

FirstEnergy Corp.
EPS Reconciliations

Earnings Per Share (EPS)					
(Reconciliation of GAAP to Operating (Non-GAAP) Earnings)					
(In millions, except per share amounts)					
Three Months Ended December 31, 2017	Regulated Distribution	Regulated Transmission	Competitive Energy Services	Corporate / Other	FirstEnergy Corp. Consolidated
4Q 2017 Net Income (Loss) - GAAP	\$ 160	\$ 72	\$ (2,584)	\$ (147)	\$ (2,499)
4Q 2017 Basic earnings (loss) per share (avg. shares outstanding 445M)	\$ 0.35	\$ 0.16	\$ (5.81)	\$ (0.32)	\$ (5.62)
Excluding Special Items:					
Mark-to-market adjustments -					
Pension/OPEB actuarial assumptions	0.14	—	0.05	—	0.19
Other	—	—	0.03	—	0.03
Regulatory charges	0.01	0.04	—	—	0.05
Asset impairment/Plant exit costs	—	—	3.38	—	3.38
Tax reform	0.07	0.01	2.39	0.21	2.68
Total Special Items	<u>\$ 0.22</u>	<u>\$ 0.05</u>	<u>\$ 5.85</u>	<u>\$ 0.21</u>	<u>\$ 6.33</u>
Basic Earnings (Loss) Per Share - Operating (Non-GAAP)	<u>\$ 0.57</u>	<u>\$ 0.21</u>	<u>\$ 0.04</u>	<u>\$ (0.11)</u>	<u>\$ 0.71</u>
Three Months Ended December 31, 2016	Regulated Distribution	Regulated Transmission	Competitive Energy Services	Corporate / Other	FirstEnergy Corp. Consolidated
4Q 2016 Net Income (Loss) - GAAP	\$ 78	\$ 87	\$ (5,890)	\$ (71)	\$ (5,796)
4Q 2016 Basic earnings (loss) per share (avg. shares outstanding 431M)	\$ 0.18	\$ 0.20	\$ (13.66)	\$ (0.16)	\$ (13.44)
Excluding Special Items:					
Mark-to-market adjustments -					
Pension/OPEB actuarial assumptions	0.15	—	0.06	—	0.21
Other	—	—	0.03	—	0.03
Regulatory charges	0.01	—	—	—	0.01
Asset impairment/Plant exit costs	—	—	13.54	—	13.54
Trust securities impairment	—	—	0.01	—	0.01
Merger accounting - commodity contracts	—	—	0.01	—	0.01
Debt redemption costs	—	—	0.01	—	0.01
Total Special Items	<u>\$ 0.16</u>	<u>\$ —</u>	<u>\$ 13.66</u>	<u>\$ —</u>	<u>\$ 13.82</u>
Basic Earnings (Loss) Per Share - Operating (Non-GAAP)	<u>\$ 0.34</u>	<u>\$ 0.20</u>	<u>\$ —</u>	<u>\$ (0.16)</u>	<u>\$ 0.38</u>
Per share amounts for the special items and earnings drivers above and throughout this report are based on the after-tax effect of each item divided by the weighted average basic shares outstanding for the period. The current and deferred income tax effect was calculated by applying the subsidiaries' statutory tax rate to the pre-tax amount. The income tax rates range from 35% to 42%.					

FirstEnergy Corp.
EPS Reconciliations

Earnings Per Share (EPS)					
(Reconciliation of GAAP to Operating (Non-GAAP) Earnings)					
(In millions, except per share amounts)					
Year Ended December 31, 2017	Regulated Distribution	Regulated Transmission	Competitive Energy Services	Corporate / Other	FirstEnergy Corp. Consolidated
2017 Net Income (Loss) - GAAP	\$ 916	\$ 336	\$ (2,641)	\$ (335)	\$ (1,724)
2017 Basic earnings (loss) per share (avg. shares outstanding 444M)	\$ 2.06	\$ 0.76	\$ (5.95)	\$ (0.75)	\$ (3.88)
Excluding Special Items:					
Mark-to-market adjustments -					
Pension/OPEB actuarial assumptions	0.14	—	0.05	—	0.19
Other	—	—	0.12	—	0.12
Regulatory charges	0.04	0.06	—	—	0.10
Asset impairment/Plant exit costs	—	—	3.83	—	3.83
Trust securities impairment	—	—	0.02	—	0.02
Tax reform	0.07	0.01	2.39	0.21	2.68
Debt redemption costs	—	—	—	0.01	0.01
Total Special Items	\$ 0.25	\$ 0.07	\$ 6.41	\$ 0.22	\$ 6.95
Basic Earnings (Loss) Per Share - Operating (Non-GAAP)	\$ 2.31	\$ 0.83	\$ 0.46	\$ (0.53)	\$ 3.07
Year Ended December 31, 2016	Regulated Distribution	Regulated Transmission	Competitive Energy Services	Corporate / Other	FirstEnergy Corp. Consolidated
2016 Net Income (Loss) - GAAP	\$ 651	\$ 331	\$ (6,919)	\$ (240)	\$ (6,177)
2016 Basic earnings (loss) per share (avg. shares outstanding 426M)	\$ 1.53	\$ 0.78	\$ (16.23)	\$ (0.57)	\$ (14.49)
Excluding Special Items:					
Mark-to-market adjustments -					
Pension/OPEB actuarial assumptions	0.15	—	0.06	—	0.21
Other	—	—	0.01	—	0.01
Regulatory charges	0.13	—	—	—	0.13
Asset impairment/Plant exit costs	—	—	16.67	—	16.67
Trust securities impairment	—	—	0.03	—	0.03
Merger accounting - commodity contracts	—	—	0.05	—	0.05
Debt redemption costs	—	—	0.01	0.01	0.02
Total Special Items	\$ 0.28	\$ —	\$ 16.83	\$ 0.01	\$ 17.12
Basic Earnings (Loss) Per Share - Operating (Non-GAAP)	\$ 1.81	\$ 0.78	\$ 0.60	\$ (0.56)	\$ 2.63

Per share amounts for the special items and earnings drivers above and throughout this report are based on the after-tax effect of each item divided by the weighted average basic shares outstanding for the period. The current and deferred income tax effect was calculated by applying the subsidiaries' statutory tax rate to the pre-tax amount with the exception of the 2016 Asset impairment/Plant exit costs that included an impairment of goodwill, of which \$433 million of the \$800 million pre-tax impairment was non-deductible for tax purposes, and the 2016 valuation allowances recorded against state and local NOL carryforwards of \$159 million. With the exception of these items included in Asset impairment/Plant exit costs, the income tax rates ranges from 35% to 42%.