

NSTAR GAS COMPANY  
CONSOLIDATED BALANCE SHEETS  
(Unaudited)

(Thousands of Dollars)	As of March 31, 2020	As of December 31, 2019
<b>ASSETS</b>		
Current Assets:		
Cash	\$ 3,138	\$ 1,453
Receivables, Net (net of allowance for uncollectible accounts of \$18,085 and \$17,031 as of March 31, 2020 and December 31, 2019, respectively)	70,800	53,946
Accounts Receivable from Affiliated Companies	9,855	10,835
Unbilled Revenues	10,882	14,972
Fuel, Materials and Supplies	10,188	11,072
Regulatory Assets	39,235	57,018
Prepayments and Other Current Assets	6,499	5,335
Total Current Assets	<u>150,597</u>	<u>154,631</u>
Property, Plant and Equipment, Net	<u>1,517,952</u>	<u>1,471,983</u>
Deferred Debits and Other Assets:		
Regulatory Assets	214,240	218,161
Prepaid PBOP	28,796	27,790
Other Long-Term Assets	19,162	18,787
Total Deferred Debits and Other Assets	<u>262,198</u>	<u>264,738</u>
Total Assets	<u>\$ 1,930,747</u>	<u>\$ 1,891,352</u>
<b>LIABILITIES AND CAPITALIZATION</b>		
Current Liabilities:		
Notes Payable to Eversource Parent	\$ 70,600	\$ 121,300
Long-Term Debt - Current Portion	—	150,000
Accounts Payable	69,670	70,273
Accounts Payable to Affiliated Companies	23,883	31,325
Regulatory Liabilities	40,022	9,507
Other Current Liabilities	24,702	18,038
Total Current Liabilities	<u>228,877</u>	<u>400,443</u>
Deferred Credits and Other Liabilities:		
Accumulated Deferred Income Taxes	182,647	191,422
Regulatory Liabilities	212,330	213,251
Accrued Pension and SERP	58,738	60,683
Other Long-Term Liabilities	56,628	54,303
Total Deferred Credits and Other Liabilities	<u>510,343</u>	<u>519,659</u>
Long-Term Debt	<u>498,931</u>	<u>308,920</u>
Common Stockholder's Equity:		
Common Stock	71,425	71,425
Capital Surplus, Paid In	532,934	527,634
Retained Earnings	87,825	62,845
Accumulated Other Comprehensive Income	412	426
Common Stockholder's Equity	<u>692,596</u>	<u>662,330</u>
Total Liabilities and Capitalization	<u>\$ 1,930,747</u>	<u>\$ 1,891,352</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 March 31,	
	2020	2019
Operating Revenues	\$ 236,466	\$ 239,616
Operating Expenses:		
Cost of Natural Gas	111,308	121,114
Operations and Maintenance	29,918	29,592
Depreciation	11,314	10,140
Amortization of Regulatory Assets, Net	2,963	3,364
Energy Efficiency Programs	26,752	21,731
Taxes Other Than Income Taxes	7,428	6,745
Total Operating Expenses	189,683	192,686
Operating (Loss)/Income	46,783	46,930
Interest Expense	4,905	5,534
Other Income, Net	884	401
Income Before Income Tax Expense	42,762	41,797
Income Tax Expense	10,690	10,375
Net Income	\$ 32,072	\$ 31,422

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

STATEMENTS OF COMPREHENSIVE INCOME  
(Unaudited)

(Thousands of Dollars)	For the Three Months Ended March 31,	
	2020	2019
Net Income	\$ 32,072	\$ 31,422
Other Comprehensive Loss, Net of Tax:		
Changes in Funded Status of SERP Benefit Plan	(14)	—
Other Comprehensive Loss, Net of Tax	(14)	—
Comprehensive Income	\$ 32,058	\$ 31,422

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  
CONDENSED CONSOLIDATED STATEMENTS OF COMMON STOCKHOLDER'S EQUITY  
(Unaudited)

For the Three Months Ended March 31, 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

For the Three Months Ended March 31, 2019

(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, 2019	2,857,000	\$ 71,425	\$ 372,334	\$ 46,249	\$ 388	\$ 490,396
Net Income				31,422		31,422
Dividends on Common Stock				(5,400)		(5,400)
Capital Contributions from Parent			23,000			23,000
Balance as of March 31, 2019	2,857,000	\$ 71,425	\$ 395,334	\$ 72,271	\$ 388	\$ 539,418

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)

For the Three Months Ended March 31,

(Thousands of Dollars)	2020	2019
<b>Operating Activities:</b>		
Net Income	\$ 32,072	\$ 31,422
<b>Adjustments to Reconcile Net Income to Net Cash Flows Provided by Operating Activities:</b>		
Depreciation	11,314	10,140
Deferred Income Taxes	(9,779)	(10,498)
Pension, SERP and PBOP Income, Net	(429)	(102)
PBOP Contributions	—	(196)
Amortization of Regulatory Assets, Net	2,963	3,364
Regulatory Overrecoveries, Net	42,673	39,263
Uncollectible Expense	1,870	4,346
Other	(930)	(3,816)
<b>Changes in Current Assets and Liabilities:</b>		
Receivables and Unbilled Revenues, Net	(14,685)	(26,513)
Fuel, Materials and Supplies	884	3,948
Taxes Receivable/Accrued, Net	15,157	1,640
Accounts Payable	(10,447)	(5,635)
Other Current Assets and Liabilities, Net	(5,545)	(1,901)
<b>Net Cash Flows Provided by Operating Activities</b>	<b>65,118</b>	<b>45,462</b>
<b>Investing Activities:</b>		
Investments in Property, Plant and Equipment	(51,033)	(50,463)
<b>Net Cash Flows Used in Investing Activities</b>	<b>(51,033)</b>	<b>(50,463)</b>
<b>Financing Activities:</b>		
Cash Dividends on Common Stock	(7,000)	(5,400)
Capital Contributions from Parent	5,300	23,000
Retirement of Long-Term Debt	(125,000)	—
Increase/(Decrease) in Notes Payable to Eversource Parent	114,300	(11,900)
<b>Net Cash Flows (Used in)/Provided by Financing Activities</b>	<b>(12,400)</b>	<b>5,700</b>
<b>Net Increase in Cash</b>	<b>1,685</b>	<b>699</b>
Cash - Beginning of Period	1,453	205
<b>Cash - End of Period</b>	<b>\$ 3,138</b>	<b>\$ 904</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.