
Second Quarter Fiscal Year 2026 Investor Webcast

May 5, 2026

Introduction



Clifton Lowry
Vice President, Planning
and Investor Relations

Agenda

Opening Remarks

- Mike Skaggs, Interim President and Chief Executive Officer

Second Quarter Fiscal Year 2026 Review

Review of Financial Performance

- Tom Rice, Executive Vice President and Chief Financial Officer

Closing Remarks

“Safe Harbor” Statement

This document contains forward-looking statements relating to future events and future performance. All statements other than those that are purely historical may be forward-looking statements. In certain cases, forward-looking statements can be identified by the use of words such as “may,” “will,” “should,” “expect,” “anticipate,” “believe,” “intend,” “project,” “plan,” “predict,” “assume,” “forecast,” “estimate,” “objective,” “possible,” “probably,” “likely,” “potential,” “speculate,” the negative of such words, or other similar expressions. Although TVA believes that the assumptions underlying the forward-looking statements are reasonable, TVA does not guarantee the accuracy of these statements. Numerous factors could cause actual results to differ materially from those in the forward-looking statements. For a discussion of these factors, please see the annual, quarterly, and periodic reports that TVA files with the Securities and Exchange Commission. New factors emerge from time to time, and it is not possible for management to predict all such factors or to assess the extent to which any factor or combination of factors may impact TVA’s business or cause results to differ materially from those contained in any forward-looking statement. TVA undertakes no obligation to update any forward-looking statement to reflect developments that occur after the statement is made.

This presentation is intended to provide highlighted information of interest about TVA’s business and operations during its second quarter ended Mar. 31, 2026. This presentation should be read in conjunction with TVA’s Form 10-Q Quarterly Report for the quarter ended Mar. 31, 2026, filed with the Securities and Exchange Commission.

Opening Remarks



Mike Skaggs
Interim President and
Chief Executive Officer

Second Quarter Fiscal Year 2026 Review



Tom Rice
Executive Vice President
and Chief Financial Officer

TVA's Mission of Service

ENERGY



Provide affordable and reliable power

ENVIRONMENTAL STEWARDSHIP



Steward the Valley's natural resources

ECONOMIC DEVELOPMENT



Partner for economic growth

Investing in the Future

TVA is executing one of the largest capital programs in our history to meet accelerating demand, replace retiring and expiring capacity, and create American jobs.



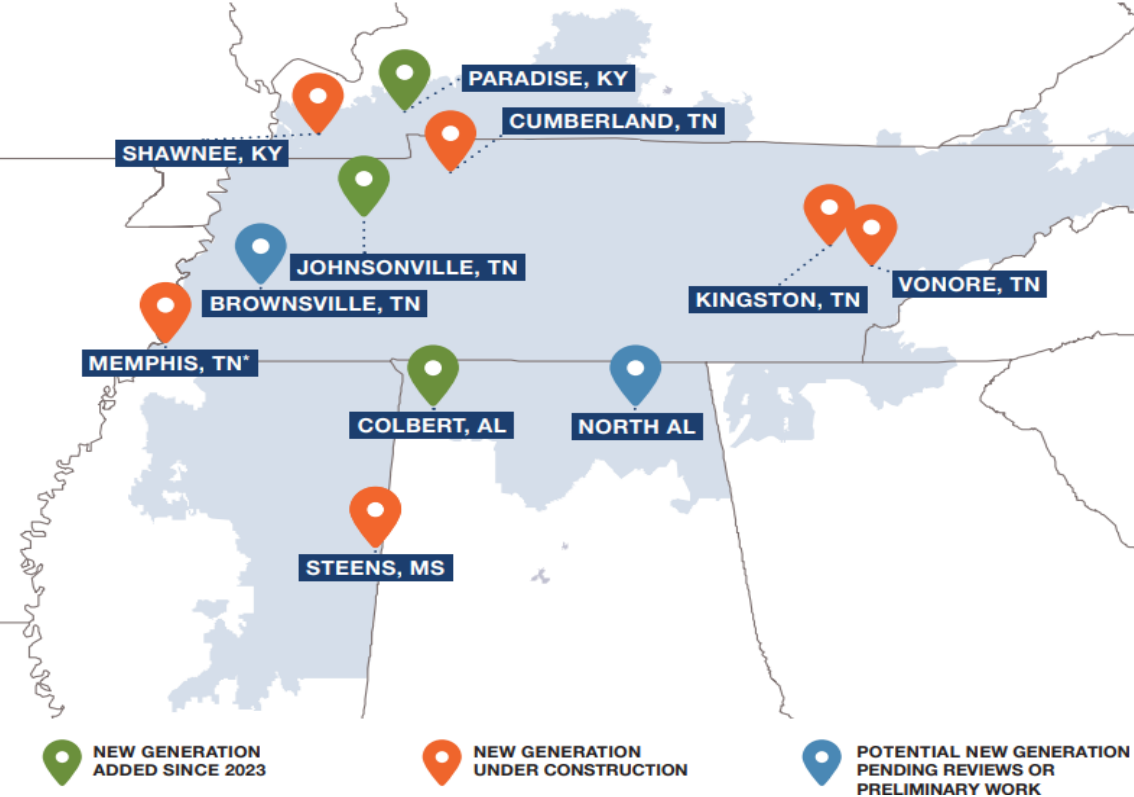
INVEST IN CURRENT ASSETS

- Nuclear and hydro life extensions
- Continued coal operations at Kingston and Cumberland



BUILD AND CONTRACT

- 3,770 MW under construction
- Completed 1,900 MW of new gas units



Leading the Nation in Advanced Nuclear Innovation



DEPLOYMENT-READY REGION

The Tennessee Valley is widely recognized as one of the most deployment-ready regions in the country, supported by nuclear-trained workforce, established infrastructure, and maturing regulatory pathways.

SMALL MODULAR REACTOR DEVELOPMENT

TVA is investing in small modular reactor (SMR) development in Oak Ridge, Tennessee and has received the nation's first early site permit for SMRs from the NRC for the Clinch River Nuclear Site.

STRONG INDUSTRY PARTNERSHIPS

TVA is advancing next generation nuclear energy through strategic partnerships with innovative industry partners, working collaboratively to pilot new technologies.

TVA is Positioned to Serve a Growing Region



Summary of Financial Results

For Six Months Ended March 31, 2026 - Comparison to Prior Year

- ▶ Higher sales volume primarily driven by higher sales within the data processing, hosting, and related services sector
- ▶ Increased operating revenue driven by higher sales volume and higher fuel cost recovery rates
- ▶ Higher net income driven by higher operating revenues

Sales and Revenue

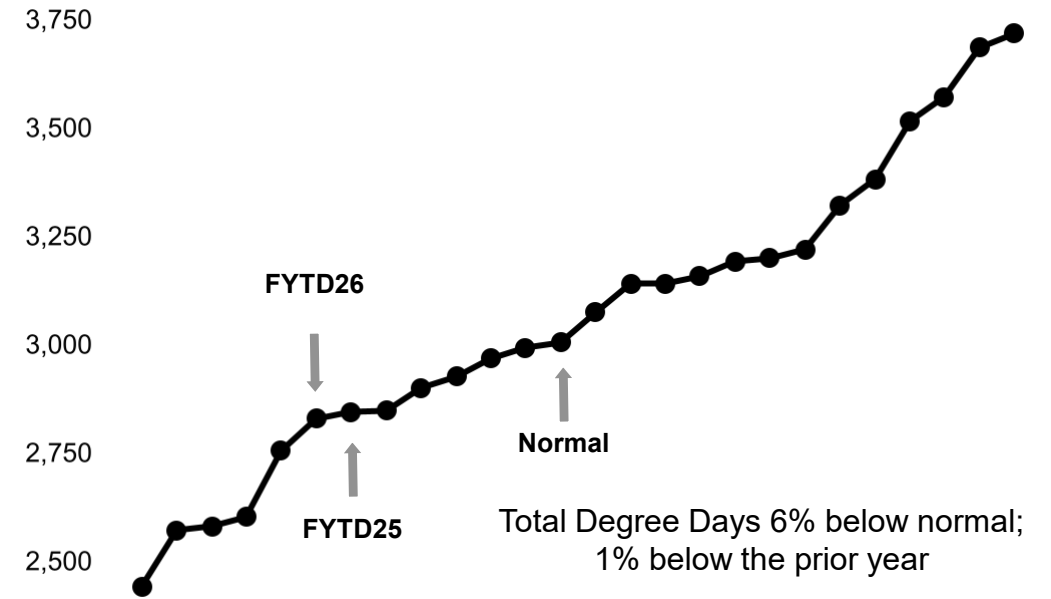
Power sales 1% higher driven by system growth

	FYTD26	FYTD25	Change	Percent Change
Power Sales (GWh)	81,543	80,776	767	0.9 %
Total Operating Revenues (\$ million)	\$ 6,595	\$ 6,452	\$ 143	2.2 %
Base Revenue (\$ million)	4,555	4,473	82	1.8 %
Fuel Cost Recovery (\$ million)	1,927	1,879	48	2.6 %
Average Base Rate (¢/kWh)	5.6	5.6	—	— %
Average Fuel Rate (¢/kWh)	2.4	2.3	0.1	4.3 %
Total Effective Rate* (¢/kWh)	8.0	7.9	0.1	1.3 %

Calculations may be impacted by rounding

*Excludes other revenue and off-system sales impact; total effective rate numbers based on unrounded base and fuel rates

TOTAL DEGREE DAYS

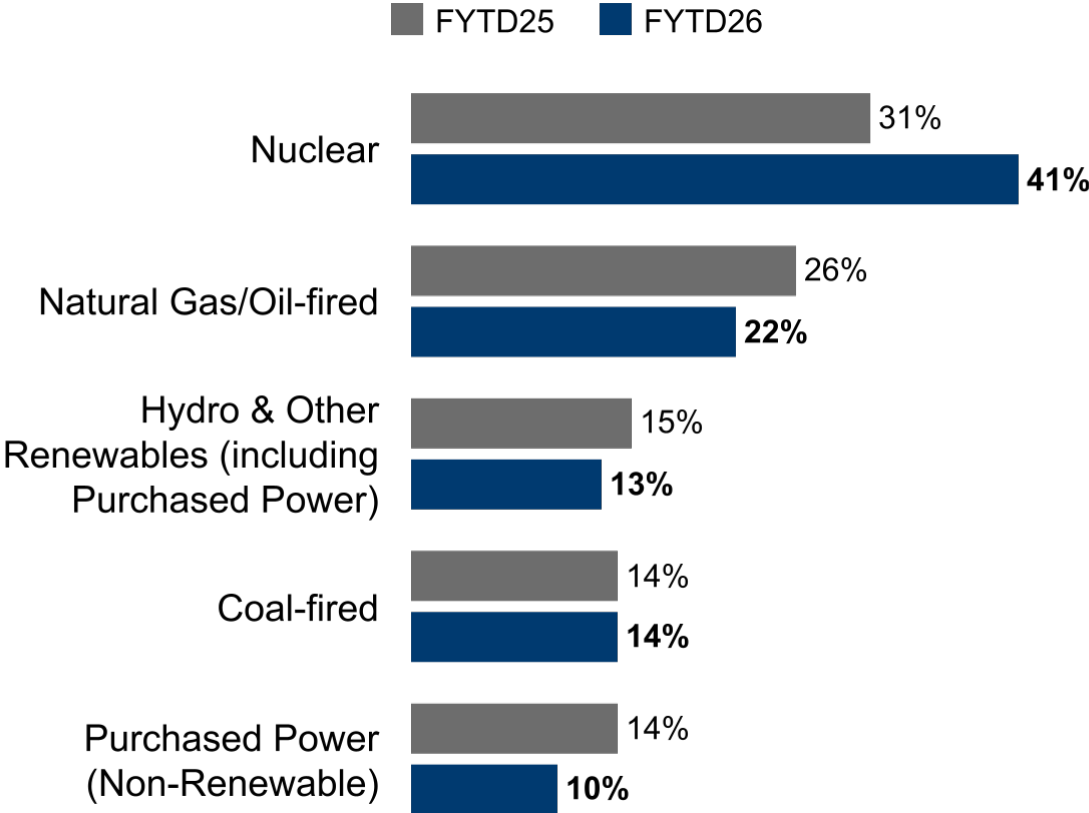


FYTD ranked 25-year history

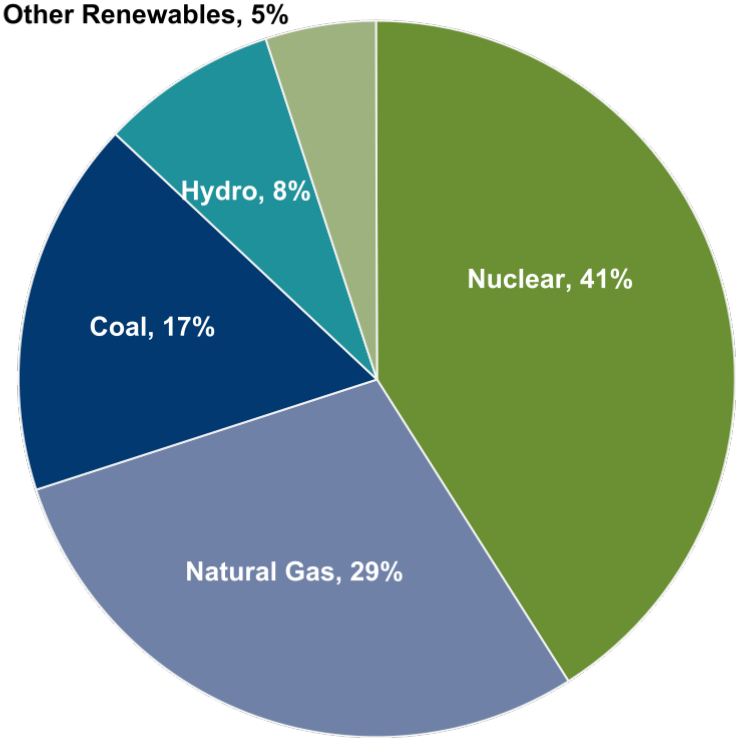
Power Supply Summary

Benefiting from a diverse power system

POWER SUPPLY BY SOURCE



POWER SUPPLY FYTD 2026



Note: Chart depicts both generated and purchased power within respective resource types. For additional information, please see Total Power Supply by Generating Source in TVA's Quarterly Report on Form 10-Q.

Q2 Summary Income Statement

\$ million	FYTD26	FYTD25	Variance
Base Revenue	\$ 4,555	\$ 4,473	\$ 82
Fuel Revenue	1,927	1,879	48
Other Revenue*	113	100	13
Total Operating Revenue	6,595	6,452	143
Fuel & Purchased Power	2,195	2,051	144
Operations & Maintenance	1,731	1,849	(118)
Taxes, Depreciation, Other	1,394	1,446	(52)
Interest Expense	617	573	44
Net Income	\$ 658	\$ 533	125

*Includes off-system sales and pre-commercial operations

Q2 Summary Cash Flow Statement

Net Cash Provided by / (Used in) (\$ million)	FYTD26	FYTD25	Variance
Operating Activities	\$ 1,106	\$ 1,461	\$ (355)
Investing Activities	(2,119)	(2,582)	463
Financing Activities	(62)	1,145	(1,207)
Net Change in Cash	(1,075)	24	(1,099)
Beginning Cash, Cash Equivalents, and Restricted Cash	1,597	523	1,074
Net Change in Cash, Cash Equivalents, and Restricted Cash	(1,075)	24	(1,099)
Ending Cash, Cash Equivalents, and Restricted Cash	522	547	(25)
Beginning Debt and Financing Obligations	23,770	21,203	2,567
Change in Debt and Financing Obligations	(25)	1,213	(1,238)
Ending Debt and Financing Obligations	\$ 23,745	\$ 22,416	\$ 1,329

Recap of Financial Results

For Six Months Ended March 31, 2026 - Comparison to Prior Year

- ▶ Higher sales driven by system growth
- ▶ Increased operating revenue
- ▶ Diverse power system supporting affordability and reliability
- ▶ Executing capital investment plan



Contact Information

Investor Relations

investor@tva.gov

www.tva.com/investors



Media Relations

Melissa Greene, 865-632-6000

www.tva.com/news



TVA

**TENNESSEE
VALLEY
AUTHORITY**

Appendix – Regulation G Reconciliation

	March 31, 2026	September 30, 2025	March 31, 2025
Total Outstanding Debt	\$ 23,484	\$ 23,512	\$ 22,155
Exchange Gain - LT	68	59	80
Unamortized Discounts, Premiums, Issue Costs and Other	178	183	165
Debt of Variable Interest Entities	(1,674)	(1,698)	(1,721)
Bonds and Notes, Gross	22,056	22,056	20,679
Membership Interests of Variable Interest Entity Subject to Mandatory Redemption	15	16	16
Debt of Variable Interest Entities	1,674	1,698	1,721
Total Debt and Other Financing Obligations, Gross ("TFO")	\$ 23,745	\$ 23,770	\$ 22,416

Note numbers may be adjusted for rounding