MINNESOTA ENERGY RESOURCES CORPORATION

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

FINANCIAL STATEMENTS

For the Quarter Ended March 31, 2026

MINNESOTA ENERGY RESOURCES CORPORATION

CONDENSED INCOME STATEMENTS (Unaudited)	Three Months Ended March 31	
(in millions)	**2026**	**2025**
Operating revenues	**$ 160.0**	$ 142.3
Operating expenses		
Cost of sales	**96.5**	78.6
Other operation and maintenance	**19.6**	19.5
Depreciation and amortization	**7.3**	6.8
Property and revenue taxes	**4.4**	4.1
Total operating expenses	**127.8**	109.0
Operating income	**32.2**	33.3
Interest expense	**2.8**	2.1
Income before income taxes	**29.4**	31.2
Income tax expense	**8.1**	8.5
Net income	**$ 21.3**	$ 22.7

MINNESOTA ENERGY RESOURCES CORPORATION

CONDENSED BALANCE SHEETS (Unaudited) *(in millions, except share amounts)*	March 31 2026	December 31 2025
Assets		
Accounts receivable and unbilled revenues, net of reserves of $2.1 and $1.9, respectively	**$ 71.4**	$ 76.8
Accounts receivable from related parties	**0.9**	1.8
Materials, supplies, and inventories:		
Natural gas in storage	**6.6**	12.6
Materials and supplies	**0.3**	0.3
Prepayments	**1.4**	2.1
Other	**1.1**	4.2
Current assets	**81.7**	97.8
Long-term assets		
Property, plant, and equipment, net of accumulated depreciation and amortization of $252.0 and $247.6, respectively	**734.0**	734.4
Regulatory assets	**14.3**	22.2
Goodwill	**127.7**	127.7
Other	**24.0**	22.8
Long-term assets	**900.0**	907.1
Total assets	**$ 981.7**	$ 1,004.9
Liabilities and Equity		
Current liabilities		
Short-term debt to parent	**$ 27.2**	$ 36.6
Accounts payable	**21.2**	34.8
Accounts payable to related parties	**5.5**	4.7
Accrued taxes	**29.0**	15.6
Customer credit balances	**11.7**	15.8
Amounts refundable to customers	**31.7**	26.3
Other	**11.4**	16.0
Current liabilities	**137.7**	149.8
Long-term liabilities		
Long-term debt	**209.2**	209.1
Deferred income taxes	**155.3**	155.9
Regulatory liabilities	**119.1**	119.9
Other	**4.2**	6.2
Long-term liabilities	**487.8**	491.1
Commitments and contingencies		
Common shareholder's equity		
Common stock – without par value, 1,000 shares authorized; 100 shares issued and outstanding	**209.1**	209.1
Retained earnings	**147.1**	154.9
Common shareholder's equity	**356.2**	364.0
Total liabilities and equity	**$ 981.7**	$ 1,004.9

MINNESOTA ENERGY RESOURCES CORPORATION

CONDENSED STATEMENTS OF CASH FLOWS (Unaudited)	Three Months Ended March 31	
(in millions)	**2026**	**2025**
Operating activities		
Net income	**$ 21.3**	$ 22.7
Reconciliation to cash provided by operating activities		
Depreciation and amortization	**7.3**	6.8
Deferred income taxes, net	**(1.4)**	—
Change in –		
Accounts receivable and unbilled revenues, net	**4.8**	(2.8)
Materials, supplies, and inventories	**6.0**	6.0
Other current assets	**1.9**	2.1
Accounts payable	**(12.3)**	(7.7)
Accrued taxes	**13.4**	9.9
Customer credit balances	**(4.1)**	(4.4)
Amounts refundable to customers	**5.4**	12.5
Other current liabilities	**(1.0)**	(2.4)
Other, net	**2.6**	3.6
Net cash provided by operating activities	**43.9**	46.3
Investing activities		
Capital expenditures	**(5.5)**	(7.7)
Financing activities		
Short-term debt to parent, net	**(9.4)**	(28.9)
Payment of dividends to parent	**(29.0)**	(9.0)
Net cash used in financing activities	**(38.4)**	(37.9)
Net change in cash and cash equivalents	**—**	0.7
Cash and cash equivalents at beginning of period	**—**	—
Cash and cash equivalents at end of period	**$ —**	$ 0.7
Supplemental cash flow information		
Cash paid for interest	**$ 3.0**	$ 2.6
Cash paid for income taxes, net	**0.6**	1.0