

Initial Margin Historical Simulation Project – Parallel Operations

Eric J. Endress
Trade Surveillance
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Product - Action Required	Dates	Who May Be Affected
eCredit and FTR Center - Review sample data of the new IM-H method available for FTR Market Participants.	February 10	FTR Market Participants
New IM-H method will be used for calculating Credit Requirement for FTR Market Participants in Production (pending approval from the FERC).	April TBD	FTR Market Participants









- Initial Margin Historical Simulation (IM-H) values for FTR portfolios will be available in eCredit and FTR Center on February 10, 2022
- The IM-H method was discussed at the FRMSTF and materials can be found here
- IM-H uses historical price data to generate scenarios for FTR prices for all paths in an FTR portfolio; these price scenarios simulate price movements over the defined liquidation period
- These values are illustrative during parallel operations and do not indicate a final requirement
- Feedback from this data is encouraged



- Once posted, the data will be accessible in eCredit, the login screen is available <u>here</u>.
- Once logged in, go to the Member Summary tab:



 Stakeholders that do not have direct access to eCredit are asked to contact their internal credit department or subject matter experts for their individual company account(s).



 Total FTR IM-H Credit Requirement Sample value will be available under the Accounts section in eCredit

Accounts	Edit
	PJMTST [2214]
FTR credit requirement	\$0.00
FTR IM-H Credit Requirement Sample	\$0.00
Collateral	\$0.00
Total Credit	\$0.00
Excess / (Deficiency)	\$0.00
RPM Credit Requirement	\$0.00
Collateral	\$25,000,000.00
Unsecured Credit Allowance	\$0.00
RPM Seller Credit	\$0.00
Total Credit	\$25,000,000.00
Excess / (Deficiency)	\$25,000,000.00
Virtual Transactions Allocation %	30%
Available Market Credit for Virtual Transactions	\$0.00
Virtual Transactions Credit Requirement	\$0.00
CTS/Export Transactions Allocation %	35%
Available Market Credit for CTS/Export Transactions	\$0.00
CTS/Export Transactions Credit Requirement	\$0.00
Account Last Modified Date/Time	01/03/2022 05:10:38 PM



- Once posted, the data will be accessible in FTR Center, the login screen is available <u>here</u>.
- Once logged in, go to the Credit section, then the HSIM Summary tab:

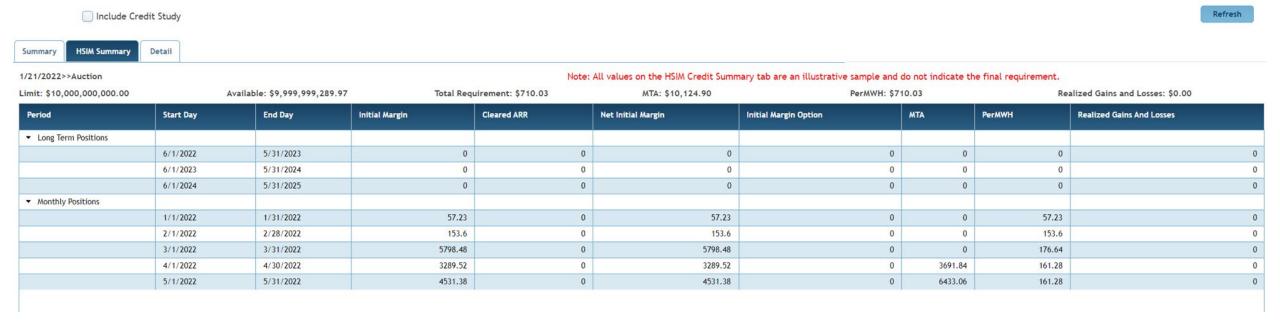


 Stakeholders that do not have direct access to FTR Center are asked to contact their subject matter experts for their individual company account(s).



FTR Center Display

- The components of the new FTR IM-H Credit Requirement will be available by period for each account
- The status quo Credit Study can be used to see the impact to these values below, using the new methodology



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Facilitator:

Foluso Afelumo, Foluso.Afelumo@pjm.com

Secretary:

Risa Holland, Risa. Holland@pjm.com

SME/Presenter:

Eric Endress, Eric.Endress@pjm.com

Initial Margin Historical Simulation Project



Member Hotline

(610) 666 - 8980

(866) 400 - 8980

custsvc@pjm.com

