

New York State Electric & Gas Corporation

**Consolidated Financial Statements (Unaudited)
For the Nine Months Ended September 30, 2025 and 2024**

New York State Electric & Gas Corporation

Index

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	Page
Consolidated Statements of Income	1
Consolidated Statements of Comprehensive Income	1
Consolidated Balance Sheets	2
Consolidated Statements of Cash Flows	4
Consolidated Statements of Changes in Common Stock Equity	5

**New York State Electric & Gas Corporation
Consolidated Statements of Income (Unaudited)**

Periods Ended September 30,	Three Months		Nine Months	
	2025	2024	2025	2024
(Thousands)				
Operating Revenues	\$ 685,122	\$ 562,828	\$ 2,101,827	\$ 1,733,712
Operating Expenses				
Electricity purchased	218,099	150,670	630,501	421,658
Natural gas purchased	8,580	5,953	95,147	58,754
Operations and maintenance	273,156	241,349	744,941	715,468
Depreciation and amortization	63,302	59,149	187,672	171,959
Taxes other than income taxes, net	49,251	46,444	148,312	134,994
Total Operating Expenses	612,388	503,565	1,806,573	1,502,833
Operating Income	72,734	59,263	295,254	230,879
Other income	19,640	21,299	53,970	53,484
Other income (deductions), net	5,726	2,384	19,242	6,118
Interest expense, net of capitalization	(45,842)	(29,400)	(123,178)	(81,177)
Income Before Income Tax	52,258	53,546	245,288	209,304
Income tax expense	10,186	10,289	47,390	42,684
Net Income	\$ 42,072	\$ 43,257	\$ 197,898	\$ 166,620

**New York State Electric & Gas Corporation
Consolidated Statements of Comprehensive Income (Unaudited)**

Periods Ended September 30,	Three Months		Nine Months	
	2025	2024	2025	2024
(Thousands)				
Net Income	\$ 42,072	\$ 43,257	\$ 197,898	\$ 166,620
Other Comprehensive Income (Loss), Net of Tax				
Amortization of pension cost for non-qualified plans, net of income tax	1,677	(14)	(101)	(41)
Reclassification to net income of loss on settled cash flow treasury hedges, net of income tax	—	—	(10)	—
Other Comprehensive Income (Loss), Net of Tax	1,677	(14)	(111)	(41)
Comprehensive Income	\$ 43,749	\$ 43,243	\$ 197,787	\$ 166,579

New York State Electric & Gas Corporation
Consolidated Balance Sheets (Unaudited)

As of	September 30,	December 31,
(Thousands)	2025	2024
Assets		
Current Assets		
Cash and cash equivalents	\$ 295,229	\$ 4,444
Accounts receivable and unbilled revenues, net	333,179	375,291
Accounts receivable from affiliates	2,336	2,409
Notes receivable from affiliates	100,365	41,300
Fuel and natural gas in storage, at average cost	20,240	17,045
Materials and supplies	47,052	46,985
Broker margin accounts	7,297	—
Derivative assets	4,680	10,621
Income tax receivable	10,364	—
Prepaid property taxes	67,686	41,500
Other current assets	112,585	28,483
Regulatory assets	291,469	269,166
Total Current Assets	1,292,482	837,244
Utility plant, at original cost	9,671,368	9,328,326
Less accumulated depreciation	(2,630,604)	(2,552,644)
Net Utility Plant in Service	7,040,764	6,775,682
Construction work in progress	1,140,182	903,915
Total Utility Plant	8,180,946	7,679,597
Operating lease right-of-use assets	7,127	7,305
Other property and investments	9,723	9,316
Regulatory and Other Assets		
Regulatory assets	1,225,088	1,314,623
Other	31,652	33,885
Total Regulatory and Other Assets	1,256,740	1,348,508
Total Assets	\$ 10,747,018	\$ 9,881,970

**New York State Electric & Gas Corporation
Consolidated Balance Sheets (Unaudited)**

As of	September 30, 2025	December 31, 2024
(Thousands, except share information)		
Liabilities		
Current Liabilities		
Current portion of long-term debt	\$ 132,432	\$ —
Accounts payable and accrued liabilities	533,841	635,943
Accounts payable to affiliates	88,147	54,229
Interest accrued	52,477	39,348
Taxes accrued	11,532	11,102
Operating lease liabilities	1,382	1,318
Environmental remediation costs	17,771	5,914
Customer deposits	12,431	11,342
Regulatory liabilities	42,031	64,233
Other	107,356	111,328
Total Current Liabilities	999,400	934,757
Regulatory and Other Liabilities		
Regulatory liabilities	845,250	872,039
Other Non-current Liabilities		
Deferred income taxes	1,055,874	975,293
Pension and other postretirement	53,570	73,144
Operating lease liabilities	7,081	7,167
Asset retirement obligation	11,188	10,767
Environmental remediation costs	53,073	51,108
Other	20,624	24,762
Total Regulatory and Other Liabilities	2,046,660	2,014,280
Non-current debt	4,268,704	3,398,466
Total Liabilities	7,314,764	6,347,503
Commitments and Contingencies		
Common Stock Equity		
Common stock (\$6.66 2/3 par value, 90,000,000 shares authorized and 64,508,477 shares outstanding at September 30, 2025 and December 31, 2024)	430,057	430,057
Additional paid-in capital	2,528,630	2,378,630
Retained earnings	474,355	726,457
Accumulated other comprehensive loss	(788)	(677)
Total Common Stock Equity	3,432,254	3,534,467
Total Liabilities and Equity	\$ 10,747,018	\$ 9,881,970

New York State Electric & Gas Corporation
Consolidated Statements of Cash Flows (Unaudited)

Periods Ended September 30,	2025	2024
(Thousands)		
Cash Flow from Operating Activities:		
Net income	\$ 197,898	\$ 166,620
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	187,672	171,959
Regulatory assets/liabilities amortization	81,902	45,347
Regulatory assets/liabilities carrying cost	(9,165)	(19,054)
Amortization of debt issuance costs	3,231	1,681
Deferred taxes	58,903	77,395
Pension cost	(17,236)	(5,932)
Stock-based compensation	—	285
Accretion expenses	421	433
Gain on disposal of assets	(40)	(198)
Other non-cash items	(39,515)	(48,201)
Changes in operating assets and liabilities:		
Accounts receivable, from affiliates, and unbilled revenues	42,185	30,863
Inventories	(3,262)	(8,075)
Accounts payable, to affiliates, and accrued liabilities	(23,280)	(100,500)
Taxes accrued	(9,934)	(9,741)
Other assets/liabilities	487	(24,849)
Regulatory assets/liabilities	(41,571)	(354,832)
Net Cash Provided by (Used in) Operating Activities	428,696	(76,799)
Cash Flow from Investing Activities:		
Capital expenditures	(745,165)	(719,742)
Contributions in aid of construction	44,996	32,172
Proceeds from sale of utility plant	1,732	9,806
Notes receivable from affiliates	(59,065)	(95,801)
Net Cash Used in Investing Activities	(757,502)	(773,565)
Cash Flow from Financing Activities:		
Non-current debt issuance	1,002,354	520,284
Repayments of non-current debt	—	(12,000)
Repayments of finance leases	(91)	(171)
Notes payable to affiliates	—	(83,300)
Capital contributions	150,000	450,000
Dividends paid	(450,000)	—
Net Cash Provided by Financing Activities	702,263	874,813
Net Increase in Cash, Cash Equivalents and Restricted Cash	373,457	24,449
Cash, Cash Equivalents and Restricted Cash, Beginning of Period	4,444	6,101
Cash, Cash Equivalents and Restricted Cash, End of Period	\$ 377,901	\$ 30,550

New York State Electric & Gas Corporation
Consolidated Statements of Changes in Common Stock Equity (Unaudited)

(Thousands, except per share amounts)	Number of Shares (*)	Common Stock	Additional Paid-In Capital	Retained Earnings	Accumulated Other Comprehensive Loss	Total Common Stock Equity
As of December 31, 2023	64,508,477	\$ 430,057	\$ 1,929,142	\$ 482,395	\$ (569)	\$ 2,841,025
Net income	—	—	—	166,620	—	166,620
Other comprehensive loss, net of tax	—	—	—	—	(41)	(41)
Comprehensive income						166,579
Stock-based compensation	—	—	41	—	—	41
Capital contributions	—	—	450,000	—	—	450,000
As of September 30, 2024	64,508,477	\$ 430,057	\$ 2,379,183	\$ 649,015	\$ (610)	\$ 3,457,645
As of December 31, 2024	64,508,477	\$ 430,057	\$ 2,378,630	\$ 726,457	\$ (677)	\$ 3,534,467
Net income	—	—	—	197,898	—	197,898
Other comprehensive loss, net of tax	—	—	—	—	(111)	(111)
Comprehensive income						197,787
Common stock dividends	—	—	—	(450,000)	—	(450,000)
Capital contributions	—	—	150,000	—	—	150,000
As of September 30, 2025	64,508,477	\$ 430,057	\$ 2,528,630	\$ 474,355	\$ (788)	\$ 3,432,254

(*) Par value of share amounts is 6.66 2/3