

Connecticut Natural Gas Corporation

Financial Statements (Unaudited)

For the Nine Months Ended September 30, 2025 and 2024

Connecticut Natural Gas Corporation

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Connecticut Natural Gas Corporation
Statements of Income (Unaudited)

Periods Ended September 30,	Three Months		Nine Months	
(Thousands)	2025	2024	2025	2024
Operating Revenues	\$ 55,539	\$ 55,755	\$ 323,175	\$ 304,396
Operating Expenses				
Natural gas purchased	15,101	13,305	153,883	122,565
Operations and maintenance	25,246	23,667	74,460	75,464
Depreciation and amortization	10,069	13,182	30,853	39,069
Taxes other than income taxes, net	5,740	6,016	24,086	23,896
Total Operating Expenses	56,156	56,170	283,282	260,994
Operating (Loss) Income	(617)	(415)	39,893	43,402
Other income	663	1,097	2,311	3,361
Other (deductions) income, net	(101)	5	(382)	762
Interest expense, net of capitalization	(3,863)	(3,292)	(11,712)	(10,085)
(Loss) Income Before Income Tax	(3,918)	(2,605)	30,110	37,440
Income tax (benefit) expense	(448)	(563)	4,595	8,010
Net (Loss) Income	\$ (3,470)	\$ (2,042)	\$ 25,515	\$ 29,430

Connecticut Natural Gas Corporation
Statements of Comprehensive Income (Unaudited)

Periods Ended September 30,	Three Months		Nine Months	
(Thousands)	2025	2024	2025	2024
Net (Loss) Income	\$ (3,470)	\$ (2,042)	\$ 25,515	\$ 29,430
Other Comprehensive Loss, Net of Tax				
Amortization of pension cost for non-qualified plans, net of income tax	(2)	—	(5)	(2)
Other Comprehensive Loss, Net of Tax	(2)	—	(5)	(2)
Comprehensive (Loss) Income	\$ (3,472)	\$ (2,042)	\$ 25,510	\$ 29,428

Connecticut Natural Gas Corporation
Balance Sheets (Unaudited)

As of	September 30,	December 31,
(Thousands)	2025	2024
Assets		
Current Assets		
Cash and cash equivalents	\$ 355	\$ 220
Accounts receivable and unbilled revenues, net	69,112	114,156
Accounts receivable from affiliates	835	482
Notes receivable from affiliates	—	21,400
Gas in storage	33,174	33,463
Materials and supplies	5,904	6,027
Income tax receivable	815	—
Other current assets	6,422	4,911
Regulatory assets	47,595	60,170
Total Current Assets	164,212	240,829
Utility plant, at original cost	1,379,907	1,339,327
Less accumulated depreciation	(466,024)	(448,552)
Net Utility Plant in Service	913,883	890,775
Construction work in progress	22,293	25,424
Total Utility Plant	936,176	916,199
Operating lease right-of-use assets	2,646	2,882
Other property and investments	657	683
Regulatory and Other Assets		
Regulatory assets	84,879	79,741
Goodwill	79,341	79,341
Other	380	348
Total Regulatory and Other Assets	164,600	159,430
Total Assets	\$ 1,268,291	\$ 1,320,023

Connecticut Natural Gas Corporation
Balance Sheets (Unaudited)

As of	September 30,	December 31,
	2025	2024
(Thousands, except share information)		
Liabilities		
Current Liabilities		
Notes payable to affiliates	\$ 19,900	\$ —
Accounts payable and accrued liabilities	32,936	71,537
Accounts payable to affiliates	12,931	20,717
Interest accrued	3,392	2,674
Taxes accrued	2,921	15,228
Operating lease liabilities	439	508
Regulatory liabilities	19,556	9,528
Other	18,241	18,838
Total Current Liabilities	110,316	139,030
Regulatory and Other Liabilities		
Regulatory liabilities	318,138	318,984
Other Non-current Liabilities		
Deferred income taxes	65,764	60,544
Pension and other postretirement	37,880	50,691
Operating lease liabilities	2,506	2,653
Asset retirement obligation	5,981	5,981
Other	1,551	1,591
Total Regulatory and Other Liabilities	431,820	440,444
Non-current debt	244,208	244,085
Total Liabilities	786,344	823,559
Commitments and Contingencies		
Preferred Stock	340	340
Common Stock Equity		
Common stock (\$3.125 par value, 20,000,000 shares authorized and 10,634,496 shares outstanding at September 30, 2025 and December 31, 2024)	33,233	33,233
Additional paid-in capital	396,675	396,675
Retained earnings	51,965	66,477
Accumulated other comprehensive loss	(266)	(261)
Total Common Stock Equity	481,607	496,124
Total Liabilities and Equity	\$ 1,268,291	\$ 1,320,023

Connecticut Natural Gas Corporation
Statements of Cash Flows (Unaudited)

Periods Ended September 30,	2025	2024
(Thousands)		
Cash Flow from Operating Activities:		
Net income	\$ 25,515	\$ 29,430
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	30,853	39,069
Regulatory assets/liabilities amortization	14,147	7,230
Regulatory assets/liabilities carrying cost	2,039	498
Amortization of debt issuance costs	123	121
Deferred taxes	4,711	10,030
Pension cost	729	(145)
Stock-based compensation	—	8
Gain on disposal of assets	—	(3)
Other non-cash items	419	712
Changes in operating assets and liabilities:		
Accounts receivable, from affiliates, and unbilled revenues	44,691	31,979
Inventories	412	5,582
Accounts payable, to affiliates, and accrued liabilities	(42,843)	(25,707)
Taxes accrued	(13,123)	(16,254)
Other assets/liabilities	(14,596)	(1,329)
Regulatory assets/liabilities	(5,362)	(29,207)
Net Cash Provided by Operating Activities	47,715	52,014
Cash Flow from Investing Activities:		
Capital expenditures	(50,924)	(61,290)
Contributions in aid of construction	2,064	1,928
Proceeds from sale of utility plant	—	6
Notes receivable from affiliates	21,400	7,350
Net Cash Used in Investing Activities	(27,460)	(52,006)
Cash Flow from Financing Activities:		
Notes payable to affiliates	19,900	—
Dividends paid	(40,020)	(20)
Net Cash Used in Financing Activities	(20,120)	(20)
Net Increase (Decrease) in Cash and Cash Equivalents	135	(12)
Cash and Cash Equivalents, Beginning of Period	220	421
Cash and Cash Equivalents, End of Period	\$ 355	\$ 409

Connecticut Natural Gas Corporation
Statements of Changes in Common Stock Equity (Unaudited)

(Thousands, except per share amounts)	Number of shares (*)	Common stock	Capital in Excess of Par Value	Retained Earnings	Accumulated Other Comprehensive Loss	Total Common Stock Equity
As of December 31, 2023	10,634,496	\$ 33,233	\$ 396,758	\$ 33,172	\$ (307)	\$ 462,856
Net income	—	—	—	29,430	—	29,430
Other comprehensive loss, net of tax	—	—	—	—	(2)	(2)
Comprehensive income						29,428
Stock-based compensation	—	—	(36)	—	—	(36)
Preferred stock dividends	—	—	—	(27)	—	(27)
As of September 30, 2024	10,634,496	\$ 33,233	\$ 396,722	\$ 62,575	\$ (309)	\$ 492,221
As of December 31, 2024	10,634,496	\$ 33,233	\$ 396,675	\$ 66,477	\$ (261)	\$ 496,124
Net income	—	—	—	25,515	—	25,515
Other comprehensive loss, net of tax	—	—	—	—	(5)	(5)
Comprehensive income						25,510
Common stock dividends	—	—	—	(40,000)	—	(40,000)
Preferred stock dividends	—	—	—	(27)	—	(27)
As of September 30, 2025	10,634,496	\$ 33,233	\$ 396,675	\$ 51,965	\$ (266)	\$ 481,607

(*) Par value of share amounts is \$3.125