

NSTAR GAS COMPANY
CONSOLIDATED BALANCE SHEETS
(Unaudited)

(Thousands of Dollars)	As of June 30, 2023	As of December 31, 2022
ASSETS		
Current Assets:		
Cash	\$ 761	\$ 2,837
Receivables, Net (net of allowance for uncollectible accounts of \$29,720 and \$26,808 as of June 30, 2023 and December 31, 2022, respectively)	42,808	79,344
Accounts Receivable from Affiliated Companies	13,902	9,876
Unbilled Revenues	7,563	20,530
Natural Gas, Materials and Supplies	21,371	22,973
Regulatory Assets	105,329	161,684
Prepayments and Other Current Assets	1,964	4,385
Total Current Assets	193,698	301,629
Property, Plant and Equipment, Net	2,293,688	2,178,737
Deferred Debits and Other Assets:		
Regulatory Assets	171,659	173,887
Prepaid Pension and PBOP	76,665	72,634
Other Long-Term Assets	20,059	17,832
Total Deferred Debits and Other Assets	268,383	264,353
Total Assets	\$ 2,755,769	\$ 2,744,719
LIABILITIES AND CAPITALIZATION		
Current Liabilities:		
Notes Payable to Eversource Parent	\$ 68,600	\$ 193,600
Accounts Payable	88,322	123,017
Accounts Payable to Affiliated Companies	44,451	35,422
Accrued Taxes	22,177	2,093
Regulatory Liabilities	10,652	7,693
Other Current Liabilities	10,519	13,317
Total Current Liabilities	244,721	375,142
Deferred Credits and Other Liabilities:		
Accumulated Deferred Income Taxes	278,202	288,218
Regulatory Liabilities	160,329	182,584
Other Long-Term Liabilities	60,780	56,874
Total Deferred Credits and Other Liabilities	499,311	527,676
Long-Term Debt	702,957	702,873
Common Stockholder's Equity:		
Common Stock	71,425	71,425
Capital Surplus, Paid In	1,057,955	934,055
Retained Earnings	179,152	133,268
Accumulated Other Comprehensive Income	248	280
Common Stockholder's Equity	1,308,780	1,139,028
Total Liabilities and Capitalization	\$ 2,755,769	\$ 2,744,719

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,	
	2023	2022	2023	2022
Operating Revenues	\$ 145,278	\$ 137,856	\$ 522,307	\$ 455,687
Operating Expenses:				
Cost of Natural Gas	54,753	64,911	221,511	214,801
Operations and Maintenance	34,855	34,950	78,813	75,364
Depreciation	16,168	14,141	32,343	28,032
Amortization of Regulatory (Liabilities)/Assets, Net	(4,521)	(2,611)	1,823	5,394
Energy Efficiency Programs	16,283	9,243	55,953	33,749
Taxes Other Than Income Taxes	11,967	10,094	22,565	20,399
Total Operating Expenses	129,505	130,728	413,008	377,739
Operating Income	15,773	7,128	109,299	77,948
Interest Expense	8,032	5,684	15,654	10,974
Other Income, Net	3,970	4,246	7,703	8,214
Income Before Income Tax Expense	11,711	5,690	101,348	75,188
Income Tax Expense	2,647	722	27,064	18,620
Net Income	\$ 9,064	\$ 4,968	\$ 74,284	\$ 56,568

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,	
	2023	2022	2023	2022
Net Income	\$ 9,064	\$ 4,968	\$ 74,284	\$ 56,568
Other Comprehensive Loss, Net of Tax:				
Changes in Funded Status of SERP Benefit Plan	(17)	(7)	(32)	(18)
Other Comprehensive Loss, Net of Tax	(17)	(7)	(32)	(18)
Comprehensive Income	\$ 9,047	\$ 4,961	\$ 74,252	\$ 56,550

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)

(Thousands of Dollars, Except Stock Information)	For the Six Months Ended June 30, 2023					
	Common Stock		Capital Surplus, Paid In	Retained Earnings	Accumulated Other Comprehensive Income	Total Common Stockholder's Equity
	Stock	Amount				
Balance as of January 1, 2023	2,857,000	\$ 71,425	\$ 934,055	\$ 133,268	\$ 280	\$ 1,139,028
Net Income				65,220		65,220
Dividends on Common Stock				(14,200)		(14,200)
Other Comprehensive Loss					(15)	(15)
Balance as of March 31, 2023	2,857,000	71,425	934,055	184,288	265	1,190,033
Net Income				9,064		9,064
Dividends on Common Stock				(14,200)		(14,200)
Capital Contributions from Parent			123,900			123,900
Other Comprehensive Loss					(17)	(17)
Balance as of June 30, 2023	2,857,000	\$ 71,425	\$ 1,057,955	\$ 179,152	\$ 248	\$ 1,308,780

(Thousands of Dollars, Except Stock Information)	For the Six Months Ended June 30, 2022					
	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

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,	
	2023	2022
Operating Activities:		
Net Income	\$ 74,284	\$ 56,568
Adjustments to Reconcile Net Income to Net Cash Flows Provided by Operating Activities:		
Depreciation	32,343	28,032
Deferred Income Taxes	(11,278)	9,279
Pension, SERP and PBOP Income	(2,617)	(3,127)
Transfer of PBOP Prepaid Asset to EGMA	5,000	—
Amortization of Regulatory Assets, Net	1,823	5,394
Regulatory Over Recoveries, Net	61,690	6,851
Uncollectible Expense	3,499	2,200
Cost of Removal Expenditures	(56,064)	(25,883)
Other	21,521	8,989
Changes in Current Assets and Liabilities:		
Receivables and Unbilled Revenues, Net	41,749	30,450
Taxes Receivable/Accrued, Net	25,481	6,814
Accounts Payable	(35,142)	(39,953)
Other Current Assets and Liabilities, Net	(4,171)	(6,453)
Net Cash Flows Provided by Operating Activities	<u>158,118</u>	<u>79,161</u>
Investing Activities:		
Investments in Property, Plant and Equipment	(130,694)	(93,530)
Net Cash Flows Used in Investing Activities	<u>(130,694)</u>	<u>(93,530)</u>
Financing Activities:		
Cash Dividends on Common Stock	(28,400)	(25,000)
Capital Contributions from Parent	123,900	141,300
Decrease in Notes Payable to Eversource Parent	(125,000)	(101,700)
Net Cash Flows (Used In)/Provided by Financing Activities	<u>(29,500)</u>	<u>14,600</u>
Net (Decrease)/Increase in Cash	(2,076)	231
Cash - Beginning of Period	<u>2,837</u>	<u>273</u>
Cash - End of Period	<u>\$ 761</u>	<u>\$ 504</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.