

**MID-ATLANTIC INTERSTATE TRANSMISSION, LLC**  
**UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE MONTHS ENDED MARCH 31, 2020 AND 2019**

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

<i>(In millions)</i>	For the Three Months Ended March 31,	
	2020	2019
<b>REVENUES</b>	\$ 57	\$ 50
<b>OPERATING EXPENSES:</b>		
Other operating expenses	9	15
Provision for depreciation	11	9
Deferral of regulatory liabilities, net	1	1
Total operating expenses	21	25
<b>OPERATING INCOME</b>	36	25
<b>OTHER INCOME (EXPENSE):</b>		
Miscellaneous income, net	1	—
Pension and OPEB mark-to-market adjustment	(5)	—
Interest expense	(6)	(5)
Capitalized financing costs	4	4
Total other expense	(6)	(1)
<b>INCOME BEFORE INCOME TAXES</b>	30	24
<b>INCOME TAXES</b>	8	5
<b>NET INCOME</b>	\$ 22	\$ 19

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

<i>(In millions)</i>	March 31, 2020	December 31, 2019
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Receivables-		
Affiliated companies	\$ 16	\$ 16
Other	10	8
Notes receivable from affiliated companies	166	—
Prepaid taxes and other	1	4
	<u>193</u>	<u>28</u>
<b>UTILITY PLANT:</b>		
In service	1,872	1,850
Less — Accumulated provision for depreciation	369	360
	<u>1,503</u>	<u>1,490</u>
Construction work in progress	269	200
	<u>1,772</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>\$ 2,190</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	7	2
	<u>10</u>	<u>298</u>
<b>CAPITALIZATION:</b>		
Members' equity-		
Membership Interest A	439	174
Membership Interest B	744	744
Retained earnings	29	7
Total members' equity	<u>1,212</u>	<u>925</u>
Long-term debt and other long-term obligations	696	447
	<u>1,908</u>	<u>1,372</u>
<b>NONCURRENT LIABILITIES:</b>		
Accumulated deferred income taxes	228	221
Regulatory liabilities	42	50
Other	2	2
	<u>272</u>	<u>273</u>
	<u>\$ 2,190</u>	<u>\$ 1,943</u>

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

<i>(In millions)</i>	For the Three Months Ended March 31,	
	2020	2019
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net income	\$ 22	\$ 19
Adjustments to reconcile net income to net cash from operating activities-		
Depreciation and amortization	12	10
Deferred income taxes and investment tax credits, net	6	4
Transmission revenue collections, net	5	(2)
Pension and OPEB mark-to-market adjustment	5	—
Allowance for funds used during construction - equity	(3)	(3)
Changes in current assets and liabilities-		
Receivables	(2)	(2)
Prepaid taxes and other current assets	3	—
Accounts payable	(15)	—
Accrued taxes	1	1
Accrued interest	5	5
Other	(2)	1
Net cash provided from operating activities	37	33
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
New financing-		
Long-term debt	250	—
Redemptions and repayments-		
Short-term borrowings - affiliated companies	(285)	—
Parent company equity contribution	265	—
Other	(1)	—
Net cash provided from financing activities	229	—
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Property additions	(95)	(90)
Loans to affiliated companies, net	(166)	65
Asset removal costs	(5)	(8)
Net cash used for investing activities	(266)	(33)
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	\$ —	\$ —