



TRANSMOUNTAIN

TRANS MOUNTAIN CORPORATION

**CONDENSED CONSOLIDATED FINANCIAL
STATEMENTS**
(unaudited)

For the three month period ended March 31, 2022

TRANS MOUNTAIN CORPORATION
CONDENSED CONSOLIDATED STATEMENT OF INCOME
(In thousands of Canadian dollars)
(Unaudited)

	Three months ended March 31,	
	2022	2021
Revenues <i>(Note 2)</i>	107,668	107,499
Expenses		
Pipeline operating costs	30,446	31,693
Depreciation and amortization	25,917	25,317
Salaries and benefits	24,877	20,639
Taxes, other than income taxes	9,457	9,040
Administration	746	2,062
	91,443	88,751
Operating income	16,225	18,748
Equity allowance for funds used during construction	138,353	71,210
Interest expense, net of capitalized debt financing costs	(11,972)	(22,305)
Other, net	483	218
Foreign exchange (loss) gain	(777)	80
Income before income taxes	142,312	67,951
Income tax expense <i>(Note 3)</i>	(35,090)	(16,623)
Net income	107,222	51,328

The accompanying notes are an integral part of these condensed consolidated financial statements.

TRANS MOUNTAIN CORPORATION
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
(In thousands of Canadian dollars)
(Unaudited)

	<u>Three months ended March 31,</u>	
	<u>2022</u>	<u>2021</u>
Net income	107,222	51,328
Other comprehensive income (loss), net of tax		
Currency translation adjustment	(3,505)	(3,888)
Pension and post-employment benefits	61	155
	(3,444)	(3,733)
Comprehensive income	103,778	47,595

The accompanying notes are an integral part of these condensed consolidated financial statements.

TRANS MOUNTAIN CORPORATION
CONDENSED CONSOLIDATED BALANCE SHEET
(In thousands of Canadian dollars)
(Unaudited)

As of	March 31, 2022	December 31, 2021
Assets		
Current Assets		
Cash and cash equivalents	416,316	115,740
Accounts receivable	83,221	87,262
Other current assets	59,559	61,549
	559,096	264,551
Property, plant and equipment	16,620,689	14,562,231
Right-of-use asset	96,236	108,786
Regulatory assets	106,871	85,444
Goodwill (Note 4)	888,098	888,098
Restricted investments	91,248	96,263
Restricted cash	69,531	72,761
Deferred amounts and other assets	197,796	210,288
Total Assets	18,629,565	16,288,422
Liabilities and Equity		
Current Liabilities		
Accounts payable and accrued liabilities	992,249	887,187
Interest payable	100,714	-
Loans from parent (Note 6)	875,000	-
Regulatory liabilities	74,120	81,818
Other current liabilities	64,342	71,893
	2,106,425	1,040,898
Loans from parent (Note 6)	7,791,350	7,552,600
Deferred income taxes	764,508	729,570
Regulatory liabilities	91,876	100,026
Pension and post-employment benefits	74,315	74,637
Lease liabilities	52,120	56,207
Other deferred credits	9,699	10,240
Total Liabilities	10,890,293	9,564,178
Equity	7,739,272	6,724,244
Total Liabilities and Equity	18,629,565	16,288,422

Litigation, commitments and contingencies (Note 9)

The accompanying notes are an integral part of these condensed consolidated financial statements.

Approved on behalf of the Board of Directors

“signed”

William Downe
Director

“signed”

Brian Ferguson
Director

TRANS MOUNTAIN CORPORATION
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
(In thousands of Canadian dollars)
(Unaudited)

	Three months ended March 31,	
	2022	2021
Operating activities		
Net income	107,222	51,328
Items not affecting cash		
Depreciation and amortization	25,917	25,317
Equity allowance for funds used during construction	(138,353)	(71,210)
Deferred income tax expense <i>(Note 3)</i>	35,090	16,623
Changes in non-cash working capital items <i>(Note 7)</i>	125,179	44,277
Total Cash and cash equivalents and Restricted cash provided by operating activities	155,055	66,335
Investing activities		
Capital expenditures	(1,874,050)	(865,735)
Internal use software expenditures	(2,476)	(776)
Purchase of restricted investments	(5,986)	(3,136)
Total Cash and cash equivalents and Restricted cash used in investing activities	(1,882,512)	(869,647)
Financing activities		
Issuances of loans from parent <i>(Note 6)</i>	1,113,750	508,750
Capital contributions <i>(Note 6)</i>	911,250	416,250
Total Cash and cash equivalents and Restricted cash provided by financing activities	2,025,000	925,000
Effects of exchange rate changes on Cash and cash equivalents and Restricted cash	(197)	(875)
Net increase in Cash and cash equivalents and Restricted cash	297,346	120,813
Cash and cash equivalents and Restricted cash, beginning	188,501	180,191
Cash and cash equivalents and Restricted cash, end	485,847	301,004
Cash and cash equivalents, beginning	115,740	104,454
Restricted cash, beginning	72,761	75,737
Cash and cash equivalents and Restricted cash, beginning	188,501	180,191
Cash and cash equivalents, end	416,316	224,245
Restricted cash, end	69,531	76,759
Cash and cash equivalents and Restricted cash, end	485,847	301,004

The accompanying notes are an integral part of these condensed consolidated financial statements.

TRANS MOUNTAIN CORPORATION
CONDENSED CONSOLIDATED STATEMENT OF EQUITY
(In thousands of Canadian dollars)
(Unaudited)

	Share capital	Additional paid-in capital	Retained earnings	Accumulated other comprehensive loss	Total Equity
Balance at December 31, 2021	2,064,150	4,115,250	554,472	(9,628)	6,724,244
Capital contributions (<i>Note 6</i>)	-	911,250	-	-	911,250
Net income	-	-	107,222	-	107,222
Other comprehensive loss, net of tax	-	-	-	(3,444)	(3,444)
Balance at March 31, 2022	2,064,150	5,026,500	661,694	(13,072)	7,739,272
Balance at December 31, 2020	2,064,150	1,885,500	281,195	(30,619)	4,200,226
Capital contributions (<i>Note 6</i>)	-	416,250	-	-	416,250
Net income	-	-	51,328	-	51,328
Other comprehensive loss, net of tax	-	-	-	(3,733)	(3,733)
Balance at March 31, 2021	2,064,150	2,301,750	332,523	(34,352)	4,664,071

The accompanying notes are an integral part of these condensed consolidated financial statements.

TRANS MOUNTAIN CORPORATION

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. General

Trans Mountain Corporation (“the Corporation” or “TMC”) is a Federal Crown corporation, incorporated under the *Canada Business Corporations Act* on May 28, 2018. TMC is a wholly owned subsidiary of Canada TMP Finance Ltd. (“TMP Finance”), which is a wholly owned subsidiary of Canada Development Investment Corporation (“CDEV”). CDEV is wholly owned by Her Majesty in Right of Canada and is an agent Crown corporation. TMC is subject to the provisions of Part X of the *Financial Administration Act* and the provisions of the *Income Tax Act*.

TMC conducts operations through four entities: Trans Mountain Pipeline Limited Partnership (“TMP LP”) and its wholly owned subsidiary Trans Mountain Pipeline (Puget Sound) LLC (“Puget”), Trans Mountain Pipeline ULC (“TMP ULC”), and Trans Mountain Canada Inc. (“TMCI”). Together these entities own and operate the Trans Mountain pipeline (“TMPL”) and the Puget Sound pipeline (“Puget Pipeline”). TMPL has operated since 1953, and transports crude oil and refined petroleum from Edmonton, Alberta to Burnaby, British Columbia. TMP LP holds certain rights, designs and construction contracts related to the expansion of the TMPL known as the Trans Mountain Expansion Project (“TMEP”). Puget owns the Puget Pipeline, which interconnects with TMPL at the international border near Sumas, British Columbia, and transports crude oil to refineries in Washington State. TMP ULC is the General Partner of TMP LP, and TMCI employs the workforce that manages and operates the pipelines and related assets. These condensed consolidated financial statements include operating results of TMC and the wholly owned Trans Mountain Entities, including the Trans Mountain Pipeline Reclamation Trust which is consolidated with the Corporation.

TMC’s mandate is to operate the existing TMPL and Puget Pipeline and to complete the TMEP in a timely and commercially viable manner.

Basis of Presentation

The accompanying condensed consolidated financial statements are prepared in accordance with generally accepted accounting principles in the United States of America (“U.S. GAAP”), as contained in the Financial Accounting Standards Board Accounting Standards Codification. TMC believes that U.S. GAAP provides better comparability with industry peers and best reflects the economic effects of the actions of regulatory bodies on its operations. In preparing these condensed consolidated financial statements in accordance with U.S. GAAP, all intercompany items have been eliminated on consolidation.

On February 18, 2022, the Deputy Prime Minister and Minister of Finance reaffirmed the government’s commitment to complete the TMEP, however the Minister stated that TMC needed to secure external financing to fund the remaining costs of the project. This announcement resulted in material uncertainty that cast substantial doubt as to TMC’s ability to continue as a going concern at the date the consolidated financial statements for the year ended December 31, 2021 were available for issuance. Subsequently this material uncertainty has been resolved. On April 29, 2022, TMC entered into a one year facility with a syndicate of third party lenders for \$10.0 billion, which provides sufficient funds for TMC to meet its obligations as they become due. See Note 10 for details on the external financing.

In management’s opinion, all adjustments considered necessary for a fair statement of the financial position and operating results have been included in the accompanying condensed consolidated financial statements. The Corporation’s interim results may not be indicative of annual results. These condensed consolidated financial statements should be read in conjunction with the consolidated financial statements for the year ended December 31, 2021. These condensed consolidated financial statements follow the same significant accounting policies as those included in the consolidated financial statements for the year ended December 31, 2021.

Amounts are stated in Canadian dollars, which is the functional currency of all of the Corporation’s operations, except for Puget which uses the U.S. dollar as its functional currency.

TMC operates in one operating segment, as the chief operating decision maker reviews operating results at this level to assess financial performance and make resource allocation decisions.

These condensed consolidated financial statements were authorized by the board of directors on May 11, 2022. Subsequent events have been evaluated from March 31, 2022 to the date the condensed consolidated financial statements were available for issue on May 11, 2022 and other than the issuance of external financing described in Note 10, there are no subsequent events which would require adjustment to the condensed consolidated financial statements and related disclosures.

TRANS MOUNTAIN CORPORATION
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

2. Revenues

Disaggregation of Revenues

The following table presents revenues disaggregated by revenue source and type of revenue for each revenue source:

	Three months ended March 31,	
	2022	2021
<i>(In thousands of Canadian dollars)</i>		
Transportation		
Fee-based services	94,883	75,001
Regulatory adjustment ^(a)	(5,422)	15,965
	89,461	90,966
Leases	17,606	15,857
Other	601	676
Total revenue	107,668	107,499

(a) For TMPL, regulatory adjustments are made for differences between transportation revenue recognized pursuant to its toll settlement with shippers, as approved by the Canada Energy Regulator ("CER"), and actual toll receipts.

Contract Balances

Contract assets and contract liabilities are the result of timing differences between revenue recognition, billings and cash collections. Contract assets are recognized in those instances where billing occurs subsequent to revenue recognition and the right to invoice the customer is conditioned on something other than the passage of time. For the three month periods ended March 31, 2022 and 2021, there were no contract assets recognized. Contract liabilities are substantially related to capital improvements paid for in advance by certain customers, generally in the Corporation's non rate regulated businesses, which are subsequently recognized as revenue on a straight-line basis over the initial term of the related customer contracts.

The following table presents the activity in contract liabilities:

	Three months ended March 31,	
	2022	2021
<i>(In thousands of Canadian dollars)</i>		
Opening balance	4,203	4,415
Additions	446	418
Transfer to Revenues	(164)	(158)
Ending balance	4,485	4,675

The contract liabilities balance as of March 31, 2022 and December 31, 2021 is presented as:

	March 31, 2022	December 31, 2021
<i>(In thousands of Canadian dollars)</i>		
Other current liabilities	548	213
Other deferred credits	3,937	3,990
Total contract liabilities	4,485	4,203

TRANS MOUNTAIN CORPORATION
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

2. Revenues (continued)

Revenue Allocated to Remaining Performance Obligations

The following table presents the estimated revenue allocated to remaining performance obligations for contracted revenue that has not yet been recognized, representing the “contractually committed” revenue as of March 31, 2022 that will be invoiced or transferred from contract liabilities and recognized in future periods.

Year	Estimated Revenue
<i>(In thousands of Canadian dollars)</i>	
Remaining 2022	28,927
2023	38,395
2024	3,455
2025	213
2026	213
Thereafter	3,140
Total	74,343

The contractually committed revenue primarily consists of customer contracts for service, which have minimum volume commitment payment obligations. The actual revenue recognized on these customer contracts can vary depending on the service provided. The contractually committed revenue for purposes of the tabular presentation above is generally limited to the minimum revenue committed to under these customer contracts. The contractually committed revenue amounts generally exclude remaining performance obligations for: (i) contracts with index-based pricing or variable volume attributes in which such variable consideration is allocated entirely to a wholly unsatisfied performance obligation or to a wholly unsatisfied promise to transfer a distinct service that forms part of a series of distinct services; (ii) contracts with an original expected duration of one year or less; (iii) contracts for which revenue is recognized at the amount for which there is a right to invoice for services performed; and (iv) contracts for revenue dependent on the completion of the TMEP.

3. Income Taxes

Income tax expense included in the condensed consolidated financial statements is as follows:

	Three months ended March 31,	
	2022	2021
<i>(In thousands of Canadian dollars)</i>		
Current tax expense	-	-
Deferred tax expense	(35,090)	(16,623)
Total income tax expense	(35,090)	(16,623)
Effective tax rate	24.66%	24.46%

The effective tax rate for the three month periods ended March 31, 2022 and 2021 were consistent with the statutory rate of 24.67%.

TRANS MOUNTAIN CORPORATION

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

4. Goodwill

Goodwill relates to the acquisition of the entities that operate the TMPL and Puget Pipeline on August 31, 2018. As of March 31, 2022, a qualitative assessment of impairment was conducted. Goodwill is evaluated for impairment to the extent events or conditions indicate a risk of possible impairment. There have been no material changes to TMC's existing operations or the TMEP construction which would indicate impairment. Accordingly, an impairment test at March 31, 2022 was not required.

5. Pension and Post-employment Benefits

The components of net benefit cost related to the pension and other post-employment benefit plans ("OPEB") plans are as follows:

	Three months ended March 31,			
	2022	2021	2022	2021
	Pension		OPEB	
<i>(In thousands of Canadian dollars)</i>				
Service cost ^(a)	3,338	3,120	141	143
Other components of net benefit cost ^(b)				
Interest cost	2,180	1,725	122	108
Expected return on plan assets	(2,867)	(2,257)	-	-
Amortization of past service cost	82	81	-	-
Amortization of net actuarial loss	-	117	-	8
Total net benefit cost	2,733	2,786	263	259

(a) Amounts included within "Salaries and benefits" in the condensed consolidated statement of income.

(b) Amounts included within "Other, net" in the condensed consolidated statement of income.

6. Transactions with Related Parties

The Corporation is related in terms of common ownership to all Canadian federal government departments, agencies and Crown corporations. The Corporation may enter into transactions with some of these entities in the normal course of business.

Funding from Parent

TMC has a credit agreement with TMP Finance dated August 29, 2018 as amended most recently on March 31, 2022 (the "Credit Agreement") which includes an "Acquisition Facility," a non-revolving term loan facility, and a "Construction Facility," a revolving construction credit facility, to be used primarily to finance the TMEP construction. The facilities have an interest rate of 5% on amounts drawn and a standby fee of 0.065% on the unadvanced portion. The facilities mature on the earlier of the maturity date, which is August 29, 2025, and in the event of certain changes in ownership.

TMC also has a funding agreement with TMP Finance dated August 30, 2018 as amended most recently on March 31, 2022 (the "Funding Agreement") under which cash proceeds of each funding request are comprised of 55% debt funding in accordance with the Credit Agreement and 45% equity funding.

TRANS MOUNTAIN CORPORATION
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

6. Transactions with Related Parties (continued)

Funding from Parent (continued)

The March 31, 2022 amendments to the Credit and Funding Agreement permit drawdowns up to June 30, 2022 or as extended at the discretion of TMP Finance. The Maximum Funding Amount under the Funding Agreement and the available credit under the Construction Facility are shown in the below table.

Period	Maximum Funding Amount	Construction Facility available credit
<i>(In thousands of Canadian dollars)</i>		
December 31, 2021 – March 30, 2022	11,200,000	6,160,000
March 31, 2022 – June 30, 2022	13,100,000	7,205,000

Additionally, the amendments to the Credit Agreement and Funding Agreement include the repayment of advances paid to TMC pursuant to any funding request made after February 18, 2022. Subsequent to period end, TMC closed external financing on April 29, 2022 and all amounts advanced by TMP Finance to TMC after February 18, 2022 plus interest, totaling approximately \$1.6 billion, were repaid and the outstanding amount on the Construction Facility was correspondingly reduced. See Note 10 for more details. There are no other required payments on the borrowings until maturity.

TMP LP also has a line of credit agreement with TMP Finance dated March 25, 2019 (the “Financial Capacity Line of Credit”) which is designed to meet the CER mandated financial capacity requirements. The Financial Capacity Line of Credit matures 5 years following the date of the advance or as otherwise extended in accordance with the agreement and has an interest rate of 5% on amounts drawn and a standby fee of 0.3% on the unadvanced portion.

The total available credit as of March 31, 2022 and outstanding amounts as of March 31, 2022 and December 31, 2021 are shown in the table below. There are no financial covenants.

	Total available credit March 31, 2022	Outstanding amount March 31, 2022	Outstanding amount December 31, 2021
<i>(In thousands of Canadian dollars)</i>			
Acquisition Facility	2,506,350	2,506,350	2,506,350
Construction Facility	7,205,000	6,160,000	5,046,250
Financial Capacity Line of Credit	500,000	-	-
Total	10,211,350	8,666,350	7,552,600
Presented as:			
Current loans from parent		875,000	-
Long-term loans from parent		7,791,350	7,552,600
Total loans from parent		8,666,350	7,552,600

TRANS MOUNTAIN CORPORATION

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

6. Transactions with Related Parties *(continued)*

Funding from Parent (continued)

The following table presents the funding received from TMC's parent, both the issuances of loans from parent and capital contributions, and the total interest and commitment fees incurred on the loans from parent.

	Three months ended March 31,	
	2022	2021
<i>(In thousands of Canadian dollars)</i>		
Issuance of loans from parent	1,113,750	508,750
Capital contributions	911,250	416,250
Total funding from parent	2,025,000	925,000
Interest and commitment fees on loans from parent	101,166	64,795

7. Change of Operating Assets and Liabilities

The table below represents the changes in operating non-cash working capital.

	Three months ended March 31,	
	2022	2021
<i>(In thousands of Canadian dollars)</i>		
	Decrease (Increase)	
Accounts receivable	3,975	23,048
Deferred amounts and other assets	2,821	(14,652)
Regulatory assets	(21,427)	(11,312)
Accounts payable and accrued liabilities	44,297	(2,733)
Interest payable	100,714	64,358
Pension and post-employment benefits	(337)	188
Regulatory liabilities	(4,846)	(15,962)
Lease liabilities	1,910	1,545
Other liabilities and deferred credits	(1,928)	(203)
Total	125,179	44,277

8. Risk Management and Financial Instruments

Credit Risk

The Corporation is exposed to credit risk on cash and cash equivalents, restricted cash, and accounts receivable, which is the risk that a customer or other counterparty will fail to perform an obligation or settle a liability, resulting in a financial loss to the business.

The majority of the Corporation's customers operate in the oil exploration and development, or energy marketing or transportation fuel industries. There may be exposure to volatility in energy commodity prices and economic instability or other credit events impacting these industries and customers' ability to pay for services. The exposure to credit risk is limited by requiring shippers who fail to maintain specified credit ratings or a suitable financial position to provide acceptable security, generally in the form of guarantees from credit worthy parties or letters of credit from well rated financial institutions. As of March 31, 2022 and December 31, 2021, there were no significant accounts receivable past due and no allowance for doubtful accounts recorded.

Cash and cash equivalents and restricted cash are held with major financial institutions that are rated A-, A3, or A Low or better, minimizing the risk of non-performance by counter parties.

TRANS MOUNTAIN CORPORATION

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

8. Risk Management and Financial Instruments *(continued)*

Foreign Currency Transactions and Translation

The Corporation is exposed to foreign currency risk from foreign currency transaction gains or losses resulting from a change in exchange rates between the functional currency of an entity and the currency in which a transaction is denominated. Unrealized and realized gains and losses generated from these transactions are recorded in foreign exchange gain or loss in the accompanying condensed consolidated statement of income. Management does not believe that the exposure to foreign currency transactions is significant.

Liquidity Risk

Liquidity risk is the risk that the Corporation will not be able to meet financial obligations, including commitments, as they become due. Liquidity risk is managed by ensuring access to sufficient funds to meet obligations. Cash requirements are forecasted to ensure funding is available to settle financial liabilities when they become due. The primary sources of liquidity and capital resources are funds generated from operations and loans from parent. See Note 6. Given the significant ongoing expenditures expected in connection with the TMEP, TMC will require future financing to complete the project, including external financing. See Note 10 for more details on the external financing.

Interest Rate Risk

The Corporation does not have significant exposure to interest rate risk as loans from its parent are at fixed interest rates and there were no floating interest rate instruments throughout the period or at the balance sheet date. As such, exposure to interest rate risk would arise on refinancing.

Significant Shippers

For the three month period ended March 31, 2022, there were six customers that each individually represented between 11-18% of total revenue. For the three month period ended March 31, 2021, there were four customers that each individually represented between 11-14% of total revenue.

9. Litigation, Commitments and Contingencies

Legal Proceedings

The Corporation is subject to various legal and regulatory actions and proceedings which arise in the normal course of business. While the final outcome of such actions and proceedings cannot be predicted with certainty, management believes that the resolution of such actions and proceedings will not have a material impact on the Corporation's financial position or results of operations. There were no accruals for outstanding legal proceedings as of March 31, 2022 and December 31, 2021.

TMEP Litigation

As a result of a decision from the BC Court of Appeal, the BC Environmental Assessment Office ("EAO") was directed to consider any adjustments to the BC Environmental Assessment Certificate ("EAC") that may be required due to the CER's court directed reconsideration process and subsequent issuance of Certificate OC-065 approving the TMEP. The EAO prepared a report for the Minister of Environment and Climate Change Strategy and the Minister of Energy, Mines and Low Carbon Innovation (the "Ministers"). On February 24, 2022, the Ministers issued a decision to amend the EAC to reflect the recommendations outlined by the EAO. The amendments include the addition of two new conditions and an amendment to an existing condition, none of which are anticipated to impact the TMEP in service date.

Following the Corporation's termination of the general construction contract (the "Contract") with the general construction contractor for Spreads 1, 4B and 6 (the "GCC"), the GCC provided the Corporation with a Dispute Claim in relation to amounts it claims are owed pursuant to the Contract resulting from the termination. The Corporation has responded with a position that the Corporation is entitled to reimbursement from the GCC for the costs incurred resulting from the events leading to the termination. The parties have both stated their positions; however, the final settlement amount cannot be reasonably estimated.

Commitments

As of March 31, 2022, irrevocable commitments related to property, plant, and equipment were \$55.4 million. These commitments were primarily related to the TMEP.

TRANS MOUNTAIN CORPORATION

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

10. Subsequent Events

On April 25, 2022, the Governor General in Council, under subsection 7(1) of the Government Corporations Operations Act, issued a proclamation that the Government Corporations Operation Act no longer applies to Trans Mountain Corporation. This status change to a non-agent Crown corporation allows TMC to borrow from parties other than the Government of Canada.

On April 29, 2022, TMC entered into a one year senior unsecured revolving facility for \$10.0 billion with a syndicate of lenders (the "Syndicated Facility"). The Syndicated Facility contains a six month extension option and includes a guarantee provided by the Government of Canada. In accordance with TMC's Credit Agreement and Funding Agreement, upon receipt of external financing, TMC repaid all amounts advanced by TMP Finance to TMC after February 18, 2022 plus interest, totaling approximately \$1.6 billion. See Note 6 for more details.