

NSTAR GAS COMPANY  
CONSOLIDATED BALANCE SHEETS  
(Unaudited)

(Thousands of Dollars)	As of June 30, 2021	As of December 31, 2020
<b>ASSETS</b>		
Current Assets:		
Cash	\$ 481	\$ 51
Receivables, Net (net of allowance for uncollectible accounts of \$29,261 and \$24,761 as of June 30, 2021 and December 31, 2020, respectively)	37,443	53,837
Accounts Receivable from Affiliated Companies	10,986	6,518
Unbilled Revenues	9,334	18,727
Fuel, Materials and Supplies	9,900	9,790
Regulatory Assets	56,203	80,794
Prepayments and Other Current Assets	1,417	454
<b>Total Current Assets</b>	<b>125,764</b>	<b>170,171</b>
Property, Plant and Equipment, Net	1,835,997	1,733,423
Deferred Debits and Other Assets:		
Regulatory Assets	223,663	233,585
Prepaid PBOP	36,663	33,615
Other Long-Term Assets	20,618	15,367
<b>Total Deferred Debits and Other Assets</b>	<b>280,944</b>	<b>282,567</b>
<b>Total Assets</b>	<b>\$ 2,242,705</b>	<b>\$ 2,186,161</b>
<b>LIABILITIES AND CAPITALIZATION</b>		
Current Liabilities:		
Notes Payable to Eversource Parent	\$ 168,300	\$ 187,300
Accounts Payable	69,810	96,807
Accounts Payable to Affiliated Companies	22,388	26,615
Regulatory Liabilities	50,077	22,854
Other Current Liabilities	17,342	15,633
<b>Total Current Liabilities</b>	<b>327,917</b>	<b>349,209</b>
Deferred Credits and Other Liabilities:		
Accumulated Deferred Income Taxes	204,702	210,457
Regulatory Liabilities	210,791	208,106
Accrued Pension and SERP	41,322	56,093
Other Long-Term Liabilities	55,056	51,232
<b>Total Deferred Credits and Other Liabilities</b>	<b>511,871</b>	<b>525,888</b>
Long-Term Debt	498,518	498,470
Common Stockholder's Equity:		
Common Stock	71,425	71,425
Capital Surplus, Paid In	724,255	665,155
Retained Earnings	108,338	75,598
Accumulated Other Comprehensive Income	381	416
<b>Common Stockholder's Equity</b>	<b>904,399</b>	<b>812,594</b>
<b>Total Liabilities and Capitalization</b>	<b>\$ 2,242,705</b>	<b>\$ 2,186,161</b>

Note: In the opinion of the Company, all adjustments for a fair presentation of these financial statements for the periods shown have been made.

NSTAR GAS COMPANY  
CONSOLIDATED STATEMENTS OF INCOME  
(Unaudited)

(Thousands of Dollars)	For the Three Months Ended June 30,		For the Six Months Ended June 30,	
	2021	2020	2021	2020
Operating Revenues	\$ 105,759	\$ 103,288	\$ 388,570	\$ 339,754
Operating Expenses:				
Cost of Natural Gas	38,710	43,045	163,418	154,353
Operations and Maintenance	26,747	25,226	59,921	55,144
Depreciation	12,296	11,478	24,515	22,792
Amortization of Regulatory (Liabilities)/Assets, Net	(149)	(2,552)	10,153	411
Energy Efficiency Programs	11,160	13,447	39,510	40,199
Taxes Other Than Income Taxes	8,667	7,498	16,929	14,926
Total Operating Expenses	97,431	98,142	314,446	287,825
Operating Income	8,328	5,146	74,124	51,929
Interest Expense	4,077	5,045	7,849	9,949
Other Income, Net	1,728	735	3,004	1,618
Income Before Income Tax Expense	5,979	836	69,279	43,598
Income Tax Expense/(Benefit)	499	(507)	16,539	10,183
Net Income	\$ 5,480	\$ 1,343	\$ 52,740	\$ 33,415

Note: In the opinion of the Company, all adjustments for a fair presentation of these financial statements for the periods shown have been made.

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
(Unaudited)

(Thousands of Dollars)	For the Three Months Ended June 30,		For the Six Months Ended June 30,	
	2021	2020	2021	2020
Net Income	\$ 5,480	\$ 1,343	\$ 52,740	\$ 33,415
Other Comprehensive Loss, Net of Tax:				
Changes in Funded Status of SERP Benefit Plan	(17)	(15)	(35)	(29)
Other Comprehensive Loss, Net of Tax	(17)	(15)	(35)	(29)
Comprehensive Income	\$ 5,463	\$ 1,328	\$ 52,705	\$ 33,386

Note: In the opinion of the Company, all adjustments for a fair presentation of these financial statements for the periods shown have been made.

NSTAR GAS COMPANY  
CONSOLIDATED STATEMENTS OF COMMON STOCKHOLDER'S EQUITY  
(Unaudited)

For the Six Months Ended June 30, 2021						
(Thousands of Dollars, Except Stock Information)	Common Stock		Capital Surplus, Paid In	Retained Earnings	Accumulated Other Comprehensive Income	Total Common Stockholder's Equity
	Stock	Amount				
Balance as of January 1, 2021	2,857,000	\$ 71,425	\$ 665,155	\$ 75,598	\$ 416	\$ 812,594
Net Income				47,260		47,260
Dividends on Common Stock				(10,000)		(10,000)
Capital Contributions from Parent			24,500			24,500
Other Comprehensive Loss					(18)	(18)
Balance as of March 31, 2021	2,857,000	71,425	689,655	112,858	398	874,336
Net Income				5,480		5,480
Dividends on Common Stock				(10,000)		(10,000)
Capital Contributions from Parent			34,600			34,600
Other Comprehensive Loss					(17)	(17)
Balance as of June 30, 2021	2,857,000	\$ 71,425	\$ 724,255	\$ 108,338	\$ 381	\$ 904,399

For the Six Months Ended June 30, 2020						
(Thousands of Dollars, Except Stock Information)	Common Stock		Capital Surplus, Paid In	Retained Earnings	Accumulated Other Comprehensive Income	Total Common Stockholder's Equity
	Stock	Amount				
Balance as of January 1, 2020	2,857,000	\$ 71,425	\$ 527,634	\$ 62,845	\$ 426	\$ 662,330
Net Income				32,072		32,072
Dividends on Common Stock				(7,000)		(7,000)
Capital Contributions from Parent			5,300			5,300
Adoption of Accounting Standard Update 2016-13				(92)		(92)
Other Comprehensive Loss					(14)	(14)
Balance as of March 31, 2020	2,857,000	71,425	532,934	87,825	412	692,596
Net Income				1,343		1,343
Dividends on Common Stock				(7,000)		(7,000)
Capital Contributions from Parent			44,400			44,400
Other Comprehensive Loss					(15)	(15)
Balance as of June 30, 2020	2,857,000	\$ 71,425	\$ 577,334	\$ 82,168	\$ 397	\$ 731,324

Note: In the opinion of the Company, all adjustments for a fair presentation of these financial statements for the periods shown have been made.

NSTAR GAS COMPANY  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
(Unaudited)

(Thousands of Dollars)	For the Six Months Ended June 30,	
	2021	2020
Operating Activities:		
Net Income	\$ 52,740	\$ 33,415
Adjustments to Reconcile Net Income to Net Cash Flows Provided by Operating Activities:		
Depreciation	24,515	22,792
Deferred Income Taxes	(8,547)	(10,045)
Pension, SERP and PBOP Income, Net	(1,608)	(917)
Amortization of Regulatory Liabilities, Net	10,153	411
Regulatory Overrecoveries, Net	48,785	54,996
Uncollectible Expense	3,251	2,745
Other	(14,773)	(2,115)
Changes in Current Assets and Liabilities:		
Receivables and Unbilled Revenues, Net	14,777	28,335
Fuel, Materials and Supplies	(110)	(1,021)
Taxes Receivable/Accrued, Net	9,639	3,100
Accounts Payable	(22,244)	(15,738)
Other Current Assets and Liabilities, Net	(5,659)	(6,345)
Net Cash Flows Provided by Operating Activities	<u>110,919</u>	<u>109,613</u>
Investing Activities:		
Investments in Property, Plant and Equipment	(130,589)	(112,895)
Net Cash Flows Used in Investing Activities	<u>(130,589)</u>	<u>(112,895)</u>
Financing Activities:		
Cash Dividends on Common Stock	(20,000)	(14,000)
Capital Contributions from Parent	59,100	49,700
Issuance of Long-Term Debt	—	190,000
Retirement of Long-Term Debt	—	(125,000)
Decrease in Notes Payable to Eversource Parent	(19,000)	(51,500)
Other Financing Activities	—	(543)
Net Cash Flows Provided by Financing Activities	<u>20,100</u>	<u>48,657</u>
Net Increase in Cash	430	45,375
Cash - Beginning of Period	51	1,453
Cash - End of Period	<u>\$ 481</u>	<u>\$ 46,828</u>

Note: In the opinion of the Company, all adjustments for a fair presentation of these financial statements for the periods shown have been made.