Section 1.10.1A(i) Operating Agreement Schedule 1 & Attachment K - Appendix

(i) Except for Economic Load Response Participants, all Market Participants may submit Increment Bids and/or Decrement Bids and/or Up To Congestion Bids include a bilateral transaction with a designated congestion level for curtailment per subsection (c) that apply to the Day-ahead Energy Market only. Such bids must comply with the requirements set forth in the PJM Manuals and must specify amount, location and price, if any, at which the Market Participant desires to purchase or sell energy in the Day-ahead Energy Market. The Office of the Interconnection may require that a market participant shall not submit in excess of a defined number of 3000 bid/offer segments in the Day-ahead Energy Market, the bid limit being as may be specified in the PJM Manuals, when the Office of the Interconnection determines that such limit is required to avoid or mitigate significant system performance problems related to bid/offer volume. Notice of the need to impose such limit shall be provided prior to 10:00 a.m. EPT on the day that the Day-ahead Energy Market will clear. For purposes of this provision, a bid/offer segment is each pairing of price and megawatt quantity submitted as part of an Increment Bid or Decrement Bid. For a bilateral transaction with a designated congestion level for curtailment per subsection (c)an Up To Congestion Bid, it is the pairing of source, sink, price and megawatt quantity.