

Scorecard - GrandBridge Energy Inc.												9/22/2025	
												Target	
Performance Outcomes	Performance Categories	Measures		2020	2021	2022	2023	2024	Trend	Industry	Distributor		
Customer Focus Services are provided in a manner that responds to identified customer preferences.	Service Quality	New Residential/Small Business Services Connected on Time		97.64%	96.78%	95.62%	88.28%	94.40%	⬇️	90.00%			
		Scheduled Appointments Met On Time		99.92%	99.96%	99.87%	100.00%	99.88%	⬇️	90.00%			
		Telephone Calls Answered On Time		84.54%	84.65%	75.57%	69.18%	81.23%	⬇️	65.00%			
	Customer Satisfaction	First Contact Resolution		90.77%	92.62%	87.8%	99.9%	99.73%	➡️	98.00%			
		Billing Accuracy		99.95%	99.98%	99.98%	99.97%	99.97%					
		Customer Satisfaction Survey Results		A	A	A	A	A					
Operational Effectiveness Continuous improvement in productivity and cost performance is achieved; and distributors deliver on system reliability and quality objectives.	Safety	Level of Public Awareness		83.50%	84.00%	84.00%	84.00%	84.00%	➡️		C		
		Level of Compliance with Ontario Regulation 22/04 ¹		C	C	C	C	C					
		Serious Electrical Incident Index	Number of General Public Incidents	3	0	1	0	0				⬇️	1
			Rate per 10, 100, 1000 km of line	1.472	0.000	0.473	0.000	0.000				⬇️	0.272
	System Reliability	Average Number of Hours that Power to a Customer is Interrupted ²		0.54	0.72	0.92	1.11	1.04	⬆️		0.74		
		Average Number of Times that Power to a Customer is Interrupted ²		1.29	1.27	1.43	1.97	1.50				⬆️	1.25
	Asset Management	Distribution System Plan Implementation Progress		86.42%	83.99%	75.1%	83.7%	89.0%					
	Cost Control	Efficiency Assessment		2	2	2	2	2					
		Total Cost per Customer ³		\$626	\$640	\$676	\$754	\$784					
		Total Cost per Km of Line ³		\$32,769	\$33,097	\$35,302	\$40,626	\$41,766					
Public Policy Responsiveness Distributors deliver on obligations mandated by government (e.g., in legislation and in regulatory requirements imposed further to Ministerial directives to the Board).	Connection of Renewable Generation	New Micro-embedded Generation Facilities Connected On Time			100.00%	100.00%	100.00%	100.00%	➡️	90.00%			
Financial Performance Financial viability is maintained; and savings from operational effectiveness are sustainable.	Financial Ratios	Liquidity: Current Ratio (Current Assets/Current Liabilities)		1.58	1.42	1.21	1.05	0.77					
		Leverage: Total Debt (includes short-term and long-term debt) to Equity Ratio		1.22	1.14	0.61	0.57	0.61					
		Profitability: Regulatory Return on Equity	Deemed (included in rates)	8.92%	8.92%	8.86%	8.86%	8.86%					
			Achieved	6.97%	8.37%	9.60%	11.20%	11.35%					
1. Compliance with Ontario Regulation 22/04 assessed: Compliant (C); Needs Improvement (NI); or Non-Compliant (NC). 2. An upward arrow indicates decreasing reliability while downward indicates improving reliability. 3. A benchmarking analysis determines the total cost figures from the distributor's reported information.							Legend:	5-year trend ⬆️ up ⬇️ down ➡️ flat Current year 🟢 target met 🟠 target not met					

2024 Scorecard Management Discussion and Analysis (“2024 Scorecard MD&A”)

The link below provides a document titled “Scorecard - Performance Measure Descriptions” that has the technical definition, plain language description and how the measure may be compared for each of the Scorecard’s measures in the 2024 Scorecard MD&A:

http://www.oeb.ca/OEB/_Documents/scorecard/Scorecard_Performance_Measure_Descriptions.pdf

Scorecard MD&A - General Overview

GrandBridge Energy Inc. (“GrandBridge Energy”) is the eighth largest municipally owned electricity distributor in Ontario. GrandBridge Energy delivers safe and reliable electricity to approximately 115,000 customers in the City of Brantford, the City of Cambridge, the Township of North Dumfries and the County of Brant. GrandBridge Energy's service territory spans approximately 636 square kilometers.

At GrandBridge Energy, our purpose is to lead the energy transition by enabling our communities to achieve a sustainable energy future. This guiding principle shapes our approach as we navigate the evolving energy landscape and strengthen our commitment to environmental sustainability, social impact and governance accountability. Our values - Safety, People-Centric, Reliability, Excellence and Agility - are the principles and beliefs that guide our operations. GrandBridge Energy’s ambition, purpose and values are supported by a Five-Year Strategic Plan, which focuses on four strategic pillars: (1) People - Employees are at the forefront of our efforts, (2) Customers and Community - Acting with agility to meet customer and community needs, (3) Innovation - Innovating to seize opportunities and overcome challenges), and (4) Growth and Value - pursuing sustainable growth and achieving long-term value.

We are pleased to provide the 2024 Performance Scorecard (“2024 Scorecard”) for GrandBridge Energy. The 2024 Scorecard represents performance measures for GrandBridge Energy for the year ending December 31, 2024. The performance measures for 2020 to 2022 have been combined and presented on a pro forma basis to compare to the historical performance of GrandBridge Energy’s predecessor corporations.

GrandBridge Energy is proud of its performance and achievements in 2024, and we extend our gratitude to our dedicated employees for their contributions. Their commitment to excellence has been instrumental in our successes, which include:

- Meeting or exceeding the performance targets as set out by the Ontario Energy Board (“OEB”) for Service Quality and Customer Satisfaction.
- Achieving a cost performance rating of Cohort 2 (above average performance) in the OEB’s benchmark analysis. GrandBridge Energy’s cost performance was 15.4% lower than predicted.

- Achieving an “A” from our customers in our biennial 2023-2024 Customer Satisfaction Survey, which was our first survey following the formation of GrandBridge Energy.
- Receiving the Electricity Distributors Association’s 2024 Communications Excellence Award for the launch of GrandBridge Energy’s innovative and user-friendly website.
- Being recognized as one of Southwestern Ontario’s Top Employers for 2025 by Mediacorp Canada Inc., organizer of Canada’s Top 100 Employers.
- GrandBridge Energy released its 2024 Corporate Responsibility Report, *Our Roadmap to a Sustainable Future*. The inaugural report represents a year of dedicated effort to embed sustainability principles into our business and sets the stage for our ongoing commitment to measuring and enhancing our performance, backed by our new Five-Year Strategic Plan.
- Successfully completing all our major system integrations, including our Customer Information System, and launching our new interactive website with innovative tools and technology to enhance the customer experience.
- Fully operationalizing our modernized system control centre, including centralizing operating control for our entire service territory, allowing us to provide continuous grid monitoring and extend our online Outage Map and 24/7 toll-free Outage Info Line to all our customers.
- Achieving net income of \$15.4MM resulting in a regulated rate of return of 11.35% to our shareholders, the City of Brantford, the City of Cambridge and the Township of North Dumfries.
- Sustaining an ‘A’ corporate credit rating from Standard & Poor’s (“S&P”) Rating Services, demonstrating GrandBridge Energy’s strong financial position and performance.

Customers are encouraged to review the specific commentary on each reported performance category outlined on the 2024 Scorecard to obtain further information on the particular measures.

GrandBridge Energy welcomes feedback from our customers regarding the 2024 Scorecard and performance. Share your feedback by visiting <https://grandbridgeenergy.com/our-company/corporate-compliance/corporate-scorecard-grandbridge-energy/>

Service Quality

GrandBridge Energy is proud to provide safe and reliable energy solutions that are strengthened by an unwavering commitment to service excellence. GrandBridge Energy demonstrated its commitment to customer service by exceeding the industry standards in all three of the service quality measures.

- **New Residential/Small Business Services Connected on Time**

In 2024, GrandBridge Energy connected 1,568 new services for our customers, with 94.40% of the connections completed within 5 working days exceeding the OEB's performance target of 90%. This represents a significant improvement over 2023, when 2,365 new services were connected, but only 88.28% were completed within the 5 working day standard. The improvement in 2024 highlights GrandBridge Energy's ongoing commitment to operational excellence and continuous improvement.

- **Scheduled Appointments Met On Time**

In 2024, GrandBridge Energy scheduled 2,561 appointments that involved meeting a customer or the customer's representative to complete work requested by customers. GrandBridge Energy met 99.88% of these appointments on time, which is comparable to the 3,447 scheduled appointments in 2023, where 100% were met on time. GrandBridge Energy has consistently exceeded the industry target of 90%.

- **Telephone Calls Answered On Time**

In 2024 GrandBridge Energy received a total of 90,985 telephone calls from customers averaging 361 calls per business day. This represented an increase of approximately 4.3% over the 87,207 telephone calls received in 2023. Despite the higher call volume, service response times improved, with 81.23% of calls answered within 30 seconds, up from 69.18% the previous year. GrandBridge Energy has consistently exceeded the industry performance standard of 65%. GrandBridge Energy is committed to providing continuous excellent customer service and this is one indication of achievement.

To help achieve these results, several enhancements were introduced to improve both the customer experience and operational efficiency. All customer accounts were integrated into a single Customer Information System ("CIS"), and a unified "My Account" platform was launched to provide easier access to billing, usage data, and payment tools. A redesigned website offered customers a more user-friendly and accessible experience. New self-serve forms for common requests, including move requests, preauthorized payments, and account changes, provided greater convenience and flexibility to customers for managing their accounts. These tools helped reduce call volumes

and contributed to improved overall satisfaction. A comprehensive review, harmonization, and streamlining of processes was also completed to support ongoing service efficiency and consistency.

These efforts were further supported by continued investment in employee development. Customer service staff received additional training to handle a broader range of inquiries more efficiently and accurately. Although call volumes and durations were affected by several external factors such as the 2024 Canada Postal Strike, extreme temperatures resulting in higher electricity bills, weather-related outages, regulatory changes, and increased media attention, these service improvements enabled GrandBridge Energy to maintain strong performance throughout the year.

Customer Satisfaction

- **First Contact Resolution**

GrandBridge Energy measures First Contact Resolution as the percentage of customer calls answered by a Customer Service Representative who satisfied the customer's initial request as the first point of contact. Customer telephone calls not satisfied with the first contact are elevated to a second point of contact for resolution.

The OEB does not currently provide a specific measure for First Contact Resolution, so each electricity distributor may have different performance measurements.

GrandBridge Energy is pleased to report that in 2024, 99.73% of calls received by our Customer Services department were resolved by a Customer Service Representative as the first telephone contact. In 2024, GrandBridge Energy leveraged the harmonized telephone system to code and track escalated calls based on the total number of calls received by Customer Service. Of the 90,985 calls handled in 2024, only 242 (0.27%) required a second point of contact.

- **Billing Accuracy**

The OEB defines billing accuracy as the number of accurate bills issued expressed as a percentage of total bills issued. The OEB's prescribed target is 98%.

In 2024, GrandBridge Energy issued 1,395,538 bills and achieved billing accuracy of 99.97%, compared to 1,336,654 bills and billing accuracy of 99.98% in 2023.

- **Customer Satisfaction Survey Results**

Electricity distributors must measure and report customer satisfaction results every other year at a minimum. While a standard survey has not yet been implemented for the industry, the OEB has defined certain principles to be considered in a customer satisfaction survey: Power Quality and Reliability, Price, Billing and Payment, Customer Service Experience and Communications.

GrandBridge Energy is committed to customer engagement and satisfaction and will continue to communicate and solicit feedback from our customers to ensure we achieve our values of - Safety, People-Centric, Reliability, Excellence and Agility. GrandBridge Energy has a

formal policy and procedure that outlines the processes for seeking customer feedback, methods used to gather customer feedback, and guidelines for how GrandBridge Energy responds to the information obtained from customers.

GrandBridge Energy obtains customer feedback using various methods, including: (i) engaging the services of an external third-party research organization; (ii) using internal survey tools; (iii) collecting and evaluating suggestions made by customers when they interact with employees; (iv) participating in community events; (v) meeting with customers directly; and (vi) obtaining feedback through various media channels, including social media.

In 2023, GrandBridge Energy conducted its first biennial survey of its residential and small commercial customers for the 2023-2024 reporting period. The survey included representation from the entire service territory. GrandBridge Energy is pleased to report that it achieved a Customer Experience Performance rating of “A”. The next survey will be conducted in Fall 2025 for the 2025-2026 reporting period.

GrandBridge Energy is committed to providing continuous excellent customer service.

Safety

GrandBridge Energy continually invests in a culture of safety. Safety is at the core of everything we do, ensuring the well-being of our employees, customers and communities. We are dedicated to pursuing excellence in safety and wellness, and we take responsibility for our safety, the safety of each other and the safety of our customers and communities. We continuously work to strengthen our safety culture. Our employees and contractors are trained and equipped for the hazards they may encounter while performing their duties. We encourage and promote safety and wellness at work, at home, and in the communities we serve.

Public Safety

The OEB implemented public safety measures based upon recommendations provided by the Electrical Safety Association (“ESA”), the agency overseeing electrical safety and inspections in Ontario. The public safety measure includes three components: (i) Public Awareness of Electrical Safety; (ii) Compliance with Ontario Regulation 22/04 (“OR 22/04”); and (iii) the Serious Electrical Incident Index.

- **Component A – Public Awareness of Electrical Safety**

This public safety measure is intended to measure the level of awareness of key electrical safety precautions among the public within the electricity distributor’s service territory. It measures the degree of effectiveness of a distributor’s activities in preventing electrical accidents. It is based upon a biennial survey (i.e., every second year) developed by the ESA in consultation with electricity distributors and the Electricity Distributors Association. Included in the survey are six core measurement questions which correspond to the six most frequent accidents involving utility equipment in Ontario over the last decade: (1) Likelihood to “call before your dig”; (2) Impact of touching a powerline; (3) Proximity to overhead powerline; (4) Danger of tampering with electrical equipment; (5) Proximity to downed powerline; and (6) Actions taken when a vehicle comes in contact with wires.

In 2023, a survey was conducted to determine the Public Safety Awareness Index Score for the 2023-2024 reporting period. The GrandBridge Energy Public Safety Awareness Index Score was 84.00%. This result represents an improvement compared to the consolidated score of 83.50% for the 2021-2022 reporting period.

The survey’s overall results indicate that most of the public continues to have good knowledge or have received information about the six core measurement questions within the survey. GrandBridge Energy will continue to focus its public safety awareness messages on improving awareness related to: (i) minimum distance requirements for overhead powerlines; (ii) minimum distance requirements for downed powerlines; and (iii) the legal requirement to “call before you dig”.

GrandBridge Energy will continue to enhance the public's awareness of electrical safety through a number of channels, including sponsoring electrical safety sessions for elementary schools in our service territory, sponsoring and participating in safety-related community events, promoting electrical safety practices through our website and social media, and hosting powerline safety seminars for local contractors, businesses and first responders. In 2024, GrandBridge Energy hosted a Contractor Safety Seminar that provided GrandBridge Energy with the opportunity to share life-saving safety messages with more than 120 attendees who heard from industry safety advocates, including the ESA and the Ontario Regional Common Ground Alliance. GrandBridge Energy also partnered with MySafeWork to hold sessions at Conestoga College and Mohawk College to raise awareness to workplace safety.

- **Component B – Compliance with Ontario Regulation 22/04**

GrandBridge Energy fully complies with OR 22/04, the regulation that dictates the safe design, construction, and maintenance of electrical distribution systems owned by licensed distributors. Specifically, the regulation requires the approval of equipment, plans, specifications, and construction inspections before the electrical distribution system components are placed into service. GrandBridge Energy is committed to ensuring a safe workplace and compliance with all applicable regulations. GrandBridge Energy has appropriate systems, processes, and procedures to ensure that work is carried out in accordance and compliance with OR 22/04.

- **Component C – Serious Electrical Incident Index**

The Serious Electrical Incident Index measures the number and rate of serious electrical incidents occurring across a distributor's assets per 1,000 km of line. The performance targets are established by the ESA for all distributors and are based on a distributor's historical performance. The ESA established target for GrandBridge Energy in 2024 was 1 incident per year, or 0.272 incidents per 1,000 km of line.

GrandBridge Energy experienced zero serious electrical incidents in the 2024 reporting period, consistent with its internal target.

Section 12 of Ontario Regulation 22/04 defines a serious electrical incident as:

- a. any electrical contact that caused death or critical injury to a person;
- b. any inadvertent contact with any part of a distribution system operating at 750 volts or above that caused or had the potential to cause death or critical injury to a person; or
- c. any fire or explosion in any part of a distribution system operating at 750 volts or above that caused or had the potential to cause death or critical injury to a person, except a fire or explosion caused by a lightning strike.

System Reliability

Yearly fluctuations in system reliability performance measures can result from variations in weather, such as lightning, excessive windstorms, ice storms, defective equipment, and foreign interference.

The computation of the system reliability measures excludes Major Events for purposes of the Scorecard. A Major Event is defined by the OEB (“Report of the Board: Electricity Distribution System Reliability: Major Events, Reporting on Major Events and Customer Specific Measures”) as an event that is beyond the control of the distributor and is: (a) unforeseeable; (b) unpredictable; (c) unpreventable; or (d) unavoidable.

Such events disrupt normal business operations and occur so infrequently that it would be uneconomical to consider them when designing and operating the distribution system. Major Events cause exceptional and/or extensive damage to assets, take significantly longer than usual to repair, and affect a substantial number of customers.

GrandBridge Energy experienced one Major Event in 2024. On August 17, 2024, an Enhanced Fujita Scale (“EF”) category 2 Tornado in Ayr involved high winds which caused significant damage to trees and powerlines in the Township of North Dumfries and resulted in a total of 10,685 hours of customer interruption.

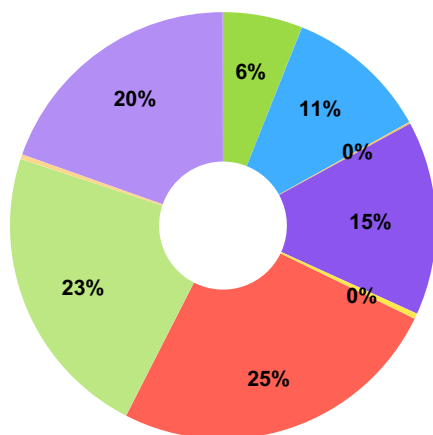
- **Average Number of Hours that Power to a Customer is Interrupted**

This metric represents the average amount of time that electricity supply to a customer is interrupted per year, determined by dividing the total customer hours of all interruptions (excluding interruptions caused by upstream loss of supply events to the distributor and major events) by the average number of customers served.

In 2024, the Average Number of Hours that Power to a Customer is Interrupted performance measure was 1.04, an improvement from the 1.11 hours reported in 2023. This result exceeded the distributor target of 0.74, which is established by the OEB based on each distributor's three-year historical average.

Approximately 25% of the lost customer hours were due to defective equipment, including transformer failures, broken porcelain devices and underground primary cable faults. The failure of porcelain devices was the leading cause of all outages, accounting for approximately 40% of customer hours lost in the defective equipment category. GrandBridge Energy has a multiyear program specifically targeted at the proactive replacement of porcelain devices, which includes replacing switch cutouts, arrestors, and porcelain insulators with a new polymeric material. To minimize the number of customer-hours lost due to other distribution equipment failures, GrandBridge Energy continually invests in the annual System Renewal Program which includes proactive replacement of transformers, underground cables, and poles. Additionally, GrandBridge Energy is deploying smart fault indicators that help field crews quickly locate the faults on the distribution system to reduce restoration times. GrandBridge Energy has a multi-year program to deploy SCADA controlled automated reclosers that enable automatic isolation of the faulted line sections and allow our System Control Room Operators to restore power remotely, reducing the number of customers affected by outages.

Duration by Cause Code



Cause Code No. & Description		SAIDI (Customer Hours Interrupted)	
		Non-Major Events	Major Events
0	Unknown/Other	7,925	
1	Scheduled Outage	14,291	
2	Loss of Supply	151	
3	Tree Contacts	19,277	
4	Lightning	534	
5	Defective Equipment	33,210	
6	Adverse Weather	29,523	10,685
7	Adverse Environment	0	
8	Human Element	459	
9	Foreign Interference	25,660	
Total		131,031	10,685

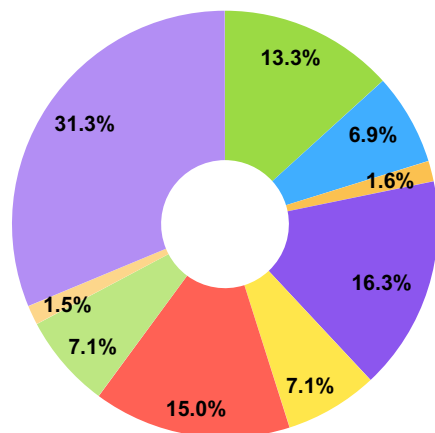
- **Average Number of Times that Power to a Customer is Interrupted**

This metric represents the average number of times that electricity supply to a customer is interrupted per year, determined by dividing the total number of interruptions (excluding interruptions caused by upstream loss of supply events to the distributor and major events) by the average number of customers served.

In 2024, the Average Number of Times that Power to a Customer is Interrupted performance measure was 1.50, compared to the target of 1.25 and 1.97 reported in 2023.

Approximately 31.3% of the customer interruptions in 2024 were caused by foreign interference mainly resulting from animal contact with energized distribution equipment. The outages in this category are largely outside of a distributor's control. Wildlife contact accounted for 59% of the interruptions interference code with 93% of contacts due to squirrels. GrandBridge Energy continues to proactively install animal guard protection to prevent accidental animal contact with the energized equipment as part of the engineering designs and remedial work. Approximately 16.3% of the customer interruptions were caused by tree contact. GrandBridge Energy has taken proactive measures as part of its tree trimming program to target specific areas of concern including a pilot program to utilize AI to analyze satellite imagery to help prioritize areas of high risk.

Frequency by Cause Code



Cause Code No. & Description		SAIFI (Customers Interrupted)	
		Non-Major Events	Major Events
0	Unknown/Other	23,765	
1	Scheduled Outage	12,393	
2	Loss of Supply	2,795	
3	Tree Contacts	29,075	
4	Lightning	12,631	
5	Defective Equipment	26,820	
6	Adverse Weather	12,775	2,883
7	Adverse Environment	0	
8	Human Element	2,671	
9	Foreign Interference	55,896	
Total		178,821	2,883

Asset Management

- **Distribution System Plan Implementation Progress**

A Distribution System Plan (“DSP”) provides an overview of the Asset Management Planning process, including a detailed analysis of historical and long-term capital expenditure plans. The objective of the DSP is to ensure that the future distribution system is designed to deliver power at the quality and reliability levels required by customers and to minimize the lifetime cost by balancing preventative maintenance, life-extending refurbishment, and end of life replacement. The capital plan in a DSP includes expenditures that are required to maintain and expand the electricity system to serve its current and future customers.

The OEB does not define the DSP Implementation Progress measure and permits electricity distributors to use their discretion to develop and implement a measure that they feel most effectively reflects their performance in implementing their DSP. The OEB may develop a standard in the future.

A DSP was filed for the GBE (E+) rate zone as part of its 2019 Cost of Service Application and included a capital plan for 2018 to 2023. As GBE (E+)’s DSP period ended in 2023, the 2024 corporate budget and operational targets were used to evaluate 2024 performance.

A DSP was filed for the GBE (BPI) rate zone as part of its 2022 Cost of Service Application and included a capital plan for 2022 to 2026.

The DSP Implementation Progress measure is intended to assess the effectiveness of the planning and implementation of the DSP. In its 2019 Cost of Service Application, GBE (E+) introduced a more detailed set of DSP implementation metrics, which have been utilized since 2020. These metrics highlight the results of key capital programs in addition to financial performance versus plan.

Since the 2022 reporting year, the detailed metrics for the GBE (E+) rate zone have been merged with the financial metric utilized for the GBE (BPI) rate zone. The weightings between rate zones are proportional to the total net distribution capital expenditures planned over five years in the respective DSPs.

In 2024, GrandBridge Energy achieved an index score of 89.0%. The following table summarizes the results across each metric:

DSP Implementation Metrics	Target	Result	Weight	Total
Overall DSP Financial Progress vs. Plan for GBE (E+) Rate Zone	90% to 100%	99%	35%	34.8%
Overall DSP Financial Progress vs. Plan for GBE (BPI) Rate Zone	90% to 100%	95%	30%	28.4%
Flag For Action Plan Progress for GBE (E+) Rate Zone	90% to 100%	54%	11%	6.0%
Overhead Rebuild Progress for GBE (E+) Rate Zone	Cost: +/-10% km of line: 90% to 100%	85%	8%	6.6%
Underground Rebuild Progress for GBE (E+) Rate Zone	Cost: +/-10% km of cable: 90% to 100%	57%	3%	1.8%
Residential Lots Connections for GBE (E+) Rate Zone	Number: 465 per year Cost: +/- 10%	86%	3%	2.4%
Large Service Connections for GBE (E+) Rate Zone	Cost: +/-25%	95%	8%	7.8%
SCADA Switch Installations for GBE (E+) Rate Zone	Number:100% Cost:\$80,000 per switch	57%	2%	1.1%
Total				89%

Net distribution capital expenditures in the GBE (BPI) rate zone were \$19.2MM for the period of 2022 to 2024, compared to \$20.2MM in the DSP, resulting in overall DSP financial progress for the GBE (BPI) rate zone of approximately 95%. The lower than planned capital was primarily attributable to the timing of subdivision energization and the deferral of a feeder egress project based on an assessment of capacity requirements and prudence.

Net distribution capital expenditures in the GBE(E+) rate zone were \$111.4MM for the period of 2018 to 2024, compared to \$112.0MM in the DSP and Corporate budget, resulting in overall DSP financial progress for the GBE(E+) rate zone of approximately 99%. The GBE (E+) rate zone has seen strong customer growth and customer requested projects from 2020 to 2024 resulting in higher net System Access expenditures. Underground rebuilds were deferred based on cable testing that indicated that the scheduled assets to be replaced were still in fair/good condition. SCADA switch installations were also deferred in support of managing overall capital expenditures. Investment priorities in System Access required reductions in System Service investments.

Cost Control

- **Efficiency Assessment**

The total costs for Ontario's local electricity distribution companies are evaluated by the Pacific Economics Group LLC. on behalf of the OEB to produce a single efficiency ranking. The electricity distributors are divided into five groups based on the magnitude of the difference between their respective individual actual and predicted costs.

For 2024, GrandBridge Energy was assigned to Group 2 (above average efficiency), consistent with historical assignments. Group 2 represents distributors with actual costs that are 10% to 25% below predicted costs. Distributors in Group 2 are considered to have above average efficiency, meaning that GrandBridge Energy's costs are below the average expected costs for distributors in the Province of Ontario.

In 2024, 62.3% (33 distributors) were ranked as "more efficient", including GrandBridge Energy; 28.3% (15 distributors) of the Ontario distributors were ranked as "average efficiency"; and 9.4% (5 distributors) were ranked as "least efficient".

- **Total Cost per Customer**

Total cost per customer is calculated as the sum of GrandBridge Energy's capital and operating costs divided by the total number of customers. The cost performance result for 2024 is \$784 per customer, compared to \$754 in 2023. This represents a 3.98% increase from 2023 to 2024 and reflects an annual growth rate of 5.8% since 2020. The increase in total cost per customer compared to 2023 was principally explained by: (i) increased System Renewal expenditures related to asset replacements; and (ii) increased general plant expenditures related to replacements of aging vehicles.

Based on the Pacific Economic Groups benchmarking analysis, GrandBridge Energy's Total Cost per Customer in 2024 was 15.4% lower than predicted costs, compared to 15.3% in 2023.

- **Total Cost per km of Line**

This measure uses the same total cost as the Cost per Customer calculation above. The total cost is divided by the kilometers of line that GrandBridge Energy operates to serve its customers. The result of \$41,766 represents an increase of 2.8% or \$1,140 compared to 2023. The drivers of the variance over 2023 are consistent with the drivers of the increase in total cost per customer.

Connection of Renewable Generation

- **New Micro-embedded Generation Facilities Connected on Time**

In 2024, GrandBridge Energy connected 16 new micro-embedded generation facilities, all of which were connected within the required OEB timeline. In 2023, GrandBridge Energy connected 28 micro-embedded generation facilities and all within the OEB target.

Financial Ratios

- **Liquidity: Current Ratio (Current Assets/Current Liabilities)**

As an indicator of financial health, a current ratio greater than 1 is considered good as it indicates that the company can pay its short-term debts and financial obligations. Companies with a ratio of greater than 1 are often referred to as being “liquid.” The higher the number, the more “liquid” and the larger the margin of safety to cover the company’s short-term debts and financial obligations. GrandBridge Energy’s current ratio was 0.77 at the end of 2024, which was lower than 1. The lower current ratio was attributable to higher current liabilities, which included \$20.8MM in debt scheduled to mature in March 2025. The maturing debt was subsequently refinanced upon maturity.

- **Leverage: Total Debt (includes short-term and long-term debt) to Equity Ratio**

The OEB uses a deemed capital structure of 60% debt and 40% equity for electricity distributors when establishing rates. This deemed capital mix is equal to a debt-to-equity ratio of 1.5 (60/40). A debt-to-equity ratio of more than 1.5 indicates that a distributor is more highly levered than the deemed capital structure. A high debt-to-equity ratio may indicate that an electricity distributor may have difficulty generating sufficient cash flows to make its debt payments. A debt-to-equity ratio of less than 1.5 indicates that the distributor is less levered than the deemed capital structure. A low debt-to-equity ratio may indicate that an electricity distributor is not taking advantage of the increased profits that financial leverage may bring.

GrandBridge Energy’s debt-to-equity ratio was 0.61 in 2024. GrandBridge Energy’s strong financial position is further supported by Standard & Poor’s Rating Services rating of “A.”

- **Profitability: Regulatory Return on Equity – Deemed (included in rates)**

GrandBridge Energy's 2024 distribution rates were approved by the OEB and included an expected (deemed) regulatory return on equity of 8.86%. The OEB allows a distributor to earn within +/- 3% of the expected return on equity. When a distributor performs outside this range, the actual performance may trigger a regulatory review of the distributor's revenues and cost structure by the OEB.

- **Profitability: Regulatory Return on Equity – Achieved**

GrandBridge Energy's return achieved in 2024 was 11.35%, which is within the +/-3% range considered by the OEB to reflect a healthy level of financial performance. GrandBridge Energy's 2024 profitability reflects an increase from the previous year's return on equity of 11.20%. The year over year increase in return achieved was attributable to higher distribution revenues resulting from customer growth and inflationary increases in distribution rates in both rate zones, and annualized merger operating savings to date of \$2.7MM

Note to Readers of 2024 Scorecard MD&A

The information provided by distributors on their future performance (or what can be construed as forward-looking information) may be subject to a number of risks, uncertainties and other factors that may cause actual events, conditions or results to differ materially from historical results or those contemplated by the distributor regarding their future performance. Some of the factors that could cause such differences include legislative or regulatory developments, financial market conditions, general economic conditions, and the weather. For these reasons, the information on future performance is intended to be management's best judgement on the reporting date of the performance scorecard and could be markedly different in the future.