

OHIO VALLEY ELECTRIC CORPORATION

AND SUBSIDIARY COMPANY

CONSOLIDATING BALANCE SHEETS - JUNE 30, 2024 AND DECEMBER 31, 2023-UNAUDITED

CONSOLIDATING STATEMENTS OF INCOME AND RETAINED EARNINGS  
YEAR TO DATE - JUNE 30, 2024 AND 2023-UNAUDITED

CONSOLIDATING STATEMENTS OF CASH FLOWS  
YEAR TO DATE - JUNE 30, 2024 AND 2023-UNAUDITED

OHIO VALLEY ELECTRIC CORPORATION

AND SUBSIDIARY COMPANY

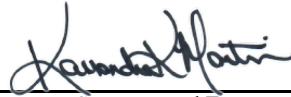
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OFFICER'S CERTIFICATION

A review of the affairs and activities of Ohio Valley Electric Corporation and its wholly-owned subsidiary, Indiana-Kentucky Electric Corporation (the Companies), during the periods referenced in the above listed financial statements has been made under my supervision, and in my opinion, the unaudited financial statements for these periods present fairly the financial conditions of the Companies and the results of the operations, thereof, in accordance with generally accepted accounting principles consistently applied throughout the periods. To the best of my knowledge and belief, there has been no Potential Default, Default, or Event of Default by the Companies and the Companies are in compliance with the covenants of the current debt agreements.

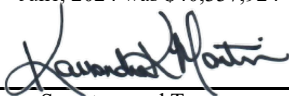


Secretary and Treasurer

OHIO VALLEY ELECTRIC CORPORATION and  
INDIANA-KENTUCKY ELECTRIC CORPORATION

CONSOLIDATED NET WORTH

The consolidated net worth of Ohio Valley Electric Corporation and its wholly-owned subsidiary, Indiana-Kentucky Electric Corporation for the quarter ending June, 2024 was \$40,337,924



Secretary and Treasurer

OHIO VALLEY ELECTRIC CORPORATION and  
INDIANA-KENTUCKY ELECTRIC CORPORATION

**OHIO VALLEY ELECTRIC CORPORATION AND SUBSIDIARY COMPANY**

CONSOLIDATING BALANCE SHEETS  
AS OF JUNE 30, 2024 AND DECEMBER 31, 2023-UNAUDITED

	2024				2023			
	Consolidated	Eliminations (Deduct)	Ohio Valley Electric Corporation	Indiana- Kentucky Electric Corporation	Consolidated	Eliminations (Deduct)	Ohio Valley Electric Corporation	Indiana- Kentucky Electric Corporation
<b>ASSETS</b>								
<b>ELECTRIC PLANT:</b>								
At original cost	\$ 3,181,060,570	\$ -	\$ 1,566,457,734	\$ 1,614,602,836	\$ 3,181,000,415	\$ -	\$ 1,566,397,579	\$ 1,614,602,836
Less - Accumulated provisions for depreciation	(2,200,319,768)	-	(1,189,255,487)	(1,011,064,281)	(2,145,475,614)	-	(1,149,865,329)	(995,610,285)
	980,740,802	-	377,202,247	603,538,555	1,035,524,801	-	416,532,250	618,992,551
Construction in progress	31,468,518	-	15,035,774	16,432,744	17,869,041	-	8,394,454	9,474,587
Total electric plant	1,012,209,320	-	392,238,021	619,971,299	1,053,393,842	-	424,926,704	628,467,138
<b>INVESTMENTS AND OTHER:</b>								
Investment in subsidiary company	-	(3,400,000)	3,400,000	-	-	(3,400,000)	3,400,000	-
Advances to subsidiary-construction	-	(609,013,617)	609,013,617	-	-	(582,815,754)	582,815,754	-
Total investments and other	-	(612,413,617)	612,413,617	-	-	(586,215,754)	586,215,754	-
<b>CURRENT ASSETS:</b>								
Cash and cash equivalents	26,194,083	-	26,187,883	6,200	39,734,708	-	39,728,508	6,200
Accounts receivable	49,151,803	-	48,199,304	952,499	65,061,157	-	60,571,247	4,489,910
Fuel in storage	182,904,757	-	72,525,400	110,379,357	165,654,233	-	66,597,540	99,056,693
Materials and supplies	58,383,109	-	36,485,657	21,897,452	57,450,329	-	36,214,724	21,235,605
Property taxes applicable to future years	1,881,000	-	1,881,000	-	3,762,000	-	3,762,000	-
Regulatory assets	1,643,440	-	1,643,440	-	1,643,440	-	1,643,440	-
Prepaid expenses and other	3,325,172	-	2,388,919	936,253	4,655,934	-	2,809,671	1,846,263
Total current assets	323,483,364	-	189,311,603	134,171,761	337,961,801	-	211,327,130	126,634,671
<b>REGULATORY ASSETS:</b>								
Unrecognized postemployment benefits	8,808,588	-	2,994,015	5,814,573	8,808,588	-	2,994,015	5,814,573
Unrecognized pension benefits	2,178,707	-	1,194,367	984,340	2,178,707	-	1,194,367	984,340
Income taxes billable to customers	33,721,522	-	29,123,602	4,597,920	33,721,522	-	29,123,602	4,597,920
Other	3,593,587	-	3,593,587	-	4,415,307	-	4,415,307	-
Total regulatory assets	48,302,404	-	36,905,571	11,396,833	49,124,124	-	37,727,291	11,396,833
<b>DEFERRED CHARGES AND OTHER:</b>								
Unamortized debt expense	602,905	-	602,905	-	747,151	-	747,151	-
Postretirement benefits	46,589,903	-	24,537,840	22,052,063	46,589,903	-	24,537,840	22,052,063
Long-term investments	211,306,115	-	203,743,037	7,563,078	191,373,359	-	191,126,088	247,271
Other	1,865,000	-	1,865,000	-	2,865,000	-	2,865,000	-
Total deferred charges and other	260,363,923	-	230,748,782	29,615,141	241,575,413	-	219,276,079	22,299,334
<b>TOTAL</b>	<b>\$ 1,644,359,011</b>	<b>\$ (612,413,617)</b>	<b>\$ 1,461,617,594</b>	<b>\$ 795,155,034</b>	<b>\$ 1,682,055,180</b>	<b>\$ (586,215,754)</b>	<b>\$ 1,479,472,958</b>	<b>\$ 788,797,976</b>

**OHIO VALLEY ELECTRIC CORPORATION AND SUBSIDIARY COMPANY**

CONSOLIDATING BALANCE SHEETS

AS OF JUNE 30, 2024 AND DECEMBER 31, 2023-UNAUDITED

	2024				2023			
	Consolidated	Eliminations (Deduct)	Ohio Valley Electric Corporation	Indiana- Kentucky Electric Corporation	Consolidated	Eliminations (Deduct)	Ohio Valley Electric Corporation	Indiana- Kentucky Electric Corporation
<b>CAPITALIZATION AND LIABILITIES</b>								
<b>CAPITALIZATION:</b>								
Common stock, \$100 par value-								
Authorized, 300,000 shares;								
outstanding, 100,000 shares in 2023 and 2022	\$ 10,000,000	\$ -	\$ 10,000,000	\$ -	\$ 10,000,000	\$ -	\$ 10,000,000	\$ -
Common stock, without par value,								
stated at \$200 per share-								
Authorized, 100,000 shares;								
outstanding, 17,000 shares in 2023 and 2022	-	(3,400,000)	-	3,400,000	-	(3,400,000)	-	3,400,000
Long-term debt	776,363,076	-	776,363,076	-	814,322,489	-	814,322,489	-
Line of credit borrowings	140,000,000	-	140,000,000	-	140,000,000	-	140,000,000	-
Retained earnings	30,337,924	-	30,337,924	-	28,429,819	-	28,429,819	-
<b>Total capitalization</b>	<b>956,701,000</b>	<b>(3,400,000)</b>	<b>956,701,000</b>	<b>3,400,000</b>	<b>992,752,308</b>	<b>(3,400,000)</b>	<b>992,752,308</b>	<b>3,400,000</b>
<b>CURRENT LIABILITIES:</b>								
Current portion of long-term debt	101,085,219	-	101,085,219	-	98,831,592	-	98,831,592	-
Current portion of line of credit borrowings	30,000,000	-	30,000,000	-	10,000,000	-	10,000,000	-
Accounts payable	49,462,752	-	25,399,261	24,063,491	70,075,957	-	22,688,712	47,387,245
Accrued other taxes	2,546,089	-	(1,475,656)	4,021,745	17,040,414	-	13,049,814	3,990,600
Regulatory liabilities	9,187,081	-	4,734,314	4,452,767	847,054	-	847,054	-
Accrued interest and other	17,690,344	-	16,093,011	1,597,333	21,522,096	-	18,127,942	3,394,154
<b>Total current liabilities</b>	<b>209,971,485</b>	<b>-</b>	<b>175,836,149</b>	<b>34,135,336</b>	<b>218,317,113</b>	<b>-</b>	<b>163,545,114</b>	<b>54,771,999</b>
<b>COMMITMENTS AND CONTINGENCIES</b>								
<b>REGULATORY LIABILITIES:</b>								
Postretirement benefits	136,703,987	-	100,137,444	36,566,543	137,206,331	-	99,616,738	37,589,593
Advance billing of debt reserve	120,000,000	-	120,000,000	-	120,000,000	-	120,000,000	-
Decommissioning, demolition and other	7,114,127	-	5,295,219	1,818,908	-	-	-	-
<b>Total regulatory liabilities</b>	<b>263,818,114</b>	<b>-</b>	<b>225,432,663</b>	<b>38,385,451</b>	<b>257,206,331</b>	<b>-</b>	<b>219,616,738</b>	<b>37,589,593</b>
<b>OTHER LIABILITIES:</b>								
Pension liability	2,178,707	-	1,194,367	984,340	2,178,707	-	1,194,367	984,340
Deferred income tax liability	22,206,478	-	17,608,558	4,597,920	22,206,478	-	17,608,558	4,597,920
Asset retirement obligations	179,074,720	-	81,182,290	97,892,430	179,074,720	-	81,182,290	97,892,430
Postretirement benefits obligation	-	-	-	-	-	-	-	-
Postemployment benefits obligation	8,808,588	-	2,994,015	5,814,573	8,808,588	-	2,994,015	5,814,573
Parent advances	-	(609,013,617)	-	609,013,617	-	(582,815,754)	-	582,815,754
Other non-current liabilities	1,599,919	-	668,552	931,367	1,510,935	-	579,568	931,367
<b>Total other liabilities</b>	<b>213,868,412</b>	<b>(609,013,617)</b>	<b>103,647,782</b>	<b>719,234,247</b>	<b>213,779,428</b>	<b>(582,815,754)</b>	<b>103,558,798</b>	<b>693,036,384</b>
<b>TOTAL</b>	<b>\$ 1,644,359,011</b>	<b>\$ (612,413,617)</b>	<b>\$ 1,461,617,594</b>	<b>\$ 795,155,034</b>	<b>\$ 1,682,055,180</b>	<b>\$ (586,215,754)</b>	<b>\$ 1,479,472,958</b>	<b>\$ 788,797,976</b>

**OHIO VALLEY ELECTRIC CORPORATION AND SUBSIDIARY COMPANY**

CONSOLIDATING STATEMENTS OF INCOME AND RETAINED EARNINGS  
YEAR TO DATE AS OF JUNE 30, 2024 AND 2023-UNAUDITED

	2024				2023			
	Consolidated	Eliminations (Deduct)	Ohio Valley Electric Corporation	Indiana- Kentucky Electric Corporation	Consolidated	Eliminations (Deduct)	Ohio Valley Electric Corporation	Indiana- Kentucky Electric Corporation
<b>REVENUES FROM CONTRACTS WITH CUSTOMERS-Sales of electric energy to:</b>								
Department of Energy	\$ 1,859,477	\$ -	\$ 1,859,477	\$ -	\$ 2,060,576	\$ -	\$ 2,060,576	\$ -
Ohio Valley Electric Corp.	-	(163,101,482)	-	163,101,482	-	(146,358,649)	-	146,358,649
Sponsoring Companies	364,044,801	-	364,044,801	-	338,896,814	-	338,896,814	-
Other	-	-	-	-	1,629,146	-	1,629,146	-
<b>Total revenues from contracts with customers</b>	<b>365,904,278</b>	<b>(163,101,482)</b>	<b>365,904,278</b>	<b>163,101,482</b>	<b>342,586,536</b>	<b>(146,358,649)</b>	<b>342,586,536</b>	<b>146,358,649</b>
<b>OPERATING EXPENSES:</b>								
Fuel and emission allowances consumed in operation	168,011,613	-	70,459,072	97,552,541	159,125,923	-	71,479,963	87,645,960
Purchased power	1,859,477	(163,101,482)	164,960,959	-	2,060,576	(146,358,649)	148,419,225	-
Other operation	43,775,906	-	26,836,130	16,939,776	41,799,844	-	25,946,211	15,853,633
Maintenance	59,853,841	-	31,340,784	28,513,057	42,864,967	-	22,238,108	20,626,859
Depreciation	58,263,474	-	41,151,763	17,111,711	62,662,172	-	43,308,812	19,353,360
Taxes-other than income taxes	6,831,778	-	3,895,682	2,936,096	6,317,127	-	3,483,794	2,833,333
Federal income tax	393,379	-	393,379	-	-	-	-	-
<b>Total operating expenses</b>	<b>338,989,468</b>	<b>(163,101,482)</b>	<b>339,037,769</b>	<b>163,053,181</b>	<b>314,830,609</b>	<b>(146,358,649)</b>	<b>314,876,113</b>	<b>146,313,145</b>
<b>OPERATING INCOME</b>	<b>26,914,810</b>	<b>-</b>	<b>26,866,509</b>	<b>48,301</b>	<b>27,755,927</b>	<b>-</b>	<b>27,710,423</b>	<b>45,504</b>
<b>OTHER INCOME (EXPENSE)</b>	<b>637,083</b>	<b>-</b>	<b>651,810</b>	<b>(14,727)</b>	<b>(367,636)</b>	<b>-</b>	<b>(354,197)</b>	<b>(13,439)</b>
<b>INCOME BEFORE INTEREST CHARGES</b>	<b>27,551,893</b>	<b>-</b>	<b>27,518,319</b>	<b>33,574</b>	<b>27,388,291</b>	<b>-</b>	<b>27,356,226</b>	<b>32,065</b>
<b>INTEREST CHARGES:</b>								
Amortization of debt expense	799,563	-	799,563	-	865,659	-	865,659	-
Interest expense	24,844,225	-	24,810,651	33,574	25,619,677	-	25,587,612	32,065
<b>Total interest charges</b>	<b>25,643,788</b>	<b>-</b>	<b>25,610,214</b>	<b>33,574</b>	<b>26,485,336</b>	<b>-</b>	<b>26,453,271</b>	<b>32,065</b>
<b>NET INCOME</b>	<b>\$ 1,908,105</b>	<b>\$ -</b>	<b>\$ 1,908,105</b>	<b>\$ -</b>	<b>\$ 902,955</b>	<b>\$ -</b>	<b>\$ 902,955</b>	<b>\$ -</b>
<b>RETAINED EARNINGS-Beginning of year</b>	<b>28,429,819</b>	<b>-</b>	<b>28,429,819</b>	<b>-</b>	<b>25,501,978</b>	<b>-</b>	<b>25,501,978</b>	<b>-</b>
<b>RETAINED EARNINGS, JUNE 30</b>	<b>\$ 30,337,924</b>	<b>\$ -</b>	<b>\$ 30,337,924</b>	<b>\$ -</b>	<b>\$ 26,404,933</b>	<b>\$ -</b>	<b>\$ 26,404,933</b>	<b>\$ -</b>

OHIO VALLEY ELECTRIC CORPORATION AND SUBSIDIARY COMPANY

CONSOLIDATING STATEMENTS OF CASH FLOWS  
YEAR TO DATE AS OF JUNE 30, 2024 AND 2023-UNAUDITED

	2024				2023			
	Consolidated	Eliminations (Deduct)	Ohio Valley Electric Corporation	Indiana- Kentucky Electric Corporation	Consolidated	Eliminations (Deduct)	Ohio Valley Electric Corporation	Indiana- Kentucky Electric Corporation
OPERATING ACTIVITIES:								
Net income	\$ 1,908,105	\$ -	\$ 1,908,105	\$ -	\$ 902,955	\$ -	\$ 902,955	\$ -
Adjustments to reconcile net income to net cash provided by (used in) operating activities:								
Depreciation	58,263,474	-	41,151,763	17,111,711	62,662,172	-	43,308,812	19,353,360
Amortization of debt expense	799,563	-	799,563	-	865,659	-	865,659	-
Changes in assets and liabilities:								
Accounts receivable	15,909,354	-	12,371,943	3,537,411	1,369,041	-	1,459,761	(90,720)
Fuel in storage	(17,250,524)	-	(5,927,860)	(11,322,664)	(76,477,138)	-	(39,648,635)	(36,828,503)
Material and supplies	(932,780)	-	(270,933)	(661,847)	(4,479,902)	-	(2,904,039)	(1,575,863)
Property taxes applicable to future years	1,881,000	-	1,881,000	-	1,581,000	-	1,581,000	-
Prepaid expenses and other	1,330,762	-	420,752	910,010	3,129,315	-	2,094,459	1,034,856
Other regulatory assets	821,720	-	821,720	-	(1,370,093)	-	(1,370,093)	-
Other noncurrent assets	1,000,000	-	1,000,000	-	2,865,000	-	2,865,000	-
Accounts payable	(20,613,205)	-	2,710,549	(23,323,754)	(33,641,290)	-	(9,814,408)	(23,826,882)
Accrued taxes	(14,494,325)	-	(14,525,470)	31,145	(4,977,643)	-	(4,974,134)	(3,509)
Accrued interest and other	(3,377,747)	-	(1,899,956)	(1,477,791)	4,689,768	-	3,548,612	1,141,156
Decommissioning, demolition and other	7,114,128	-	5,295,220	1,818,908	4,485,534	-	3,000,802	1,484,732
Other regulatory liabilities	7,837,683	-	4,407,966	3,429,717	18,892,484	-	14,078,439	4,814,045
Other liabilities	88,984	-	88,984	-	(223,773)	-	108,738	(332,511)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	40,286,192	-	50,233,346	(9,947,154)	(19,726,911)	-	15,102,928	(34,829,839)
INVESTING ACTIVITIES								
Electric plant additions	(17,078,952)	-	(8,463,080)	(8,615,872)	(47,468,713)	-	(19,355,352)	(28,113,361)
Changes in long-term investments	(19,932,756)	-	(12,616,949)	(7,315,807)	52,188,890	-	19,888,688	32,300,202
Changes in short-term intercompany lendings	-	26,197,863	(26,197,863)	-	-	30,919,316	(30,919,316)	-
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	(37,011,708)	26,197,863	(47,277,892)	(15,931,679)	4,720,177	30,919,316	(30,385,980)	4,186,841
FINANCING ACTIVITIES								
Changes in short-term intercompany borrowings	-	(26,197,863)	-	26,197,863	-	(30,919,316)	-	30,919,316
Repayment of Senior 2006 Notes	(14,472,510)	-	(14,472,510)	-	(13,663,756)	-	(13,663,756)	-
Repayment of Senior 2007 Notes	(10,329,233)	-	(10,329,233)	-	(9,742,304)	-	(9,742,304)	-
Repayment of Senior 2008 Notes	(11,559,361)	-	(11,559,361)	-	(10,833,441)	-	(10,833,441)	-
Repayment of Senior 2017 Notes	-	-	-	-	-	-	-	-
Proceeds from line of credit	30,000,000	-	30,000,000	-	30,000,000	-	30,000,000	-
Payments on line of credit	(10,000,000)	-	(10,000,000)	-	-	-	-	-
Principal payments under capital leases	(454,005)	-	(134,975)	(319,030)	(446,273)	-	(169,955)	(276,318)
Debt issuance and maintenance costs	-	-	-	-	176,602	-	176,602	-
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	(16,815,109)	(26,197,863)	(16,496,079)	25,878,833	(4,509,172)	(30,919,316)	(4,232,854)	30,642,998
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	\$ (13,540,625)	\$ -	\$ (13,540,625)	\$ -	\$ (19,515,906)	\$ -	\$ (19,515,906)	\$ -
CASH AND CASH EQUIVALENTS-Beginning of year	39,734,708	-	39,728,508	6,200	50,612,220	-	50,606,020	6,200
CASH AND CASH EQUIVALENTS-JUNE 30	\$ 26,194,083	\$ -	\$ 26,187,883	\$ 6,200	\$ 31,096,314	\$ -	\$ 31,090,114	\$ 6,200