OHIO VALLEY ELECTRIC CORPORATION

AND SUBSIDIARY COMPANY

CONSOLIDATING BALANCE SHEETS - SEPTEMBER 30, 2020 AND 2019-UNAUDITED

CONSOLIDATING STATEMENTS OF INCOME AND RETAINED EARNINGS YEAR TO DATE - SEPTEMBER 30, 2020 AND 2019-UNAUDITED

CONSOLIDATING STATEMENTS OF CASH FLOWS YEAR TO DATE - SEPTEMBER 30, 2020 AND 2019-UNAUDITED

OHIO VALLEY ELECTRIC CORPORATION

AND SUBSIDIARY COMPANY

CONSOLIDATING BALANCE SHEETS - SEPTEMBER 30, 2020 AND 2019-UNAUDITED

CONSOLIDATING STATEMENTS OF INCOME AND RETAINED EARNINGS YEAR TO DATE - SEPTEMBER 30, 2020 AND 2019-UNAUDITED

CONSOLIDATING STATEMENTS OF CASH FLOWS YEAR TO DATE - SEPTEMBER 30, 2020 AND 2019-UNAUDITED

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 quarters ended September 30, 2020 and 2019 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 as of September 30, 2020 and 2019, and the results of the operations, thereof, in accordance with generally accepted accounting principles consistently applied throughout the period. 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 covenents 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 September 30, 2020 was \$29,365,178

Secretary and Treasurer OHIO VALLEY ELECTRIC CORPORATION and INDIANA-KENTUCKY ELECTRIC CORPORATION

CONSOLIDATING BALANCE SHEETS

AS OF SEPTEMBER 30, 2020 AND 2019-UNAUDITED

	DITED	2020			2019						
	Consolidated	Eliminations (Deduct)	Ohio Valley Electric Corporation	Indiana- Kentucky Electric Corporation	Consolidated	Eliminations (Deduct)	Ohio Valley Electric Corporation	Indiana- Kentucky Electric Corporation			
ASSETS											
ELECTRIC PLANT:	¢ 2 704 440 402	¢	1 202 460 050	1 400 070 522	2 700 022 (20	A	1 200 007 210	1 400 105 411			
At original cost	\$ 2,794,440,492 (1,608,476,725)	\$ - \$	1,393,469,959 \$	1,400,970,533 \$	2,789,032,630	\$ - \$	1,388,907,219 \$	1,400,125,411			
Less - Accumulated provisions for depreciation	(1,608,476,725)	<u> </u>	(803,326,000)	(805,150,725)	(1,545,556,773)	<u> </u>	(771,533,428)	(774,023,345			
	1,185,963,767	-	590,143,959	595,819,808	1,243,475,857	-	617,373,791	626,102,066			
Construction in progress	23,164,393	<u> </u>	12,048,531	11,115,862	17,070,781	<u> </u>	10,577,598	6,493,183			
Total electric plant	1,209,128,160	<u> </u>	602,192,490	606,935,670	1,260,546,638	<u> </u>	627,951,389	632,595,249			
NVESTMENTS AND OTHER:											
Investment in subsidiary company	-	(3,400,000)	3,400,000	-	-	(3,400,000)	3,400,000	-			
Advances to subsidiary-construction		(613,177,977)	613,177,977			(631,956,470)	631,956,470	-			
Total investments and other	<u> </u>	(616,577,977)	616,577,977	<u> </u>		(635,356,470)	635,356,470				
CURRENT ASSETS:											
Cash and cash equivalents	41,113,503	_	41,107,303	6,200	32,654,669	-	32,648,469	6,200			
Accounts receivable	27,087,528	-	26,981,667	105,861	67,608,022	-	67,028,311	579,711			
Fuel in storage-at average cost	79,441,369	-	36,301,227	43,140,142	54,649,199	-	23,093,592	31,555,607			
Materials and supplies-at average cost	42,539,624	-	26,603,654	15,935,970	42,864,259	-	26,156,939	16,707,320			
Property taxes applicable to future years	787,500	-	787,500	-	37,500	-	37,500	-			
Emission allowances	143,947	-	143,947	-	292,123	-	292,123	-			
Income taxes receivable	2,307,853	-	2,307,853	-	4,690,064	-	4,690,064	-			
Prepaid expenses and other	3,985,333	<u> </u>	1,822,311	2,163,022	3,097,876	<u> </u>	1,818,694	1,279,182			
Total current assets	197,406,657	<u> </u>	136,055,462	61,351,195	205,893,712		155,765,692	50,128,020			
REGULATORY ASSETS:											
Unrecognized postemployment benefits	5,201,536	-	2,181,535	3,020,001	4,147,956	-	2,464,412	1,683,544			
Pension benefits	32,170,308	-	17,999,287	14,171,021	33,894,325	-	19,235,029	14,659,296			
Other	545,772	<u> </u>	545,772		<u> </u>	<u> </u>	<u> </u>	-			
Total regulatory assets	37,917,616	<u> </u>	20,726,594	17,191,022	38,042,281	<u>-</u>	21,699,441	16,342,840			
DEFERRED CHARGES AND OTHER:											
Unamortized debt expense	459,095	_	459,095	-	28,488	_	28,488	-			
Income taxes receivable	2,101,572	_	2,101,572	-	4,614,683	_	4,614,683	-			
Long-term investments	252,240,748	-	210,941,323	41,299,425	223,265,758	-	186,302,290	36,963,468			
Other	1,245,637	<u> </u>	1,244,653	984	1,773,155	<u> </u>	1,772,171	984			
Total deferred charges and other	256,047,052	<u> </u>	214,746,643	41,300,409	229,682,084	<u> </u>	192,717,632	36,964,452			
FOTAL	\$ 1.700.400.495	۴ (616 577 077) ۴	1,590,299,166 \$	776 779 206 \$	1 734 164 715	\$ (635.356.470) \$	1 633 400 624 \$	726 020 56			
UTAL	\$ 1,700,499,485	\$ (616,577,977) \$	1,590,299,166 \$	726,778,296 \$	1,734,164,715	\$ (635,356,470) \$	1,633,490,624 \$	736,030,56			

CONSOLIDATING BALANCE SHEETS

AS OF SEPTEMBER 30, 2020 AND 2019-UNAUDITED

Ohio ValleyKentuckyOhio ValleyHEliminationsElectricElectricEliminationsElectric			2020			2019						
CAPITALIANDN Camona idsk, 10000 shares 5 1000000 5 5 1000000 5 5 1000000 5 5 10000000 5 5 10000000 5 5 100000000 5 5 100000000 5 5 1000000000 5 5 100000000 5 5 100000000 5 5 100000000 5 5 100000000 5 5 100000000 5 5 100000000 5 5 100000000 5 5 100000000 5 100000000 5 100000000 5 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000 100000000		Consolidated		Electric	Kentucky Electric	Consolidated		Electric	Indiana- Kentucky Electric Corporation			
Comune Sick, S100 per values anteriores 30000 shares: anteriores 3000 shares: anter	APITALIZATION AND LIABILITIES											
Autorizida, 20,000 shores 5 10,000,000 S 5 5	CAPITALIZATION:											
oestanding, (00,000 alracs), stated 13,200 pc share- Authorized, (10,000 alracs), oestanding, 17,000 alracs, 000,000 alracs, oestanding, 17,000 alracs, oestandi	Common stock, \$100 par value-											
$\begin{tabular}{l lllllllllllllllllllllllllllllllllll$												
stated 3200 pr share- substrating, 17,000 shares 		\$ 10,000,000	\$ - \$	10,000,000 \$	- \$	10,000,000 \$	- \$	10,000,000 \$	-			
Authorest:Authorest:onstraining: 7/000 dues:3,00,000-3,00,000-3,00,000-3,00,000-3,00,000-3,00,000-3,00,000-3,00,000-3,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,000-1,00,												
outstanding, 17,000 shores . $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,000)$. $(3,400,0$	stated at \$200 per share-											
ung-term debi 1,127,20,107 - 1,143,299,372 - 1,043,999,372 is of credit brownga-long term 60,000,000 - 00,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 -												
nice of exclusion density 60,000,000 - - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 - 80,000,000 -		-	(3,400,000)	-	3,400,000	-	(3,400,000)	-	3,400,00			
$\begin{array}{c c c c c c c c c c c c c c c c c c c $			-		-		-		-			
$ \begin{array}{ c c c c c c c c c c c c c c c c c c c$	Line of credit borrowings-long term	60,000,000	-		-	80,000,000	-		-			
RRENT LIABILITIES: 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,998,032 231,993,032 238,932,032 238,932,032 238,932,032 238,932,032 238,932,032 238,932,032 238,932,032 238,932,932,932,932,932,932,932,932,932,932	Retained earnings	19,365,178		19,365,178		16,606,594		16,606,594	-			
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	Total capitalization	1,216,985,285	(3,400,000)	1,216,985,285	3,400,000	1,150,545,966	(3,400,000)	1,150,545,966	3,400,00			
account synable $28,173,705$ - $13,225,047$ $14,348,688$ $29,499,066$ - $13,793,223$ account taxes $8,201,800$ - $3,719,807$ $4,481,963$ $8,357,499$ - $4237,613$ acgulatory labilities $17,506,386$ - $21,141,15$ $5,268,479$ $23,475,547$ - $20,119,590$ Total current labilities $17,4923,036$ - $21,814,115$ $5,368,479$ $23,475,547$ - $20,119,590$ Total current labilities $17,4923,036$ - $414,698,755$ $30,224,281$ $304,394,392$ - $278,502,404$ DMMTDENTS AND CONTINGENCIES $500,000$ - $47,911,479$ $18,963,906$ $67,530,024$ - $50,706,147$ softratificment bacefits $66,875,385$ - $47,911,479$ $18,963,906$ $67,530,024$ - $82,500,000$ conce taxes refundable to customers $8,658,897$ - $8,58,897$ - $11,571,428$ - $11,571,428$ other $14,545,202$ - $3,726,543$ $10,818,659$ $8,324,815$ - $789,336$ Total regulatory liabilities $202,579,484$ - $172,996,919$ $29,782,565$ $169,926,267$ - $145,566,911$ HER LIABILITIES $32,400,636$ $31,086,402$ $60,246,682$ - $30,769,526$ oster tritoment benefits obligation $4,242,848$ - $23,90,270$ $1,852,578$ $10,186,597$ - $5,708,766$ otart davances for construction- $(613,177,977)$ -	URRENT LIABILITIES:											
scened targes8,201,860-3,719,8974,481,9638,337,499-4,287,613legulatory labilities17,506,386-11,481,2056,025,18111,064,248-8,303,946concreal interst and other27,182,594-21,814,1155,368,47922,475,547-20,119,990Total current liabilities174,923,036-144,698,75530,224,281304,394,392-278,502,404SULATORY LIABILITIES:ostrettirement benefits66,875,385-47,911,47918,963,90667,530,024-50,706,147dytame billing of doth reserve112,500,000-82,500,000-82,500,000neome taxes refundable to customers8,658,897-116,570,024-10,71,428Attar equilatory liabilities202,579,484-172,796,91929,782,565169,926,267-145,566,911THER LIABILITIES:emoin liability32,170,308-172,996,91929,782,565169,926,267-145,566,911THER LIABILITIES:emoin liability32,170,308-172,996,91929,782,565169,926,267-145,566,911Coster tirrement objegation4,242,448-2,390,2701,852,57810,186,597-5,708,766oster turrent objegation4,242,448-2,390,2701,852,57810,186,597-5,708,766<	Current portion of long-term debt	93,858,491	-	93,858,491	-	231,998,032	-	231,998,032	-			
decrued incres 8,201,860 - 3,719,897 4,481,963 8,337,499 - 4,287,613 legulatory labilities 17,506,386 - 11,481,205 6,025,181 11,064,248 - 8,303,946 cerued interst and other 27,182,594 - 21,814,115 5,308,479 22,475,547 - 20,119,590 Total current liabilities 174,923,036 - 144,698,755 30,224,281 304,394,392 - 278,502,404 DMMTMENTS AND CONTINGENCIES SGULATORY LABILITIES: - 47,911,479 18,963,906 67,530,024 - 50,706,147 domace billing of debt reserve 112,500,000 - 112,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 11,571,428 - 11,571,428 - 11,571,428 - 11,571,428 - 11,571,428 - 11,571,428 - 11,571,428 - 18,963,906 - 12,590,400 - 12,590,400 - 12,590,403 - 12,590,403 - 12,591,413 -			-		14,348,658	29,499,066	-		15,705,84			
xecrued interest and other $27,182,594$. $21,814,115$ $5,366,479$ $23,475,547$. $20,119,590$ Total current liabilities $174,923,036$. $144,698,755$ $30,224,281$ $304,394,392$. $278,502,404$ DMMITMENTS AND CONTINGENCIES stretiment benefits $66,875,385$. $47,911,479$ $18,963,906$ $67,530,024$. $50,706,147$ dyarace billing of debt reserve $112,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,000$. $82,500,020$. 8		8,201,860	-	3,719,897	4,481,963	8,357,499	-	4,287,613	4,069,88			
kerned interest and other $27,182,594$. $21,814,115$ $5,368,479$ $23,475,547$. $20,119,590$ Total current liabilities $174,923,036$. $144,698,755$ $30,224,281$ $304,394,392$. $278,502,404$ DMMITMENTS AND CONTINGENCIES EGULATORY LIABILITIES: Ostretiment benefits $66,875,385$. $47,911,479$ $18,963,906$ $67,530,024$. $50,706,147$ dytamec billing of debt reserve $112,500,000$. $82,500,000$. $82,500,000$. $82,500,000$ necome taxes refundable to customers $8,658,897$. $8,658,897$. $11,571,428$. $11,571,428$ Other $14,545,202$. $3,726,543$ $10,818,659$ $8,324,815$. $789,336$ Total regulatory liabilities $202,579,484$. $172,796,919$ $29,782,565$ $169,926,267$. $145,566,911$ THER LIABILITIES: venson liability $32,170,308$. $17,999,287$ $14,171,021$ $33,894,325$ $92,350,299$ set retirement obligation $4,242,848$. $2,390,270$ $1,852,578$ $10,186,597$. $5,708,766$ obster tributent obligation $5,204,614,12$. $2,300,270$ $1,852,578$ $10,186,597$. $5,708,766$ otster tributent obligation $5,209,506$. $2,464,412$. $60,177,977$. $613,177,977$. $613,179,977$. $613,159,6470$.ther itabilities $909,950$. $846,479$	Regulatory liabilities	17,506,386	-	11,481,205	6,025,181	11,064,248	-	8,303,946	2,760,30			
DMMITMENTS AND CONTINGENCIES GULATORY LIABILITIES: costretiment benefits 66.875,385 - 47,911,479 18,963,906 67,530,024 - 50,706,147 dvance billing of debt reserve 112,500,000 - 112,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 82,500,000 - 11,571,428 - 789,336 - 789,336 - 72,796,919 29,782,565 169,926,267 - 145,566,911<	Accrued interest and other	27,182,594			5,368,479	23,475,547		20,119,590	3,355,95			
EGULATORY LIABILITIES: $66,875,385$ - $47,911,479$ $18,963,906$ $67,530,024$ - $50,706,147$ Advance billing of debt reserve $112,500,000$ - $82,500,000$ - $82,500,000$ nocme taxes refundable to customers $8,658,897$ - $11,571,428$ - $11,571,428$ Other $14,545,202$ - $3,726,543$ $10,818,659$ $8,324,815$ - $789,336$ Total regulatory liabilities $202,579,484$ - $172,796,919$ $29,782,565$ $169,926,267$ - $145,566,911$ THER LIABILITIES: - - $72,99,919$ $29,782,565$ $169,926,267$ - $19,235,029$ Saster retirement obligations $63,487,038$ - $17,999,287$ $14,171,021$ $33,894,325$ - $19,235,029$ Suster retirement benefits obligation $4,242,848$ - $2,390,270$ $1,852,578$ $10,186,597$ - $5,708,766$ Sosterployment benefits obligation $5,201,536$ - $2,181,535$ $3,020,001$ $4,147,956$ - $2,464,412$ Varent dvances for construct	Total current liabilities	174,923,036		144,698,755	30,224,281	304,394,392		278,502,404	25,891,98			
Postretirement benefits $66,875,385$ - $47,911,479$ $18,963,906$ $67,530,024$ - $50,706,147$ Advance billing of debt reserve $112,500,000$ - $82,500,000$ - $82,500,000$ - $82,500,000$ Income taxes refundable to customers $8,658,897$ - $11,571,428$ - $11,571,428$ -Other $14,545,202$ - $3,726,543$ $10.818,659$ $8,324,815$ - $789,336$ Total regulatory liabilities $202,579,484$ - $172,796,919$ $29,782,565$ $169,926,267$ - $145,566,911$ THER LIABILITIES:Pension liability $32,170,308$ - $17,999,287$ $14,171,021$ $33,894,325$ - $19,235,029$ Asset retirement obligations $63,487,038$ - $22,390,270$ $1,852,578$ $10,86,597$ - $3,708,766$ Postretirement benefits obligation $5,201,536$ - $2,181,535$ $3,020,001$ $4,147,956$ - $2,464,412$ Parent advances for construction-(613,177,977)-(613,177,977)-(631,956,470)-Other liabilities909,950- $846,479$ $63,471$ $822,530$ - $697,610$	OMMITMENTS AND CONTINGENCIES											
Advance billing of debt reserve112,500,000-112,500,000-82,500,000-82,500,000neome taxes refundable to customers $8,658,897$ - $8,658,897$ - $11,571,428$ - $11,571,428$ Other $14,545,202$ - $3,726,543$ $10,818,659$ $8,324,815$ - $789,336$ Total regulatory liabilities $202,579,484$ - $172,796,919$ $29,782,565$ $169,926,267$ - $145,566,911$ THER LIABILITIES:Pension liability $32,170,308$ - $17,999,287$ $14,171,021$ $33,894,325$ - $19,235,029$ Asset retirement obligations $63,487,038$ - $2,390,270$ $1,852,578$ $10,186,597$ - $5,708,766$ Postertirement benefits obligation $4,242,848$ - $2,390,270$ $1,852,578$ $10,186,597$ - $2,464,412$ Parent advances for construction-(613,177,977)-(631,956,470)-Other liabilities $909,950$ - $846,479$ $63,471$ $822,530$ - $697,610$	EGULATORY LIABILITIES:											
neome taxes refundable to customers $8,658,897$ - $8,658,897$ - $11,571,428$ - $11,571,428$ Other $14,545,202$ - $3,726,543$ $10,818,659$ $8,324,815$ - $789,336$ Total regulatory liabilities $202,579,484$ - $172,796,919$ $29,782,565$ $169,926,267$ - $145,566,911$ THER LIABILITIES:Pension liability $32,170,308$ - $17,999,287$ $14,171,021$ $33,894,325$ - $19,235,029$ Asset retirement obligations $63,487,038$ - $32,400,636$ $31,086,402$ $60,246,682$ - $30,769,526$ Posternitiement benefits obligation $4,242,848$ - $2,390,270$ $1,852,578$ $10,186,597$ - $2,464,412$ Parent advances for construction-(613,177,977)- $613,177,977$ -(631,956,470)-Other liabilities $909,950$ - $846,479$ $63,471$ $822,530$ - $697,610$	Postretirement benefits	66,875,385	-	47,911,479	18,963,906	67,530,024	-	50,706,147	16,823,87			
ther $14,545,202$ - $3,726,543$ $10,818,659$ $8,324,815$ - $789,336$ Total regulatory liabilities $202,579,484$ - $172,796,919$ $29,782,565$ $169,926,267$ - $145,566,911$ THER LIABILITIES: ension liability $32,170,308$ - $17,999,287$ $14,171,021$ $33,894,325$ - $19,235,029$ exset retirement obligations $63,487,038$ - $32,400,636$ $31,086,402$ $60,246,682$ - $30,769,526$ ostertirement benefits obligation $4,242,848$ - $2,390,270$ $1,852,578$ $10,186,597$ - $5,708,766$ ostertide obligation $5,201,556$ - $2,181,555$ $3,020,001$ $4,147,956$ - $2,464,412$ arent advances for construction- $(613,177,977)$ - $613,177,977$ - $(631,956,470)$ -ther liabilities $909,950$ - $846,479$ $63,471$ $822,530$ - $697,610$	dvance billing of debt reserve	112,500,000	-	112,500,000	-	82,500,000	-	82,500,000	-			
Total regulatory liabilities $202,579,484$ - $172,796,919$ $29,782,565$ $169,926,267$ - $145,566,911$ THER LIABILITIES: vension liabilitysest retirement obligations $32,170,308$ - $17,999,287$ $14,171,021$ $33,894,325$ - $19,235,029$ sest retirement obligations $63,487,038$ - $32,400,636$ $31,086,402$ $60,246,682$ - $30,769,526$ ostretirement benefits obligation $4,242,848$ - $2,390,270$ $1,852,578$ $10,186,597$ - $5,708,766$ ostemployment benefits obligation $5,201,536$ - $2,181,535$ $3,020,001$ $4,147,956$ - $2,464,412$ arent advances for construction- $(613,177,977)$ - $613,177,977$ - $(631,956,470)$ -other liabilities $909,950$ - $846,479$ $63,471$ $822,530$ - $697,610$	ncome taxes refundable to customers	8,658,897	-	8,658,897	-	11,571,428	-	11,571,428	-			
THER LIABILITIES:Pension liability $32,170,308$ - $17,999,287$ $14,171,021$ $33,894,325$ - $19,235,029$ Asset retirement obligations $63,487,038$ - $32,400,636$ $31,086,402$ $60,246,682$ - $30,769,526$ Postretirement benefits obligation $4,242,848$ - $2,390,270$ $1,852,578$ $10,186,597$ - $5,708,766$ Postretirement obligation $5,201,536$ - $2,181,535$ $3,020,001$ $4,147,956$ - $2,464,412$ Parent advances for construction- $(613,177,977)$ - $613,177,977$ - $(631,956,470)$ -Other liabilities909,950- $846,479$ $63,471$ $822,530$ - $697,610$	Other	14,545,202	<u> </u>	3,726,543	10,818,659	8,324,815		789,336	7,535,47			
ension liability $32,170,308$ - $17,999,287$ $14,171,021$ $33,894,325$ - $19,235,029$ asset retirement obligations $63,487,038$ - $32,400,636$ $31,086,402$ $60,246,682$ - $30,769,526$ ostretirement benefits obligation $4,242,848$ - $2,390,270$ $1,852,578$ $10,186,597$ - $5,708,766$ ostemployment benefits obligation $5,201,536$ - $2,181,535$ $3,020,001$ $4,147,956$ - $2,464,412$ arent advances for construction- $(613,177,977)$ - $613,177,977$ - $(631,956,470)$ -ther liabilities $909,950$ - $846,479$ $63,471$ $822,530$ - $697,610$	Total regulatory liabilities	202,579,484	<u> </u>	172,796,919	29,782,565	169,926,267		145,566,911	24,359,35			
asset retirement obligation $32,170,308$ $ 17,999,287$ $14,171,021$ $33,894,325$ $ 19,235,029$ $asset retirement obligations63,487,038 32,400,63631,086,40260,246,682 30,769,526ostretirement benefits obligation4,242,848 2,390,2701,852,57810,186,597 5,708,766ostemployment benefits obligation5,201,536 2,181,5353,020,0014,147,956 2,464,412arent advances for construction (613,177,977) (631,956,470) bter liabilities909,950 846,47963,471822,530 697,610$	THER LIABILITIES:											
Asset retirement obligations $63,487,038$ - $32,400,636$ $31,086,402$ $60,246,682$ - $30,769,526$ Postretirement benefits obligation $4,242,848$ - $2,390,270$ $1,852,578$ $10,186,597$ - $5,708,766$ Postretirement benefits obligation $5,201,536$ - $2,181,535$ $3,020,001$ $4,147,956$ - $2,464,412$ Parent advances for construction- $(613,177,977)$ - $613,177,977$ - $(631,956,470)$ -Other liabilities909,950- $846,479$ $63,471$ $822,530$ - $697,610$		32,170,308	-	17,999,287	14,171,021	33,894,325	-	19,235,029	14,659,29			
oster $4,242,848$ - $2,390,270$ $1,852,578$ $10,186,597$ - $5,708,766$ ostemployment benefits obligation $5,201,536$ - $2,181,535$ $3,020,001$ $4,147,956$ - $2,464,412$ arent advances for construction- $(613,177,977)$ - $613,177,977$ - $(631,956,470)$ -other liabilities909,950- $846,479$ $63,471$ $822,530$ - $697,610$			-				-		29,477,15			
ostemployment benefits obligation 5,201,536 - 2,181,535 3,020,001 4,147,956 - 2,464,412 arent advances for construction - (613,177,977) - (631,956,470) - other liabilities 909,950 - 846,479 63,471 822,530 - 697,610			-				-		4,477,83			
arent advances for construction - (613,177,977) - (631,956,470) - Other liabilities 909,950 - 846,479 63,471 822,530 - 697,610	-		-				-		1,683,54			
909,950 - 846,479 63,471 822,530 - 697,610			(613,177,977)				(631,956,470)		631,956,47			
Total other liabilities 106,011,680 (613,177,977) 55,818,207 663,371,450 109,298,090 (631,956,470) 58,875,343		909,950		846,479				697,610	124,92			
	Total other liabilities	106,011,680	(613,177,977)	55,818,207	663,371,450	109,298,090	(631,956,470)	58,875,343	682,379,21			
OTAL \$	OTAL	\$ 1.700.400.495	ፍ (<u>ሬ</u> ነራ 577 ስ77) ወ	1 500 200 166	776 770 206 \$	1 724 164 715 0	(625.256.470) 0	1 622 400 624	736,030,56			

CONSOLIDATING STATEMENTS OF INCOME AND RETAINED EARNINGS

	_	2020						-	2019						
	_	Consolidated	_	Eliminations (Deduct)	_	Ohio Valley Electric Corporation		Indiana- Kentucky Electric Corporation		Consolidated	_	Eliminations (Deduct)		Ohio Valley Electric Corporation	Indiana- Kentucky Electric Corporation
OPERATING REVENUES: Sales of electric energy to: Department of Energy Ohio Valley Electric Corp. Sponsoring Companies Other Total operating revenues	\$	2,432,781 - - - - - - - - - - - - - - - - - - -	\$	(167,139,227)	\$	2,432,781 - 386,801,704 638,818 389,873,303	\$	167,139,227	\$	3,648,005 - 450,556,097 - 454,204,102	\$	(194,418,005) - - (194,418,005)		3,648,005 \$ - 450,556,097 - 454,204,102	- 194,418,005 - - 194,418,005
	_	,		(_		_		-		_	(-, , ,)			.,
OPERATING EXPENSES: Fuel and emission allowances consumed															
in operation		165,915,724		-		79,169,143		86,746,581		200,830,997		-		94,289,824	106,541,173
Purchased power		1,835,984		(167,139,227)		168,975,211		-		3,380,392		(194,418,005)		197,798,397	-
Other operation		49,849,742		-		27,902,379		21,947,363		66,502,800		-		44,686,311	21,816,489
Maintenance		52,497,071		-		27,615,106		24,881,965		66,666,757		-		32,916,084	33,750,673
Depreciation		56,371,928		-		26,712,563		29,659,365		59,704,623		-		28,325,404	31,379,219
Taxes-other than federal income taxes		8,790,004		-		4,915,251		3,874,753		9,217,705		-		5,630,555	3,587,150
Federal income taxes	_	-	_	-	_	-	_	-	-	-	_	-		-	-
Total operating expenses	_	335,260,453	_	(167,139,227)	—	335,289,653		167,110,027	_	406,303,274		(194,418,005)	. <u>-</u>	403,646,575	197,074,704
OPERATING INCOME		54,612,850		-		54,583,650		29,200		47,900,828		-		50,557,527	(2,656,699)
OTHER INCOME (EXPENSE)	_	101,234	_	-	_	125,929		(24,695)	-	15,739,290		-		13,074,857	2,664,433
INCOME BEFORE INTEREST CHARGES		54,714,084		-		54,709,579		4,505		63,640,118		-		63,632,384	7,734
INTEREST CHARGES: Amortization of debt expense Interest expense		3,236,307 49,406,622		-		3,236,307 49,402,117		- 4,505		3,004,529 58,267,727		-		3,004,529 58,259,993	- 7,734
Total interest charges	_	52,642,929	_		_	52,638,424		4,505	-	61,272,256	_			61,264,522	7,734
-	¢		¢		¢		¢	9	¢		¢		¢		
NET INCOME	\$	2,071,155	3	-	\$	2,071,155	2	-	\$	2,367,862	2	-	\$	2,367,862 \$	-
RETAINED EARNINGS, JAN. 1		17,294,023		-		17,294,023		-		14,238,732		-		14,238,732	-
CASH DIVIDENDS ON COMMON STOCK	_	-		-	_	-	_		-	-		-			
RETAINED EARNINGS, SEP. 30	\$	19,365,178	\$	-	\$	19,365,178	\$	-	\$	16,606,594	\$	-	\$	16,606,594 \$	-

CONSOLIDATING STATEMENTS OF CASH FLOWS YEAR TO DATE AS OF SEPTEMBER 30, 2020 AND 2019-UNAUDITED

		2020					2019						
	Consolidated	Eliminations (Deduct)	Ohio Valley Electric Corporation	Indiana- Kentucky Electric Corporation		Consolidated	Eliminations (Deduct)	Ohio Valley Electric Corporation	Indiana- Kentucky Electric Corporation				
CASH FROM OPERATIONS													
Net income	\$ 2,071,155 \$	- \$	2,071,155 \$	-	\$	2,367,862 \$	- \$	2,367,862 \$	-				
Adjustments to reconcile net income to net cash provided													
by (used in) operating activities:	56 251 222			20 (50 2(5		50 504 (22		00 005 404	21.250.210				
Depreciation and amortization	56,371,928	-	26,712,563	29,659,365		59,704,623	-	28,325,404	31,379,219				
Amortization of debt expense and discount Deferred taxes	3,236,307	-	3,236,307	-		3,004,529	-	3,004,529	-				
(Gain)/loss on marketable securities	12,910,783	-	10,515,618	2,395,165		(15,460,801)	-	- (12,773,024)	(2,687,777)				
Changes in assets and liabilities:	12,910,785	-	10,515,018	2,595,105		(13,400,801)	-	(12,775,024)	(2,087,777)				
Accounts receivable	47,399,161		47,130,931	268,230		(3,329,126)		(3,512,764)	183,638				
Fuel in storage	(18,089,511)	-	(8,906,945)	(9,182,566)		(21,175,013)	-	(5,979,569)	(15,195,444				
Material and supplies	(1,608,561)	-	(1,102,452)	(506,109)		(2,229,616)	-	(1,745,770)	(483,846)				
Property taxes applicable to subsequent years	2,362,500	-	2,362,500	(500,109)		3,025,000	-	3,025,000	(403,840)				
Emission allowances	147,734	_	147,734	-		6,232	_	6,232					
Refundable income taxes		_	-	_		-	_	-	-				
Prepaid expenses and other	(1,167,618)	_	20,028	(1,187,646)		(921,971)	_	(573,802)	(348,169				
Other regulatory assets	(545,772)	-	(545,772)			8,721,689	_	8,721,689	(540,10)				
Other noncurrent assets	1,470,768	-	1,470,768	_		(527,518)	_	(527,518)	-				
Accounts payable	(6,698,220)	-	(6,149,369)	(548,851)		(11,814,321)	-	(8,301,031)	(3,513,290)				
Accrued taxes	(2,325,187)	-	(3,099,616)	774,429		(2,368,266)	-	(2,889,866)	521,600				
Accrued interest and other	(350,340)	-	1,439,495	(1,789,835)		2,812,355	-	4,089,356	(1,277,001)				
Decommissioning and demolition	(172,959)	-	(2,329,987)	2,157,028		5,505,993	-	789,336	4,716,657				
Other regulatory liabilities	23,041,569	-	21,027,816	2,013,753		29,777,423	-	32,027,399	(2,249,976)				
Other noncurrent liabilities	295,746	-	284,084	11,662		340,022	-	300,716	39,306				
						<u> </u>		<u> </u>	<i>,</i>				
NET CASH PROVIDED BY (USED IN)													
OPERATING ACTIVITIES	118,349,483	<u> </u>	94,284,858	24,064,625		57,439,096	<u> </u>	46,354,179	11,084,917				
INVESTING ACTIVITIES													
Electric plant additions	(22,580,525)		(10,884,970)	(11,695,555)		(24.005.720)		(16.242.265)	(7 752 274)				
Proceeds from sale of long-term investments	(22,380,323) 186,553,182	-	156,008,794	30,544,388		(24,095,739)	-	(16,342,365)	(7,753,374)				
Purchase of long-term investments		-				(26 522 424)	-						
Changes in short-term intercompany lendings	(210,965,434)	(8,372,047)	(176,424,023) 8,372,047	(34,541,411)		(26,533,424)	(1,302,663)	(24,504,544) 1,302,663	(2,028,880)				
NET CASH PROVIDED BY (USED IN)													
INVESTING ACTIVITIES	(46,992,777)	(8,372,047)	(22,928,152)	(15,692,578)		(50,629,163)	(1,302,663)	(39,544,246)	(9,782,254)				
FINANCING ACTIVITIES													
Changes in short-term intercompany lendings	-	8,372,047	-	(8,372,047)		-	1,302,663	-	(1,302,663)				
Repayment of Senior 2006 Notes	(23,333,029)	-	(23,333,029)	-		(22,029,278)	-	(22,029,278)	-				
Repayment of Senior 2007 Notes	(8,174,243)	-	(8,174,243)	-		(7,709,825)	-	(7,709,825)	-				
Repayment of Senior 2008 Notes	(8,918,432)	-	(8,918,432)	-		(8,358,674)	-	(8,358,674)	-				
Reissuance of 2009 Bonds	-	-	-	-		25,000,000	-	25,000,000	-				
Issuance of 2019A Bonds	-	-	-	-		-	-	-	-				
Repayment of 2009E Bonds	-		-	-		-	-	-	-				
Proceeds from line of credit	25,000,000	-	25,000,000	-		10,000,000	-	10,000,000	-				
Payments on line of credit	(45,000,000)	-	(45,000,000)	-		(15,000,000)	-	(15,000,000)	-				
Loan maintenance costs	(2,058,670)	-	(2,058,670)	-		(3,581,043)		(3,581,043)	-				
NET CASH PROVIDED BY (USED IN)													
FINANCING ACTIVITIES	(62,484,374)	8,372,047	(62,484,374)	(8,372,047)		(21,678,820)	1,302,663	(21,678,820)	(1,302,663)				
NET INCREASE (DECREASE) IN CASH													
	\$ 8,872,332 \$	- \$	8,872,332 \$	-	\$	(14,868,887) \$	- \$	(14,868,887) \$	-				
AND CASH EQUIVALENTS													
AND CASH EQUIVALENTS CASH AND CASH EQUIVALENTS, JAN. 1	32,241,171	-	32,234,971	6,200		47,523,556		47,517,356	6,200				