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### **WEC Energy Group reports solid first-quarter results**

MILWAUKEE – WEC Energy Group (NYSE: WEC) today reported net income of \$510.1 million, or \$1.61 per share, for the first quarter of 2021 – up from \$452.5 million, or \$1.43 per share, for last year’s first quarter.

Consolidated revenues totaled \$2.7 billion, up \$582.8 million from last year’s first quarter.

“Our positive first-quarter results were driven by colder weather, economic recovery in our region and a strong focus on operating excellence,” said Gale Klappa, executive chairman. “Our people and our infrastructure were put to the test and performed remarkably during a bitter cold stretch in February, when temperatures in the northern portion of our service area dropped to minus 42 degrees Fahrenheit. Ongoing investments in our energy grid and our diverse fuel mix kept the economy moving and our 4.6 million customers warm and safe.”

For the quarter, natural gas deliveries in Wisconsin — excluding natural gas used for power generation — rose by 3.2 percent compared to the first quarter of 2020. On a weather-normal basis, natural gas deliveries were 0.5 percent higher.

Retail deliveries of electricity — excluding the iron ore mine in Michigan’s Upper Peninsula — increased by 1.1 percent in the first quarter of 2021 compared to the first quarter last year. Residential electricity use rose by 4.8 percent.

Electricity consumption by small commercial and industrial customers was 0.3 percent lower. Electricity use by large commercial and industrial customers — excluding the iron ore mine — fell by 1.0 percent.

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On a weather-normal basis, retail deliveries of electricity — excluding the iron ore mine — increased by 1.4 percent.

At the end of March, the company was serving approximately 7,000 more electric customers and 25,000 more natural gas customers than at the same time a year ago.

“The company expects to reach the top end of its earnings guidance for 2021 — which is in a range of \$3.99 to \$4.03 per share,” Klappa said. This assumes normal weather for the remainder of the year.

Earnings per share listed in this news release are on a fully diluted basis.

### **Conference call**

A conference call is scheduled for 1 p.m. Central time, Monday, May 3. The call will review 2021 first-quarter earnings and the company’s outlook for the future.

All interested parties, including stockholders, news media and the general public, are invited to listen. Access the call at 877-683-2228 up to 15 minutes before it begins. The number for international callers is 647-689-5446. The conference ID is 2688216.

Conference call access also is available at [wecenergygroup.com](http://wecenergygroup.com). Under ‘Webcasts,’ select ‘Q1 Earnings.’ In conjunction with this earnings announcement, WEC Energy Group will post on its website a package of detailed financial information on its first-quarter performance. The materials will be available at 6:30 a.m. Central time, Monday, May 3.

### **Replay**

A replay will be available on the website and by phone. Access to the webcast replay will be available on the website about two hours after the call. Access to a phone replay also will be available approximately two hours after the call and remain accessible through May 17, 2021. Domestic callers should dial 800-585-8367. International callers should dial 416-621-4642. The replay conference ID is 2688216.

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*WEC Energy Group (NYSE: WEC), based in Milwaukee, is one of the nation's premier energy companies, serving 4.6 million customers in Wisconsin, Illinois, Michigan and Minnesota.*

*The company's principal utilities are We Energies, Wisconsin Public Service, Peoples Gas, North Shore Gas, Michigan Gas Utilities, Minnesota Energy Resources and Upper Michigan Energy Resources. Another major subsidiary, We Power, designs, builds and owns electric generating plants. In addition, WEC Infrastructure LLC owns a growing fleet of renewable generation facilities in the Midwest.*

*WEC Energy Group (wecenergygroup.com) is a Fortune 500 company and a component of the S&P 500. The company has approximately 42,000 stockholders of record, 7,200 employees and more than \$37 billion of assets.*

### **Forward-looking statements**

Certain statements contained in this press release are "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. These statements are based upon management's current expectations and are subject to risks and uncertainties that could cause our actual results to differ materially from those contemplated in the statements. Readers are cautioned not to place undue reliance on these statements. Forward-looking statements include, among other things, statements concerning management's expectations and projections regarding earnings and future results and investments. In some cases, forward-looking statements may be identified by reference to a future period or periods or by the use of forward-looking terminology such as "anticipates," "believes," "estimates," "expects," "forecasts," "guidance," "intends," "may," "objectives," "plans," "possible," "potential," "projects," "should," "targets," "will" or similar terms or variations of these terms.

Factors that could cause actual results to differ materially from those contemplated in any forward-looking statements include, but are not limited to: general economic conditions, including business and competitive conditions in the company's service territories; the extent, duration and impact of the COVID-19 pandemic or any future health pandemics; timing, resolution and impact of rate cases and other regulatory decisions; the company's ability to continue to successfully integrate the operations of its subsidiaries; availability of the company's generating facilities and/or distribution systems; unanticipated changes in fuel and purchased power costs; key personnel changes; varying, adverse or unusually severe weather conditions; continued industry restructuring and consolidation; continued advances in, and adoption of, new technologies that produce power or reduce power consumption; energy and environmental conservation efforts; the company's ability to successfully acquire and/or dispose of assets and projects; cyber-security threats and data security breaches; construction risks; equity and bond market fluctuations; changes in the company's and its subsidiaries' ability to access the capital markets; changes in tax legislation or our ability to use certain tax benefits and carryforwards; the impact of legislative and regulatory changes, including changes to environmental standards and greenhouse gas regulations; political developments; current and future litigation and regulatory investigations, proceedings or inquiries; changes in accounting standards; the financial performance of American Transmission Company as well as projects in which the company's energy infrastructure business invests; the ability of the company to obtain additional generating capacity at competitive prices; goodwill and its possible impairment; and other factors described under the heading "Factors Affecting Results, Liquidity and Capital Resources" in Management's Discussion and Analysis of Financial Condition and Results of Operations and under the headings "Cautionary Statement Regarding Forward-Looking Information" and "Risk Factors" contained in the company's Form 10-K for the year ended Dec. 31, 2020, and in subsequent reports filed with the Securities and Exchange Commission. Except as may be required by law, the company expressly disclaims any obligation to publicly update or revise any forward—looking information.

**Tables follow**

**WEC ENERGY GROUP, INC.**

CONDENSED CONSOLIDATED INCOME STATEMENTS (Unaudited)	Three Months Ended	
<i>(in millions, except per share amounts)</i>	March 31	
	2021	2020
<b>Operating revenues</b>	\$ 2,691.4	\$ 2,108.6
<b>Operating expenses</b>		
Cost of sales	1,265.6	734.7
Other operation and maintenance	479.9	455.7
Depreciation and amortization	261.4	239.1
Property and revenue taxes	55.2	52.5
<b>Total operating expenses</b>	<b>2,062.1</b>	<b>1,482.0</b>
<b>Operating income</b>	<b>629.3</b>	<b>626.6</b>
Equity in earnings of transmission affiliates	42.6	39.8
Other income, net	32.8	5.6
Interest expense	119.5	129.4
<b>Other expense</b>	<b>(44.1)</b>	<b>(84.0)</b>
Income before income taxes	585.2	542.6
Income tax expense	74.9	90.0
<b>Net income</b>	<b>510.3</b>	<b>452.6</b>
Preferred stock dividends of subsidiary	0.3	0.3
Net loss attributed to noncontrolling interests	0.1	0.2
<b>Net income attributed to common shareholders</b>	<b>\$ 510.1</b>	<b>\$ 452.5</b>
<b>Earnings per share</b>		
Basic	\$ 1.62	\$ 1.43
Diluted	\$ 1.61	\$ 1.43
<b>Weighted average common shares outstanding</b>		
Basic	315.4	315.4
Diluted	316.2	316.7
<b>Dividends per share of common stock</b>	<b>\$ 0.6775</b>	<b>\$ 0.6325</b>

**WEC ENERGY GROUP, INC.**

**CONDENSED CONSOLIDATED BALANCE SHEETS (Unaudited)**

*(in millions, except share and per share amounts)*

	March 31, 2021	December 31, 2020
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$ 26.1	\$ 24.8
Accounts receivable and unbilled revenues, net of reserves of \$259.1 and \$220.1, respectively	1,369.9	1,202.8
Materials, supplies, and inventories	353.5	528.6
Prepayments	258.8	263.4
Amounts recoverable from customers	306.7	20.0
Other	40.5	43.4
<b>Current assets</b>	<b>2,355.5</b>	<b>2,083.0</b>
<b>Long-term assets</b>		
Property, plant, and equipment, net of accumulated depreciation and amortization of \$9,481.4 and \$9,364.7, respectively	25,994.4	25,707.4
Regulatory assets	3,487.1	3,524.1
Equity investment in transmission affiliates	1,773.6	1,764.3
Goodwill	3,052.8	3,052.8
Other	937.2	896.5
<b>Long-term assets</b>	<b>35,245.1</b>	<b>34,945.1</b>
<b>Total assets</b>	<b>\$ 37,600.6</b>	<b>\$ 37,028.1</b>
<b>Liabilities and Equity</b>		
<b>Current liabilities</b>		
Short-term debt	\$ 1,580.4	\$ 1,776.9
Current portion of long-term debt	787.0	785.8
Accounts payable	656.0	880.7
Accrued payroll and benefits	123.0	174.0
Other	568.5	530.7
<b>Current liabilities</b>	<b>3,714.9</b>	<b>4,148.1</b>
<b>Long-term liabilities</b>		
Long-term debt	12,317.7	11,728.1
Deferred income taxes	4,214.1	4,059.8
Deferred revenue, net	406.4	412.2
Regulatory liabilities	3,890.8	3,928.1
Environmental remediation liabilities	532.9	532.9
Pension and OPEB obligations	319.9	327.0
Other	1,236.3	1,229.4
<b>Long-term liabilities</b>	<b>22,918.1</b>	<b>22,217.5</b>
Commitments and contingencies		
<b>Common shareholders' equity</b>		
Common stock – \$0.01 par value; 325,000,000 shares authorized; 315,434,531 shares outstanding	3.2	3.2
Additional paid in capital	4,143.6	4,143.7
Retained earnings	6,626.0	6,329.6
Accumulated other comprehensive loss	(5.7)	(6.8)
<b>Common shareholders' equity</b>	<b>10,767.1</b>	<b>10,469.7</b>
Preferred stock of subsidiary	30.4	30.4
Noncontrolling interests	170.1	162.4
<b>Total liabilities and equity</b>	<b>\$ 37,600.6</b>	<b>\$ 37,028.1</b>

**WEC ENERGY GROUP, INC.**

<b>CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (Unaudited)</b> <i>(in millions)</i>	<b>Three Months Ended March 31</b>	
	<b>2021</b>	<b>2020</b>
<b>Operating activities</b>		
Net income	\$ 510.3	\$ 452.6
Reconciliation to cash provided by operating activities		
Depreciation and amortization	261.4	239.1
Deferred income taxes and ITCs, net	129.6	92.1
Contributions and payments related to pension and OPEB plans	(4.1)	(3.7)
Equity income in transmission affiliates, net of distributions	(9.2)	0.8
Change in –		
Accounts receivable and unbilled revenues, net	(150.4)	(3.5)
Materials, supplies, and inventories	175.1	158.7
Amounts recoverable from customers	(286.7)	8.1
Other current assets	20.2	57.3
Accounts payable	(181.5)	(250.1)
Other current liabilities	(2.3)	(27.7)
Other, net	(67.2)	(33.2)
<b>Net cash provided by operating activities</b>	<b>395.2</b>	<b>690.5</b>
<b>Investing activities</b>		
Capital expenditures	(470.6)	(496.1)
Acquisition of Jayhawk Wind, LLC	(119.4)	—
Capital contributions to transmission affiliates	—	(3.0)
Proceeds from the sale of assets	11.3	1.3
Proceeds from the sale of investments held in rabbi trust	12.7	17.0
Other, net	24.7	17.8
<b>Net cash used in investing activities</b>	<b>(541.3)</b>	<b>(463.0)</b>
<b>Financing activities</b>		
Exercise of stock options	1.2	16.0
Purchase of common stock	(6.6)	(40.4)
Dividends paid on common stock	(213.7)	(199.5)
Issuance of long-term debt	600.0	—
Retirement of long-term debt	(14.7)	(14.0)
Issuance of short-term loan	—	340.0
Repayment of short-term loan	(340.0)	—
Change in other short-term debt	143.5	(343.6)
Other, net	(6.6)	(2.6)
<b>Net cash provided by (used in) financing activities</b>	<b>163.1</b>	<b>(244.1)</b>
<b>Net change in cash, cash equivalents, and restricted cash</b>	<b>17.0</b>	<b>(16.6)</b>
Cash, cash equivalents, and restricted cash at beginning of period	72.6	82.3
<b>Cash, cash equivalents, and restricted cash at end of period</b>	<b>\$ 89.6</b>	<b>\$ 65.7</b>