax credits, net	10	11
Transmission revenue collections, net	9	(4)
Pension and OPEB mark-to-market adjustment	5	—
Allowance for funds used during construction - equity	(7)	(6)
Changes in current assets and liabilities-		
Receivables	(3)	(2)
Prepaid taxes and other current assets	2	—
Accounts payable	(15)	(1)
Accrued taxes	1	—
Accrued interest	3	—
Other	(4)	(1)
Net cash provided from operating activities	<u>74</u>	<u>53</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
New financing-		
Long-term debt	250	—
Short-term borrowings - affiliated companies	—	80
Redemptions and repayments-		
Short-term borrowings - affiliated companies	(285)	—
Parent company equity contribution	265	—
Other	(2)	—
Net cash provided from financing activities	<u>228</u>	<u>80</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Property additions	(183)	(195)
Loans to affiliated companies, net	(110)	86
Asset removal costs	(9)	(16)
Other	—	(8)
Net cash used for investing activities	<u>(302)</u>	<u>(133)</u>
Net change in cash, cash equivalents, and restricted cash	—	—
Cash, cash equivalents, and restricted cash at beginning of period	—	—
Cash, cash equivalents, and restricted cash at end of period	<u>\$ —</u>	<u>\$ —</u>