

New York State Electric & Gas Corporation

**Consolidated Financial Statements (Unaudited)
For the Three Months Ended March 31, 2026 and 2025**

New York State Electric & Gas Corporation

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

Periods Ended March 31,	2026	2025
(Thousands)		
Operating Revenues	\$ 948,194	\$ 811,186
Operating Expenses		
Electricity purchased	380,003	266,252
Natural gas purchased	83,990	63,841
Operations and maintenance	210,421	235,158
Depreciation and amortization	67,623	62,084
Taxes other than income taxes, net	54,660	49,845
Total Operating Expenses	796,697	677,180
Operating Income	151,497	134,006
Other income	17,145	16,329
Other income (deductions), net	4,106	6,840
Interest expense, net of capitalization	(45,342)	(32,998)
Income Before Income Tax	127,406	124,177
Income tax expense	28,042	23,776
Net Income	\$ 99,364	\$ 100,401

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

Periods Ended March 31,	2026	2025
(Thousands)		
Net Income	\$ 99,364	\$ 100,401
Other Comprehensive Income (Loss), Net of Tax		
Amortization of pension cost for non-qualified plans, net of income tax	7	(50)
Other Comprehensive Income (Loss), Net of Tax	7	(50)
Comprehensive Income	\$ 99,371	\$ 100,351

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

As of	March 31,	December 31,
(Thousands)	2026	2025
Assets		
Current Assets		
Cash and cash equivalents	\$ 1,047	\$ 176,423
Accounts receivable and unbilled revenues, net	478,118	452,550
Accounts receivable from affiliates	2,795	2,770
Notes receivable from affiliates	1	141
Fuel and natural gas in storage, at average cost	1,615	16,333
Materials and supplies	73,940	62,957
Derivative assets	28,592	19,834
Income tax receivable	—	7,618
Prepaid property taxes	63,541	45,055
Other current assets	94,946	64,894
Regulatory assets	267,929	275,739
Total Current Assets	1,012,524	1,124,314
Utility plant, at original cost	10,231,232	10,160,253
Less accumulated depreciation	(2,687,210)	(2,669,368)
Net Utility Plant in Service	7,544,022	7,490,885
Construction work in progress	1,113,184	1,004,523
Total Utility Plant	8,657,206	8,495,408
Operating lease right-of-use assets	7,082	7,100
Other property and investments	9,401	9,827
Regulatory and Other Assets		
Regulatory assets	1,240,037	1,257,009
Other	32,264	38,639
Total Regulatory and Other Assets	1,272,301	1,295,648
Total Assets	\$ 10,958,514	\$ 10,932,297

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

As of	March 31, 2026	December 31, 2025
(Thousands, except share information)		
Liabilities		
Current Liabilities		
Current portion of long-term debt	\$ 618,080	\$ 617,851
Notes payable to affiliates	5,900	11
Accounts payable and accrued liabilities	556,062	697,063
Accounts payable to affiliates	31,722	20,119
Interest accrued	43,774	50,216
Taxes accrued	11,987	10,443
Operating lease liabilities	1,254	1,303
Environmental remediation costs	11,700	16,747
Customer deposits	13,131	13,233
Regulatory liabilities	84,308	51,363
Other	137,804	155,134
Total Current Liabilities	1,515,722	1,633,483
Regulatory and Other Liabilities		
Regulatory liabilities	837,604	833,673
Other Non-current Liabilities		
Deferred income taxes	1,119,861	1,084,666
Pension and other postretirement	64,139	68,668
Operating lease liabilities	7,085	7,096
Asset retirement obligation	10,546	10,412
Environmental remediation costs	50,951	50,442
Other	28,571	20,116
Total Regulatory and Other Liabilities	2,118,757	2,075,073
Non-current debt	3,742,275	3,741,352
Total Liabilities	7,376,754	7,449,908
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 March 31, 2026 and December 31, 2025)	430,057	430,057
Additional paid-in capital	2,528,630	2,528,630
Retained earnings	623,965	524,601
Accumulated other comprehensive loss	(892)	(899)
Total Common Stock Equity	3,581,760	3,482,389
Total Liabilities and Equity	\$ 10,958,514	\$ 10,932,297

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

Periods Ended March 31,	2026	2025
(Thousands)		
Cash Flow from Operating Activities:		
Net income	\$ 99,364	\$ 100,401
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	67,623	62,084
Regulatory assets/liabilities amortization	21,994	25,762
Regulatory assets/liabilities carrying cost	(2,034)	(2,773)
Amortization of debt issuance costs	1,151	967
Deferred taxes	28,042	23,735
Pension cost	(2,862)	(5,745)
Accretion expenses	134	139
Gain on disposal of assets	—	(21)
Other non-cash items	(21,911)	(13,186)
Changes in operating assets and liabilities:		
Accounts receivable, from affiliates, and unbilled revenues	(25,593)	(72,898)
Inventories	3,735	16,805
Accounts payable, to affiliates, and accrued liabilities	(20,250)	(93,678)
Taxes accrued	9,163	(2,594)
Other assets/liabilities	(34,259)	(29,276)
Regulatory assets/liabilities	5,360	(34,886)
Net Cash Provided by (Used in) Operating Activities	129,657	(25,164)
Cash Flow from Investing Activities:		
Capital expenditures	(291,942)	(264,827)
Contributions in aid of construction	9,540	6,255
Proceeds from sale of utility plant	—	21
Notes receivable from affiliates	(1)	30,700
Net Cash Used in Investing Activities	(282,403)	(227,851)
Cash Flow from Financing Activities:		
Non-current debt issuance	—	705,670
Notes payable to affiliates	5,889	—
Dividends paid	—	(450,000)
Net Cash Provided by Financing Activities	5,889	255,670
Net (Decrease) Increase in Cash, Cash Equivalents and Restricted Cash	(146,857)	2,655
Cash, Cash Equivalents and Restricted Cash, Beginning of Period	215,086	4,444
Cash, Cash Equivalents and Restricted Cash, End of Period	\$ 68,229	\$ 7,099

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, 2024	64,508,477	\$ 430,057	\$ 2,378,630	\$ 726,457	\$ (677)	\$ 3,534,467
Net income	—	—	—	100,401	—	100,401
Other comprehensive loss, net of tax	—	—	—	—	(50)	(50)
Comprehensive income						100,351
Common stock dividends	—	—	—	(450,000)	—	(450,000)
As of March 31, 2025	64,508,477	\$ 430,057	\$ 2,378,630	\$ 376,858	\$ (727)	\$ 3,184,818
As of December 31, 2025	64,508,477	\$ 430,057	\$ 2,528,630	\$ 524,601	\$ (899)	\$ 3,482,389
Net income	—	—	—	99,364	—	99,364
Other comprehensive income, net of tax	—	—	—	—	7	7
Comprehensive income						99,371
As of March 31, 2026	64,508,477	\$ 430,057	\$ 2,528,630	\$ 623,965	\$ (892)	\$ 3,581,760

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