Segment and Financial Information
Second Quarter 2022

Supplement to NiSource Second Quarter 2022
Earnings Presentation

NiSource Inc.

Condensed Statements of Consolidated Income (unaudited) (GAAP)

(in millions, except per share amounts)	Three Months Ended June 30, **2022**	Three Months Ended June 30, 2021	Six Months Ended June 30, **2022**	Six Months Ended June 30, 2021
Operating Revenues				
Customer revenues	**$ 1,156.5**	$ 952.4	**$ 2,996.8**	$ 2,458.9
Other revenues	**26.7**	33.6	**59.7**	72.7
Total Operating Revenues	**1,183.2**	986.0	**3,056.5**	2,531.6
Operating Expenses				
Cost of energy	**383.7**	228.3	**1,090.4**	705.1
Operation and maintenance	**381.9**	362.8	**776.2**	724.3
Depreciation and amortization	**208.7**	186.3	**401.4**	371.3
Loss (gain) on sale of assets, net	**—**	(0.1)	**(105.0)**	8.0
Other taxes	**65.6**	66.5	**149.9**	147.5
Total Operating Expenses	**1,039.9**	843.8	**2,312.9**	1,956.2
Operating Income	**143.3**	142.2	**743.6**	575.4
Other Income (Deductions)				
Interest expense, net	**(84.5)**	(84.5)	**(168.2)**	(169.1)
Other, net	**9.0**	12.4	**19.9**	22.9
Total Other Deductions, Net	**(75.5)**	(72.1)	**(148.3)**	(146.2)
Income before Income Taxes	**67.8**	70.1	**595.3**	429.2
Income Taxes	**12.0**	13.2	**108.2**	75.8
Net Income	**55.8**	56.9	**487.1**	353.4
Net loss attributable to noncontrolling interest	**(11.2)**	(3.4)	**(6.7)**	(2.4)
Net Income Attributable to NiSource	**67.0**	60.3	**493.8**	355.8
Preferred dividends	**(13.8)**	(13.8)	**(27.6)**	(27.6)
Net Income Available to Common Shareholders	**53.2**	46.5	**466.2**	328.2
Earnings Per Share				
Basic Earnings Per Share	**$ 0.13**	$ 0.12	**$ 1.15**	$ 0.84
Diluted Earnings Per Share	**$ 0.12**	$ 0.11	**$ 1.06**	$ 0.80
Basic Average Common Shares Outstanding	**406.4**	393.0	**406.2**	392.8
Diluted Average Common Shares	**440.2**	422.9	**440.8**	408.5

NiSource Inc.

Condensed Consolidated Balance Sheets (unaudited) (GAAP)

(in millions)		**June 30, 2022**		December 31, 2021
ASSETS				
Property, Plant and Equipment				
Plant	**$**	**26,046.1**	$	25,171.3
Accumulated depreciation and amortization		**(7,534.4)**		(7,289.5)
Net Property, Plant and Equipment[(1)]		**18,511.7**		17,881.8
Investments and Other Assets				
Unconsolidated affiliates		**0.8**		0.8
Available-for-sale debt securities (amortized cost of $160.2 and $169.3, allowance for credit losses of $1.0 and $0.2, respectively)		**149.8**		171.8
Other investments		**73.5**		87.1
Total Investments and Other Assets		**224.1**		259.7
Current Assets				
Cash and cash equivalents		**77.8**		84.2
Restricted cash		**21.7**		10.7
Accounts receivable		**740.7**		849.1
Allowance for credit losses		**(26.1)**		(23.5)
Accounts receivable, net		**714.6**		825.6
Gas inventory		**307.5**		327.4
Materials and supplies, at average cost		**142.9**		139.1
Electric production fuel, at average cost		**41.2**		32.2
Exchange gas receivable		**134.6**		99.6
Regulatory assets		**179.7**		206.2
Prepayments and other		**291.7**		195.8
Total Current Assets[(1)]		**1,911.7**		1,920.8
Other Assets				
Regulatory assets		**2,308.8**		2,286.0
Goodwill		**1,485.9**		1,485.9
Deferred charges and other		**371.6**		322.7
Total Other Assets		**4,166.3**		4,094.6
Total Assets	**$**	**24,813.8**	$	24,156.9

[(1)]Includes $684.6 million and $695.9 million at June 30, 2022 and December 31, 2021, respectively, of net property, plant and equipment assets and $20.4 million and $14.3 million at June 30, 2022 and December 31, 2021, respectively, of current assets of consolidated VIEs that may be used only to settle obligations of the consolidated VIEs.

NiSource Inc.

Condensed Consolidated Balance Sheets (unaudited) (GAAP) (continued)

(in millions, except share amounts)		**June 30, 2022**		December 31, 2021
CAPITALIZATION AND LIABILITIES				
Capitalization				
Stockholders' Equity				
Common stock - $0.01 par value, 600,000,000 shares authorized; 405,878,297 and 405,303,023 shares outstanding, respectively	**$**	**4.1**	$	4.1
Preferred stock - $0.01 par value, 20,000,000 shares authorized; 1,302,500 shares outstanding		**1,546.5**		1,546.5
Treasury stock		**(99.9)**		(99.9)
Additional paid-in capital		**7,218.6**		7,204.3
Retained deficit		**(1,408.9)**		(1,580.9)
Accumulated other comprehensive loss		**(35.8)**		(126.8)
Total NiSource Stockholders' Equity		**7,224.6**		6,947.3
Noncontrolling interest in consolidated subsidiaries		**315.8**		325.6
Total Stockholders' Equity		**7,540.4**		7,272.9
Long-term debt, excluding amounts due within one year		**9,520.2**		9,183.4
Total Capitalization		**17,060.6**		16,456.3
Current Liabilities				
Current portion of long-term debt		**37.3**		58.1
Short-term borrowings		**555.0**		560.0
Accounts payable		**650.3**		697.8
Dividends payable - common stock		**95.4**		—
Dividends payable - preferred stock		**8.2**		—
Customer deposits and credits		**184.7**		237.9
Taxes accrued		**232.3**		277.1
Interest accrued		**124.4**		105.5
Exchange gas payable		**91.2**		107.7
Regulatory liabilities		**300.4**		137.4
Accrued compensation and employee benefits		**142.9**		182.7
Other accruals		**592.9**		382.0
Total Current Liabilities[1]		**3,015.0**		2,746.2
Other Liabilities				
Deferred income taxes		**1,830.9**		1,659.4
Accrued liability for postretirement and postemployment benefits		**280.5**		292.5
Regulatory liabilities		**1,833.0**		1,842.6
Asset retirement obligations		**464.1**		469.7
Other noncurrent liabilities		**329.7**		690.2
Total Other Liabilities[1]		**4,738.2**		4,954.4
Commitments and Contingencies		**—**		—
Total Capitalization and Liabilities	**$**	**24,813.8**	$	24,156.9

[1]Includes $7.5 million and $10.0 million at June 30, 2022 and December 31, 2021, respectively, of current liabilities and $20.8 million and $20.5 million at June 30, 2022 and December 31, 2021, respectively, of other liabilities of consolidated VIEs that creditors do not have recourse to our general credit.

NiSource Inc.
Statements of Consolidated Cash Flows (GAAP)

Six Months Ended June 30, *(in millions)*		**2022**		2021
Operating Activities				
Net Income	**$**	**487.1**	$	353.4
Adjustments to Reconcile Net Income to Net Cash from Operating Activities:				
Depreciation and amortization		**401.4**		371.3
Deferred income taxes and investment tax credits		**100.8**		70.8
Loss (gain) on sale of assets		**(105.0)**		8.0
Other adjustments		**14.1**		8.9
Changes in Assets and Liabilities:				
Components of working capital		**2.4**		(106.2)
Regulatory assets/liabilities		**(8.2)**		21.5
Deferred charges and other noncurrent assets		**(16.1)**		(2.5)
Other noncurrent liabilities		**30.7**		(22.2)
Net Cash Flows from Operating Activities		**907.2**		703.0
Investing Activities				
Capital expenditures		**(917.0)**		(798.1)
Insurance recoveries		**105.0**		—
Payment to renewable generation asset developer		**(79.0)**		(7.4)
Other investing activities		**(60.1)**		(56.9)
Net Cash Flows used for Investing Activities		**(951.1)**		(862.4)
Financing Activities				
Issuance of long-term debt, net of discount and underwriting costs		**345.6**		—
Repayments of long-term debt and finance lease obligations		**(34.7)**		(12.2)
Change in short-term borrowings, net (maturity ≤ 90 days)		**(5.0)**		(503.0)
Issuance of common stock, net of issuance costs		**5.9**		6.0
Equity costs, premiums and other debt related costs		**(9.1)**		(5.9)
Contributions from noncontrolling interest		**—**		7.4
Distributions to noncontrolling interest		**(3.0)**		(0.2)
Issuance of equity units, net of underwriting costs		**—**		839.9
Dividends paid - common stock		**(190.6)**		(172.5)
Dividends paid - preferred stock		**(27.6)**		(27.6)
Contract liability payment		**(33.0)**		(7.7)
Net Cash Flows from Financing Activities		**48.5**		124.2
Change in cash, cash equivalents and restricted cash		**4.6**		(35.2)
Cash, cash equivalents and restricted cash at beginning of period		**94.9**		125.6
Cash, Cash Equivalents and Restricted Cash at End of Period	**$**	**99.5**	$	90.4

Information contained herein is on a non-GAAP basis that is supplemental to and should be read in conjunction with our GAAP financial results. For our GAAP financial results and discussion of segment operations, please refer to Part I, Item 2, Management's Discussion and Analysis of Financial Condition and Results of Operations, of the Company's Quarterly Report on Form 10-Q for the quarterly period ended June 30, 2022. For a reconciliation of GAAP to non-GAAP earnings, GAAP to non-GAAP operating revenues, GAAP to non-GAAP operating expenses and GAAP to non-GAAP operating income, see Schedules 1 and 2 contained herein.

Three and Six Months Ended June 30, 2022 Non-GAAP Net Operating Earnings - Segment Results

NiSource's consolidated non-GAAP net operating earnings available to common shareholders for the three months ended June 30, 2022 were $53.9 million, compared to $52.6 million in the comparable 2021 period. NiSource's consolidated non-GAAP net operating earnings for the six months ended June 30, 2022 were $382.6 million, compared to $357.4 million in the comparable 2021 period. Refer to the attached schedules for the items included in 2022 and 2021 GAAP net income but excluded from non-GAAP net operating earnings available to common shareholders.

Non-GAAP operating income for NiSource's business segments for the three and six months ended June 30, 2022, are discussed below.

Gas Distribution Operations

For the three months ended June 30, 2022, Gas Distribution Operations reported non-GAAP operating income of $80.7 million, compared to non-GAAP operating income of $65.9 million in the comparable 2021 period. For the six months ended June 30, 2022, Gas Distribution Operations reported non-GAAP operating income of $485.5 million, compared to non-GAAP operating income of $439.9 million in the comparable 2021 period.

Non-GAAP operating revenues for the three months ended June 30, 2022 were $743.4 million, an increase of $166.8 million from the comparable 2021 period. Non-GAAP operating revenues for the six months ended June 30, 2022 were $2,181.1 million, an increase of $457.2 million from the comparable 2021 period.

	Favorable (Unfavorable)	
Changes in non-GAAP Operating Revenues *(in millions)*	**Three Months Ended June 30, 2022 vs 2021**	**Six Months Ended June 30, 2022 vs 2021**
New rates from base rate proceedings and regulatory capital programs	23.9	85.0
Increased (decreased) customer usage	3.3	(1.5)
Higher revenue related to off system sales	1.4	4.1
The effects of customer growth	1.3	3.6
Higher revenue due to the effects of resuming common credit mitigation practices	1.2	3.0
Other	4.1	6.8
Change in non-GAAP operating revenues (before cost of energy and other tracked items)	$ 35.2	$ 101.0
Operating revenues offset in operating expense		
Higher cost of energy billed to customers	124.4	334.5
Higher tracker deferrals within operation and maintenance, depreciation,	7.2	21.7
Total change in non-GAAP operating revenues	**$ 166.8**	**$ 457.2**

Non-GAAP operating expenses for the three months ended June 30, 2022 were $662.7 million, an increase of $152.0 million from the comparable 2021 period. Non-GAAP operating expense for the six months ended June 30, 2022 were $1,695.6 million, an increase of $411.6 million from the comparable 2021 period.

	Favorable (Unfavorable)	
Changes in non-GAAP Operating Expenses *(in millions)*	**Three Months Ended June 30, 2022 vs 2021**	**Six Months Ended June 30, 2022 vs 2021**
Higher employee and administrative related expenses	(9.2)	(21.9)
Higher depreciation and amortization expense	(8.2)	(16.0)
Higher materials and supplies expense	(4.0)	(7.4)
Higher outside services expenses	(3.3)	(8.6)
Higher environmental remediation costs	(3.1)	(3.6)
Lower other than income taxes primarily related to property tax expense	5.5	5.7
Lower NiSource Next program expenses	4.0	3.7
Other	(2.1)	(7.3)
Change in non-GAAP operating expenses (before cost of energy and other tracked items)	$ (20.4)	$ (55.4)
Operating expenses offset in operating revenue		
Higher cost of energy billed to customers	(124.4)	(334.5)
Higher tracker deferrals within operation and maintenance, depreciation, and tax	(7.2)	(21.7)
Total change in non-GAAP operating expense	**$ (152.0)**	**$ (411.6)**

Electric Operations

For the three months ended June 30, 2022, Electric Operations reported non-GAAP operating income of $73.4 million, compared to non-GAAP operating income of $84.6 million in the comparable 2021 period. For the six months ended June 30, 2022, Electric Operations reported non-GAAP operating income of $172.1 million compared to non-GAAP operating income of $175.2 million in the comparable 2021 period.

Non-GAAP operating revenues for the three months ended June 30, 2022 were $437.9 million, an increase of $39.6 million from the comparable 2021 period. Non-GAAP operating revenues for the six months ended June 30, 2022 were $867.3 million, an increase of $65.7 million from the comparable 2021 period.

	Favorable (Unfavorable)	
Changes in non-GAAP Operating Revenues *(in millions)*	**Three Months Ended June 30, 2022 vs 2021**	**Six Months Ended June 30, 2022 vs 2021**
Decreased customer usage	(1.9)	(5.1)
PPA revenue from renewable joint venture projects, mostly offset by JV operating expenses	6.2	14.7
The effects of customer growth	1.2	2.5
New rates from regulatory capital and DSM programs	1.1	2.2
Other	1.8	2.8
Change in non-GAAP operating revenues (before cost of energy and other tracked items)	$ 8.4	$ 17.1
Operating revenues offset in operating expense		
Higher cost of energy billed to customers	31.1	50.9
Higher (lower) tracker deferrals within operation and maintenance, depreciation and tax	0.1	(2.3)
Total change in non-GAAP operating revenues	**$ 39.6**	**$ 65.7**

Non-GAAP operating expenses for the three months ended June 30, 2022 were $364.5 million, an increase of $50.8 million from the comparable 2021 period. Non-GAAP operating expenses for the six months ended June 30, 2022 were $695.2 million, an increase of $68.8 million from the comparable 2021 period.

	Favorable (Unfavorable)	
Changes in non-GAAP Operating Expenses *(in millions)*	**Three Months Ended June 30, 2022 vs 2021**	**Six Months Ended June 30, 2022 vs 2021**
Higher depreciation and amortization expense driven by the joint venture depreciation adjustment	(10.1)	(6.9)
Renewable joint venture project expenses, offset by JV operating revenues	(6.1)	(13.0)
Effects of environmental recoveries in 2021	(1.3)	(6.5)
Lower NiSource Next program expenses	1.3	1.0
Lower outside services expenses	$ 0.5	$ 6.4
Other	(3.9)	(1.2)
Change in non-GAAP operating expenses (before cost of energy and other tracked items)	$ (19.6)	$ (20.2)
Operating expenses offset in operating revenue		
Higher cost of energy billed to customers	(31.1)	(50.9)
Lower (higher) tracker deferrals within operation and maintenance, depreciation and tax	(0.1)	2.3
Total change in non-GAAP operating expense	**$ (50.8)**	**$ (68.8)**

Corporate and Other Operations

For the three months ended June 30, 2022, Corporate and Other Operations reported a non-GAAP operating loss of $9.9 million compared to non-GAAP operating earnings of zero in the comparable 2021 period. This change resulted primarily from unfavorable fluctuations in the cash surrender value of corporate owned life insurance investments, as well as higher outside service costs in 2022.

For the six months ended June 30, 2022, Corporate and Other Operations reported a non-GAAP operating loss of $19.6 million compared to non-GAAP operating earnings of zero in the comparable 2021 period. The drivers for this change were consistent with that of the quarter-to-date period.

Other Deductions, net

Other deductions, net, reduced non-GAAP net operating earnings by $75.5 million for the three months ended June 30, 2022, which was comparable to the reduction in non-GAAP net operating earnings of $72.1 million in the comparable 2021 period.

Other deductions, net, reduced non-GAAP net operating earnings by $148.3 million for the six months ended June 30, 2022, which was comparable to the reduction in non-GAAP net operating earnings of $146.2 million in the comparable 2021 period.

Income Taxes

The effective tax rate of non-GAAP net operating earnings for the three months ended June 30, 2022 was 17.8 percent compared to 19.6 percent for the same period last year. The decrease in 2022 is primarily attributed to lower state income taxes due to the jurisdictional mix of pre-tax income and partnership income, offset by decreased amortization of excess deferred federal income tax liabilities.

The effective tax rate of non-GAAP net operating earnings for the six months ended June 30, 2022 was 17.6 percent compared to 18.4 percent for the same period last year. The decrease in 2022 is primarily attributed to lower state income taxes due to the jurisdictional mix of pre-tax income.

NiSource Inc.

Consolidated Net Operating Earnings Available to Common Shareholders (Non-GAAP) *(unaudited)*

(in millions, except per share amounts)	Three Months Ended June 30, 2022	Three Months Ended June 30, 2021	Six Months Ended June 30, 2022	Six Months Ended June 30, 2021
Operating Revenues	**$ 1,182.9**	$ 979.9	**$ 3,053.2**	$ 2,534.5
Operating Expenses				
Cost of energy	**383.7**	228.3	**1,090.4**	705.1
Operation and maintenance	**354.1**	326.6	**688.6**	624.3
Operation and maintenance - trackers	**26.6**	22.0	**84.9**	70.5
Depreciation and amortization	**207.2**	183.2	**398.6**	365.2
Depreciation and amortization - trackers	**1.5**	3.1	**2.8**	6.1
Loss (Gain) on sale of assets, net	**—**	(0.1)	**—**	1.1
Other taxes	**44.8**	49.5	**97.9**	103.2
Other taxes - trackers	**20.8**	16.8	**52.0**	43.9
Total Operating Expenses	**1,038.7**	829.4	**2,415.2**	1,919.4
Operating Income	**144.2**	150.5	**638.0**	615.1
Other Income (Deductions)				
Interest expense, net	**(84.5)**	(84.5)	**(168.2)**	(169.1)
Other, net	**9.0**	12.4	**19.9**	22.9
Total Other Deductions, Net	**(75.5)**	(72.1)	**(148.3)**	(146.2)
Operating Earnings Before Income Taxes	**68.7**	78.4	**489.7**	468.9
Income Taxes	**12.2**	15.4	**86.2**	86.3
Net Operating Earnings	**56.5**	63.0	**403.5**	382.6
Net loss attributable to noncontrolling interest	**(11.2)**	(3.4)	**(6.7)**	(2.4)
Net Operating Earnings attributable to NiSource	**67.7**	66.4	**410.2**	385.0
Preferred dividends	**(13.8)**	(13.8)	**(27.6)**	(27.6)
Net Operating Earnings Available to Common Shareholders (Non-GAAP)	**53.9**	52.6	**382.6**	357.4
Non-GAAP Diluted Net Operating Earnings Per Share[(1)]	**$ 0.12**	$ 0.13	**$ 0.87**	$ 0.88
Diluted Average Common Shares	**440.2**	422.9	**440.8**	408.5

[(1)] The Non-GAAP diluted NOEPS numerator is equal to net operating earnings available to common shareholders adjusted for add-backs for interest expense incurred, net of tax, related to the Series A Equity Unit purchase contracts. The add-backs for the three months ended June 30, 2022 and 2021 were $0.5M and $0.4M, respectively. The add-backs for the six months ended June 30, 2022 and 2021 were $1.0M and $0.4M, respectively.

NiSource Inc.

Segment Operating Income (Non-GAAP) *(unaudited)*

Gas Distribution Operations *(in millions)*	**Three Months Ended June 30,** **2022**	2021	**Six Months Ended June 30,** **2022**	2021
Operating Revenues	**$ 743.4**	$ 576.6	**$ 2,181.1**	$ 1,723.9
Operating Expenses				
Cost of energy	**253.4**	129.0	**842.5**	508.0
Operation and maintenance	**243.6**	225.7	**470.9**	424.6
Operation and maintenance - trackers	**15.2**	13.0	**64.1**	51.3
Depreciation and amortization	**101.2**	93.1	**201.0**	185.1
Depreciation and amortization - trackers	**1.0**	0.5	**1.9**	1.4
Loss on sale of assets, net	**—**	—	**—**	1.2
Other taxes	**27.5**	32.6	**63.2**	68.5
Other taxes - trackers	**20.8**	16.8	**52.0**	43.9
Total Operating Expenses	**662.7**	510.7	**1,695.6**	1,284.0
Operating Income (Non-GAAP)	**$ 80.7**	$ 65.9	**$ 485.5**	$ 439.9

Electric Operations *(in millions)*	**Three Months Ended June 30,** **2022**	2021	**Six Months Ended June 30,** **2022**	2021
Operating Revenues	**$ 437.9**	$ 398.3	**$ 867.3**	$ 801.6
Operating Expenses				
Cost of energy	**130.4**	99.3	**248.0**	197.1
Operation and maintenance	**112.6**	107.9	**219.4**	214.7
Operation and maintenance - trackers	**11.4**	9.0	**20.8**	19.2
Depreciation and amortization	**95.5**	81.1	**178.0**	162.4
Depreciation and amortization - trackers	**0.5**	2.6	**0.9**	4.7
Other taxes	**14.1**	13.8	**28.1**	28.3
Total Operating Expenses	**364.5**	313.7	**695.2**	626.4
Operating Income (Non-GAAP)	**$ 73.4**	$ 84.6	**$ 172.1**	$ 175.2

Corporate and Other Operations *(in millions)*	**Three Months Ended June 30,** **2022**	2021	**Six Months Ended June 30,** **2022**	2021
Operating Loss (Non-GAAP)	**$ (9.9)**	$ —	**$ (19.6)**	$ —

NiSource Inc.

Segment Volumes and Statistical Data *(unaudited)*

Gas Distribution Operations	Three Months Ended June 30, 2022	Three Months Ended June 30, 2021	Six Months Ended June 30, 2022	Six Months Ended June 30, 2021
Sales and Transportation (MMDth)				
Residential	**33.3**	30.7	**156.2**	149.1
Commercial	**28.5**	27.2	**108.4**	101.5
Industrial	**114.9**	124.7	**250.0**	261.1
Off-System	**8.3**	6.2	**12.6**	11.6
Other	**—**	—	**0.2**	0.2
Total	**185.0**	188.8	**527.4**	523.5
Weather Adjustment	**(2.5)**	(2.9)	**(7.2)**	3.8
Sales and Transportation Volumes - Excluding Weather	**182.5**	185.9	**520.2**	527.3
Customers				
Residential			**2,962,126**	2,950,269
Commercial			**252,591**	252,235
Industrial			**4,883**	4,943
Other			**5**	3
Total			**3,219,605**	3,207,450
Heating Degree Days	**565**	606	**3,406**	3,309
Normal Heating Degree Days	**544**	551	**3,368**	3,405
% Colder (Warmer) than Normal	**4 %**	10 %	**1 %**	(3)%

Electric Operations	Three Months Ended June 30, 2022	Three Months Ended June 30, 2021	Six Months Ended June 30, 2022	Six Months Ended June 30, 2021
Sales (GWh)				
Residential	**845.4**	821.0	**1,664.6**	1,625.6
Commercial	**915.3**	904.2	**1,800.6**	1,772.1
Industrial	**1,994.7**	2,150.8	**4,002.5**	4,214.1
Wholesale	**27.7**	12.4	**32.1**	44.5
Other	**24.5**	20.3	**49.6**	47.6
Total	**3,807.6**	3,908.7	**7,549.4**	7,703.9
Weather Adjustment	**(86.4)**	(58.9)	**(101.3)**	(52.7)
Sales Volumes - Excluding Weather	**3,721.2**	3,849.8	**7,448.1**	7,651.2
Customers				
Residential			**423,365**	420,347
Commercial			**58,156**	57,637
Industrial			**2,133**	2,148
Wholesale			**712**	719
Other			**3**	2
Total			**484,369**	480,853
Cooling Degree Days	**342**	318	**342**	318
Normal Cooling Degree Days	**247**	239	**247**	239
% Warmer than Normal	**38 %**	33 %	**38 %**	33 %

NiSource Inc.

Schedule 1 - Reconciliation of Consolidated Net Income Available to Common Shareholders to Net Operating Earnings Available to Common Shareholders (Non-GAAP) *(unaudited)*

	Three Months Ended June 30,				Six Months Ended June 30,			
(in millions, except per share amounts)		**2022**		2021		**2022**		2021
GAAP Net Income Available to Common Shareholders	**$**	**53.2**	$	46.5	**$**	**466.2**	$	328.2
Adjustments to Operating Income:								
Operating Revenues:								
Weather - compared to normal		**(8.3)**		(6.1)		**(11.3)**		2.9
FAC adjustment[1]		**8.0**		—		**8.0**		—
Operating Expenses:								
Greater Lawrence Incident		—		1.2		—		7.0
Plant retirement costs		—		8.6		—		8.6
NiSource Next initiative[2]		**1.2**		4.6		**2.7**		14.3
Massachusetts Business related amounts[3]		—		—		**(105.0)**		6.9
Total adjustments to operating income		**0.9**		8.3		**(105.6)**		39.7
Income Taxes:								
Tax effect of above items[4]		**(0.2)**		(2.2)		**22.0**		(10.5)
Total adjustments to net income		**0.7**		6.1		**(83.6)**		29.2
Net Operating Earnings Available to Common Shareholders (Non-GAAP)	**$**	**53.9**	$	52.6	**$**	**382.6**	$	357.4
Diluted Average Common Shares		**440.2**		422.9		**440.8**		408.5
GAAP Diluted Earnings Per Share[5]	**$**	**0.12**	$	0.11	**$**	**1.06**	$	0.80
Adjustments to diluted earnings (loss) per share		—		0.02		**(0.19)**		0.08
Non-GAAP Diluted Net Operating Earnings Per Share[5]	**$**	**0.12**	$	0.13	**$**	**0.87**	$	0.88

(1)Represents fuel costs deemed over-collected from customers through the FAC mechanism and ordered to be refunded to customers.

(2)Represents incremental severance and third-party consulting costs incurred in connection with the NiSource Next initiative.

(3)2022 represents proceeds from a property insurance settlement related to the Greater Lawrence Incident. 2021 primarily represents final net working capital adjustments to the purchase price for the loss incurred on the sale of the Massachusetts Business.

(4)Represents income tax expense calculated using the statutory tax rates by legal entity.

(5)The Non-GAAP diluted NOEPS numerator is equal to net operating earnings available to common shareholders adjusted for add-backs for interest expense incurred, net of tax, related to Series A Equity Unit purchase contracts. The add-backs for the three months ended June 30, 2022 and 2021were $0.5M and $0.4M, respectively. The add-back for the six months ended June 30, 2022 and 2021 were $1.0M and $0.4M, respectively.

NiSource Inc.

Schedule 2 - Reconciliation by Segment of Operating Revenues, Expenses, and Income (Loss) (GAAP) to Operating Revenues, Expenses, and Income (Loss) (Non-GAAP) *(unaudited)*

Three Months Ended June 30, 2022 ***(in millions)***	**Gas Distribution**	**Electric**	**Corporate & Other**	**Total**
Operating Revenues (GAAP)	**$ 744.3**	**$ 437.3**	**$ 1.6**	**$ 1,183.2**
Adjustments:				
Weather - compared to normal	(0.9)	(7.4)	—	**(8.3)**
FAC adjustment[1]	—	8.0	—	**8.0**
Operating Revenues (Non-GAAP)	**$ 743.4**	**$ 437.9**	**$ 1.6**	**$ 1,182.9**
Operating Expenses (GAAP)	**$ 663.7**	**$ 364.7**	**$ 11.5**	**$ 1,039.9**
Adjustments:				
NiSource Next initiative[2]	1.0	0.2	—	**1.2**
Operating Expenses (Non-GAAP)	**$ 662.7**	**$ 364.5**	**$ 11.5**	**$ 1,038.7**
Operating Income (Loss) (GAAP)	**$ 80.6**	**$ 72.6**	**$ (9.9)**	**$ 143.3**
Total Revenue and Expense Adjustments to Operating Income (Loss)	**0.1**	**0.8**	**—**	**0.9**
Operating Income (Loss) (Non-GAAP)	**$ 80.7**	**$ 73.4**	**$ (9.9)**	**$ 144.2**

Three Months Ended June 30, 2021 ***(in millions)***	**Gas Distribution**	**Electric**	**Corporate & Other**	**Total**
Operating Revenues (GAAP)	**$ 577.3**	**$ 403.7**	**$ 5.0**	**$ 986.0**
Adjustments				
Weather - compared to normal	(0.7)	(5.4)	—	**(6.1)**
Operating Revenues (Non-GAAP)	**$ 576.6**	**$ 398.3**	**$ 5.0**	**$ 979.9**
Operating Expenses (GAAP)	**$ 516.1**	**$ 324.1**	**$ 3.6**	**$ 843.8**
Adjustments				
Greater Lawrence Incident	1.2	—	—	**1.2**
Plant retirement costs	—	8.6	—	**8.6**
NiSource Next initiative[2]	4.2	1.8	(1.4)	**4.6**
Operating Expenses (Non-GAAP)	**$ 510.7**	**$ 313.7**	**$ 5.0**	**$ 829.4**
Operating Income (GAAP)	**$ 61.2**	**$ 79.6**	**$ 1.4**	**$ 142.2**
Total Revenue and Expense Adjustments to Operating Income	**4.7**	**5.0**	**(1.4)**	**8.3**
Operating Income (Non-GAAP)	**$ 65.9**	**$ 84.6**	**$ —**	**$ 150.5**

See footnote descriptions contained with Schedule 1.

NiSource Inc.

Schedule 2 - Reconciliation by Segment of Operating Revenues, Expenses, and Income (Loss) (GAAP) to Operating Revenues, Expenses, and Income (Loss) (Non-GAAP) *(unaudited)*

Six months ended June 30, 2022 ***(in millions)***	**Gas Distribution**	**Electric**	**Corporate & Other**	**Total**
Operating Revenues (GAAP)	**$ 2,184.1**	**$ 867.6**	**$ 4.8**	**$ 3,056.5**
Adjustments:				
Weather - compared to normal	(3.0)	(8.3)	—	**(11.3)**
FAC adjustment[1]	—	8.0	—	**8.0**
Operating Revenues (Non-GAAP)	**$ 2,181.1**	**$ 867.3**	**$ 4.8**	**$ 3,053.2**
Operating Expenses (GAAP)	**$ 1,592.7**	**$ 695.8**	**$ 24.4**	**$ 2,312.9**
Adjustments:				
NiSource Next initiative[2]	2.1	0.6	—	**2.7**
Massachusetts Business related amounts[3]	(105.0)	—	—	**(105.0)**
Operating Expenses (Non-GAAP)	**$ 1,695.6**	**$ 695.2**	**$ 24.4**	**$ 2,415.2**
Operating Income (Loss) (GAAP)	**$ 591.4**	**$ 171.8**	**$ (19.6)**	**$ 743.6**
Total Revenue and Expense Adjustments to Operating Income (Loss)	**(105.9)**	**0.3**	**—**	**(105.6)**
Operating Income (Loss) (Non-GAAP)	**$ 485.5**	**$ 172.1**	**$ (19.6)**	**$ 638.0**

Six months ended June 30, 2021 ***(in millions)***	**Gas Distribution**	**Electric**	**Corporate & Other**	**Total**
Operating Revenues (GAAP)	**$ 1,716.2**	**$ 806.4**	**$ 9.0**	**$ 2,531.6**
Adjustments:				
Weather - compared to normal	7.7	(4.8)	—	**2.9**
Operating Revenues (Non-GAAP)	**$ 1,723.9**	**$ 801.6**	**$ 9.0**	**$ 2,534.5**
Operating Expenses (GAAP)	**$ 1,308.1**	**$ 638.9**	**$ 9.2**	**$ 1,956.2**
Adjustments:				
Greater Lawrence Incident	7.0	—	—	**7.0**
Plant retirement costs	—	8.6	—	**8.6**
NiSource Next initiative	10.2	3.9	0.2	**14.3**
Massachusetts Business sale related amounts	6.9	—	—	**6.9**
Operating Expenses (Non-GAAP)	**$ 1,284.0**	**$ 626.4**	**$ 9.0**	**$ 1,919.4**
Operating Income (Loss) (GAAP)	**$ 408.1**	**$ 167.5**	**$ (0.2)**	**$ 575.4**
Total Revenue and Expense Adjustments to Operating Income (Loss)	**31.8**	**7.7**	**0.2**	**39.7**
Operating Income (Non-GAAP)	**$ 439.9**	**$ 175.2**	**$ —**	**$ 615.1**

See footnote descriptions contained with Schedule 1.