INTEGRYS HOLDING, INC.

(A Wholly Owned Subsidiary of WEC Energy Group, Inc.)

FINANCIAL STATEMENTS

For the Quarter Ended September 30, 2022

INTEGRYS HOLDING, INC.

CONDENSED CONSOLIDATED INCOME STATEMENTS (Unaudited)	Three Months Ended September 30		Nine Months Ended September 30	
(in millions)	2022	2021	2022	2021
Operating revenues	**$ 734.7**	$ 650.2	**$ 3,097.4**	$ 2,680.9
Operating expenses				
Cost of sales	**262.5**	175.4	**1,424.0**	1,063.7
Other operation and maintenance	**211.3**	213.3	**629.4**	650.0
Depreciation and amortization	**118.3**	112.2	**351.9**	330.2
Property and revenue taxes	**25.4**	20.7	**77.5**	66.7
Total operating expenses	**617.5**	521.6	**2,482.8**	2,110.6
Operating income	**117.2**	128.6	**614.6**	570.3
Other income, net	**13.5**	10.7	**32.0**	45.4
Interest expense	**41.9**	40.1	**124.1**	121.0
Other expense	**(28.4)**	(29.4)	**(92.1)**	(75.6)
Income before income taxes	**88.8**	99.2	**522.5**	494.7
Income tax expense	**22.4**	20.2	**131.9**	98.2
Net income	**$ 66.4**	$ 79.0	**$ 390.6**	$ 396.5

INTEGRYS HOLDING, INC.

CONDENSED CONSOLIDATED BALANCE SHEETS (Unaudited) *(in millions, except share and per share amounts)*	September 30 2022	December 31 2021
Assets		
Current assets		
Cash and cash equivalents	**$ 0.5**	$ 6.5
Accounts receivable and unbilled revenues, net of reserves of $105.7 and $125.3, respectively	**614.2**	741.2
Accounts receivable from related parties	**44.3**	52.7
Notes receivable from parent	**23.1**	5.3
Materials, supplies, and inventories	**430.3**	305.2
Prepaid taxes	**30.5**	40.1
Derivative assets	**105.4**	50.6
Amounts recoverable from customers	**76.5**	89.8
Other	**17.2**	30.8
Current assets	**1,342.0**	1,322.2
Long-term assets		
Property, plant, and equipment, net of accumulated depreciation and amortization of $4,256.1 and $4,098.1, respectively	**11,913.6**	11,490.0
Regulatory assets	**1,205.3**	1,295.8
Goodwill	**635.8**	635.8
Pension and OPEB assets	**497.7**	454.5
Other	**183.3**	209.1
Long-term assets	**14,435.7**	14,085.2
Total assets	**$ 15,777.7**	$ 15,407.4
Liabilities and Equity		
Current liabilities		
Short-term debt	**$ 423.9**	$ 637.5
Accounts payable	**549.8**	492.2
Accounts payable to related parties	**73.8**	89.1
Accrued taxes	**54.0**	96.1
Customer credit balances	**125.7**	88.0
Other	**225.1**	160.5
Current liabilities	**1,452.3**	1,563.4
Long-term liabilities		
Long-term debt	**4,289.0**	4,277.0
Deferred income taxes	**1,749.5**	1,666.6
Deferred ITCs	**106.9**	108.2
Regulatory liabilities	**1,488.8**	1,474.9
Environmental remediation liabilities	**439.9**	470.9
Asset retirement obligations	**354.6**	343.1
Other	**164.8**	162.6
Long-term liabilities	**8,593.5**	8,503.3
Commitments and contingencies		
Shareholder's equity		
Common stock – $0.01 par value; 10,000 shares authorized, 1,020 shares issued and outstanding	**—**	—
Additional paid in capital	**2,303.8**	2,303.2
Retained earnings	**3,430.4**	3,039.8
Accumulated other comprehensive loss	**(2.3)**	(2.3)
Shareholder's equity	**5,731.9**	5,340.7
Total liabilities and equity	**$ 15,777.7**	$ 15,407.4

INTEGRYS HOLDING, INC.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (Unaudited)	Nine Months Ended September 30	
(in millions)	**2022**	**2021**
Operating activities		
Net income	**$ 390.6**	$ 396.5
Reconciliation to cash provided by operating activities		
Depreciation and amortization	**351.9**	330.2
Deferred income taxes and investment tax credits, net	**63.3**	153.2
Change in –		
Accounts receivable and unbilled revenues, net	**126.8**	143.5
Materials, supplies, and inventories	**(125.1)**	(70.7)
Amounts recoverable from customers	**13.3**	(113.4)
Other current assets	**23.3**	16.4
Accounts payable	**28.7**	(35.4)
Accrued taxes	**(42.1)**	(19.9)
Customer credit balances	**37.7**	0.7
Other current liabilities	**38.0**	57.0
Other, net	**(35.2)**	(99.5)
Net cash provided by operating activities	**871.2**	758.6
Investing activities		
Capital expenditures	**(739.6)**	(733.3)
Payments for assets transferred from affiliates	**—**	(15.7)
Reimbursement for ATC's construction costs	**10.0**	—
Proceeds from the sale of assets	**61.9**	7.9
Proceeds from the sale of investments held in rabbi trust	**15.4**	12.7
Short-term notes receivable from parent, net	**(17.8)**	—
Other, net	**7.5**	3.5
Net cash used in investing activities	**(662.6)**	(724.9)
Financing activities		
Change in short-term debt	**(213.6)**	(106.5)
Short-term debt to related parties, net	**—**	71.0
Other, net	**(0.4)**	(0.7)
Net cash used in financing activities	**(214.0)**	(36.2)
Net change in cash, cash equivalents, and restricted cash	**(5.4)**	(2.5)
Cash, cash equivalents, and restricted cash at beginning of period	**56.1**	53.7
Cash, cash equivalents, and restricted cash at end of period	**$ 50.7**	$ 51.2
Supplemental cash flow information		
Cash paid for interest, net of amount capitalized	**$ 103.1**	$ 104.7
Cash paid (received) for income taxes, net	**87.2**	(40.5)