

NSTAR GAS COMPANY
CONSOLIDATED BALANCE SHEETS
(Unaudited)

(Thousands of Dollars)	As of June 30, 2022	As of December 31, 2021
ASSETS		
Current Assets:		
Cash	\$ 504	\$ 273
Receivables, Net (net of allowance for uncollectible accounts of \$30,259 and \$26,206 as of June 30, 2022 and December 31, 2021, respectively)	43,377	58,280
Accounts Receivable from Affiliated Companies	9,078	18,211
Unbilled Revenues	7,294	19,986
Fuel, Materials and Supplies	14,516	13,865
Regulatory Assets	81,756	104,733
Prepayments and Other Current Assets	4,447	7,687
Total Current Assets	<u>160,972</u>	<u>223,035</u>
Property, Plant and Equipment, Net	<u>2,047,513</u>	<u>1,973,931</u>
Deferred Debits and Other Assets:		
Regulatory Assets	190,087	179,429
Prepaid Pension and PBOP	53,699	50,787
Other Long-Term Assets	27,781	20,641
Total Deferred Debits and Other Assets	<u>271,567</u>	<u>250,857</u>
Total Assets	<u>\$ 2,480,052</u>	<u>\$ 2,447,823</u>
LIABILITIES AND CAPITALIZATION		
Current Liabilities:		
Notes Payable to Eversource Parent	\$ 21,000	\$ 211,400
Accounts Payable	94,132	127,050
Accounts Payable to Affiliated Companies	22,992	36,411
Regulatory Liabilities	17,162	6,613
Other Current Liabilities	10,338	12,564
Total Current Liabilities	<u>165,624</u>	<u>394,038</u>
Deferred Credits and Other Liabilities:		
Accumulated Deferred Income Taxes	252,414	240,300
Regulatory Liabilities	195,778	211,344
Other Long-Term Liabilities	55,499	52,961
Total Deferred Credits and Other Liabilities	<u>503,691</u>	<u>504,605</u>
Long-Term Debt	<u>666,944</u>	<u>578,237</u>
Common Stockholder's Equity:		
Common Stock	71,425	71,425
Capital Surplus, Paid In	934,055	792,755
Retained Earnings	138,093	106,525
Accumulated Other Comprehensive Income	220	238
Common Stockholder's Equity	<u>1,143,793</u>	<u>970,943</u>
Total Liabilities and Capitalization	<u>\$ 2,480,052</u>	<u>\$ 2,447,823</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.

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,	
	2022	2021	2022	2021
Operating Revenues	\$ 137,856	\$ 105,759	\$ 455,687	\$ 388,570
Operating Expenses:				
Cost of Natural Gas	64,911	38,710	214,801	163,418
Operations and Maintenance	34,950	26,747	75,364	59,921
Depreciation	14,141	12,296	28,032	24,515
Amortization of Regulatory (Liabilities)/Assets, Net	(2,611)	(149)	5,394	10,153
Energy Efficiency Programs	9,243	11,160	33,749	39,510
Taxes Other Than Income Taxes	10,094	8,667	20,399	16,929
Total Operating Expenses	130,728	97,431	377,739	314,446
Operating Income	7,128	8,328	77,948	74,124
Interest Expense	5,684	4,077	10,974	7,849
Other Income, Net	4,246	1,728	8,214	3,004
Income Before Income Tax Expense	5,690	5,979	75,188	69,279
Income Tax Expense	722	499	18,620	16,539
Net Income	\$ 4,968	\$ 5,480	\$ 56,568	\$ 52,740

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,	
	2022	2021	2022	2021
Net Income	\$ 4,968	\$ 5,480	\$ 56,568	\$ 52,740
Other Comprehensive Loss, Net of Tax:				
Changes in Funded Status of SERP Benefit Plan	(7)	(17)	(18)	(35)
Other Comprehensive Loss, Net of Tax	(7)	(17)	(18)	(35)
Comprehensive Income	\$ 4,961	\$ 5,463	\$ 56,550	\$ 52,705

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, 2022

(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, 2022	2,857,000	\$ 71,425	\$ 792,755	\$ 106,525	\$ 238	\$ 970,943
Net Income				51,600		51,600
Dividends on Common Stock				(12,500)		(12,500)
Other Comprehensive Loss					(11)	(11)
Balance as of March 31, 2022	2,857,000	71,425	792,755	145,625	227	1,010,032
Net Income				4,968		4,968
Dividends on Common Stock				(12,500)		(12,500)
Capital Contributions from Parent			141,300			141,300
Other Comprehensive Loss					(7)	(7)
Balance as of June 30, 2022	2,857,000	\$ 71,425	\$ 934,055	\$ 138,093	\$ 220	\$ 1,143,793

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

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,	
	2022	2021
Operating Activities:		
Net Income	\$ 56,568	\$ 52,740
Adjustments to Reconcile Net Income to Net Cash Flows Provided by Operating Activities:		
Depreciation	28,032	24,515
Deferred Income Taxes	9,279	(8,547)
Pension, SERP and PBOP Income, Net	(3,127)	(1,608)
Amortization of Regulatory Assets, Net	5,394	10,153
Regulatory Overrecoveries, Net	6,851	48,785
Uncollectible Expense	2,200	3,251
Other	(16,894)	(14,773)
Changes in Current Assets and Liabilities:		
Receivables and Unbilled Revenues, Net	30,450	14,777
Fuel, Materials and Supplies	(651)	(110)
Taxes Receivable/Accrued, Net	6,814	9,639
Accounts Payable	(39,953)	(22,244)
Other Current Assets and Liabilities, Net	(5,802)	(5,659)
Net Cash Flows Provided by Operating Activities	<u>79,161</u>	<u>110,919</u>
Investing Activities:		
Investments in Property, Plant and Equipment	(93,530)	(130,589)
Net Cash Flows Used in Investing Activities	<u>(93,530)</u>	<u>(130,589)</u>
Financing Activities:		
Cash Dividends on Common Stock	(25,000)	(20,000)
Capital Contributions from Parent	141,300	59,100
Decrease in Notes Payable to Eversource Parent	(101,700)	(19,000)
Net Cash Flows Provided by Financing Activities	<u>14,600</u>	<u>20,100</u>
Net Increase in Cash	231	430
Cash - Beginning of Period	273	51
Cash - End of Period	<u>\$ 504</u>	<u>\$ 481</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.