



Demand Side Response Weekly Overview & Long Term Trend Report Week of 8/6/2007 to 8/10/2007

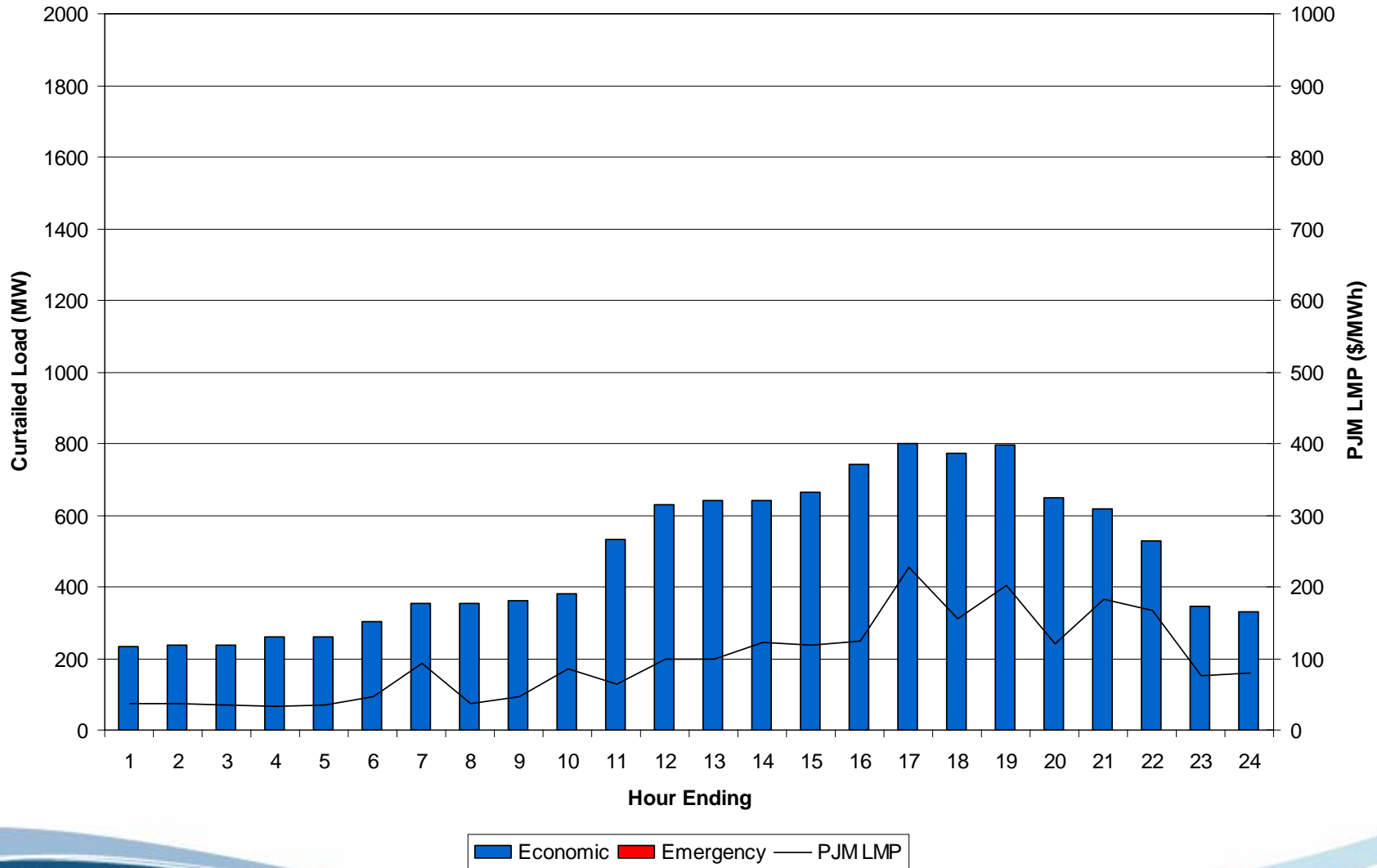
- The attached presentation will illustrate the level of scheduled demand response activity in the PJM marketplace for the week.
- Economic and Emergency Demand Response is separately identified and the LMP price is illustrated as well.
- The attached presentation will also provide an overview of long term trends in DSR in the PJM marketplace.

- Demand Response Participants interface directly with PJM through day ahead bids, self supply or emergency response bids.
- There are additional LSE-administered programs through individual customer contracts or tariffs which are not scheduled directly through PJM. This report does not include non-PJM DSR activity.

- The attached charts illustrate curtailments scheduled by DSR participants
 - Depending on prices or customer conditions, actual curtailment can vary from scheduled (PJM does not impose penalties for such variances)
 - Level of actual curtailments will normally not be available until 60 business days after the event and is captured in settlements process.
 - If an emergency event has been called but customer has already reduced load for economics, then curtailment amount is classified as economic

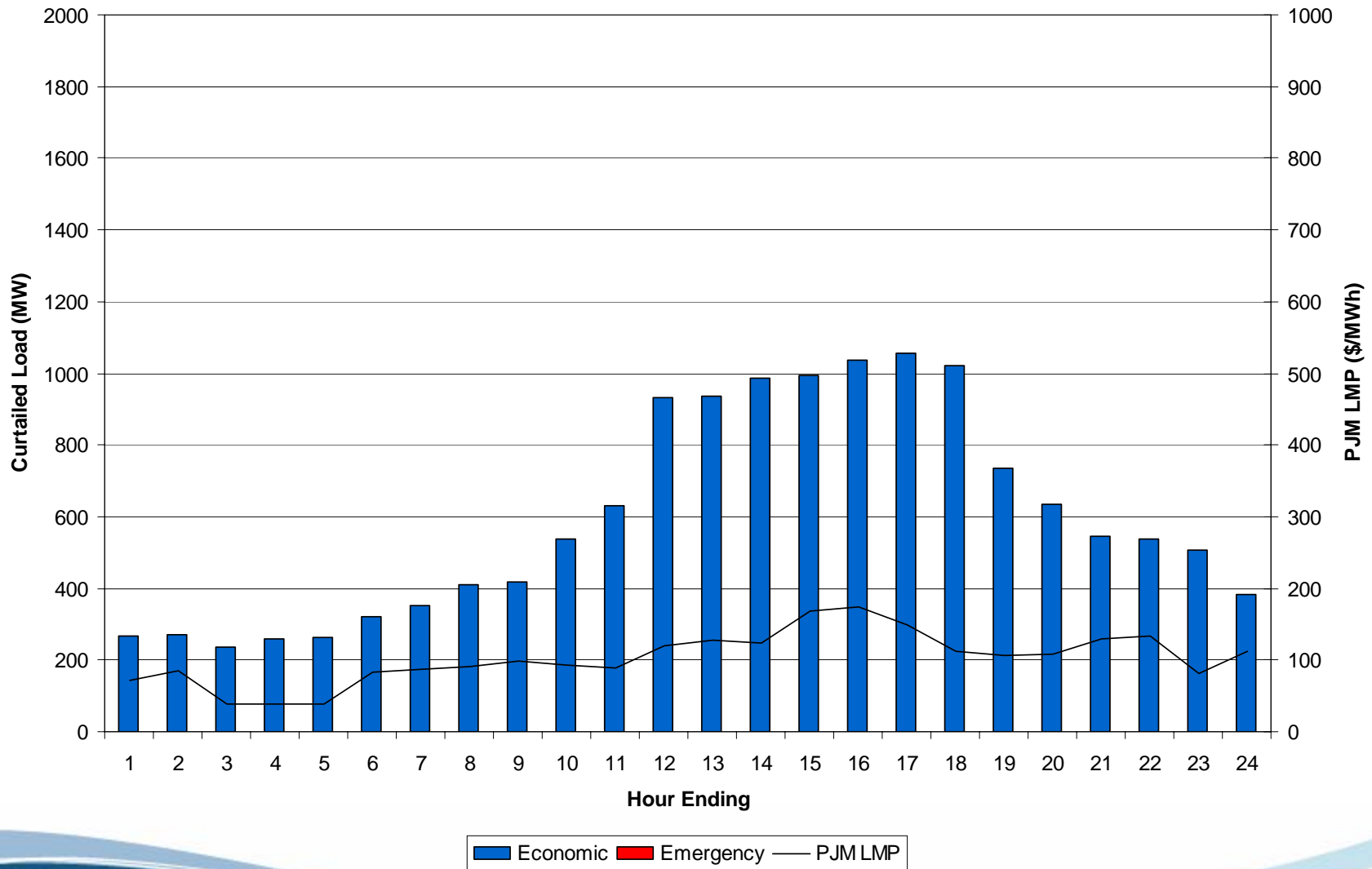


Demand Side Response Scheduled Curtailments August 6, 2007



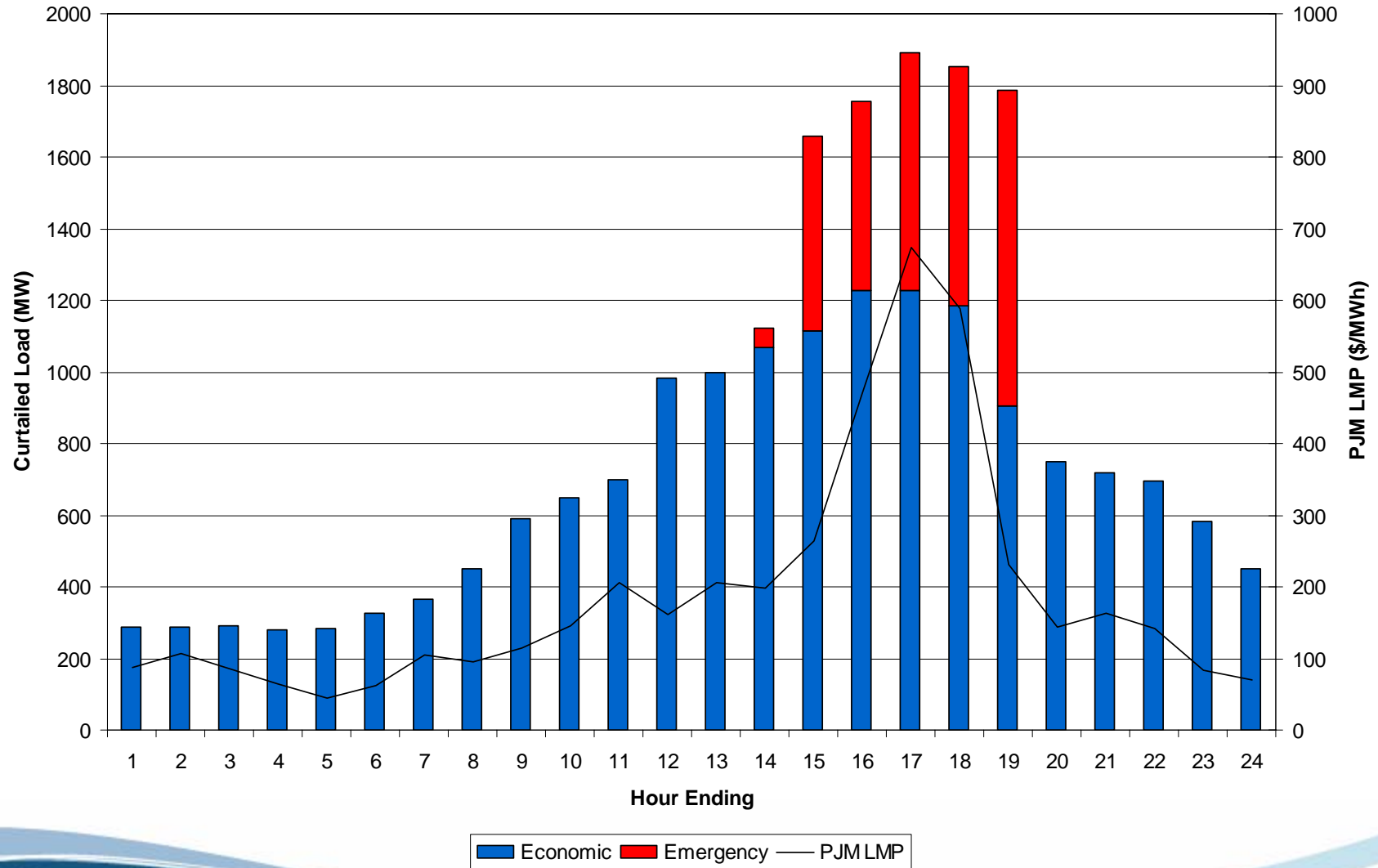


Demand Side Response Scheduled Curtailments August 7, 2007



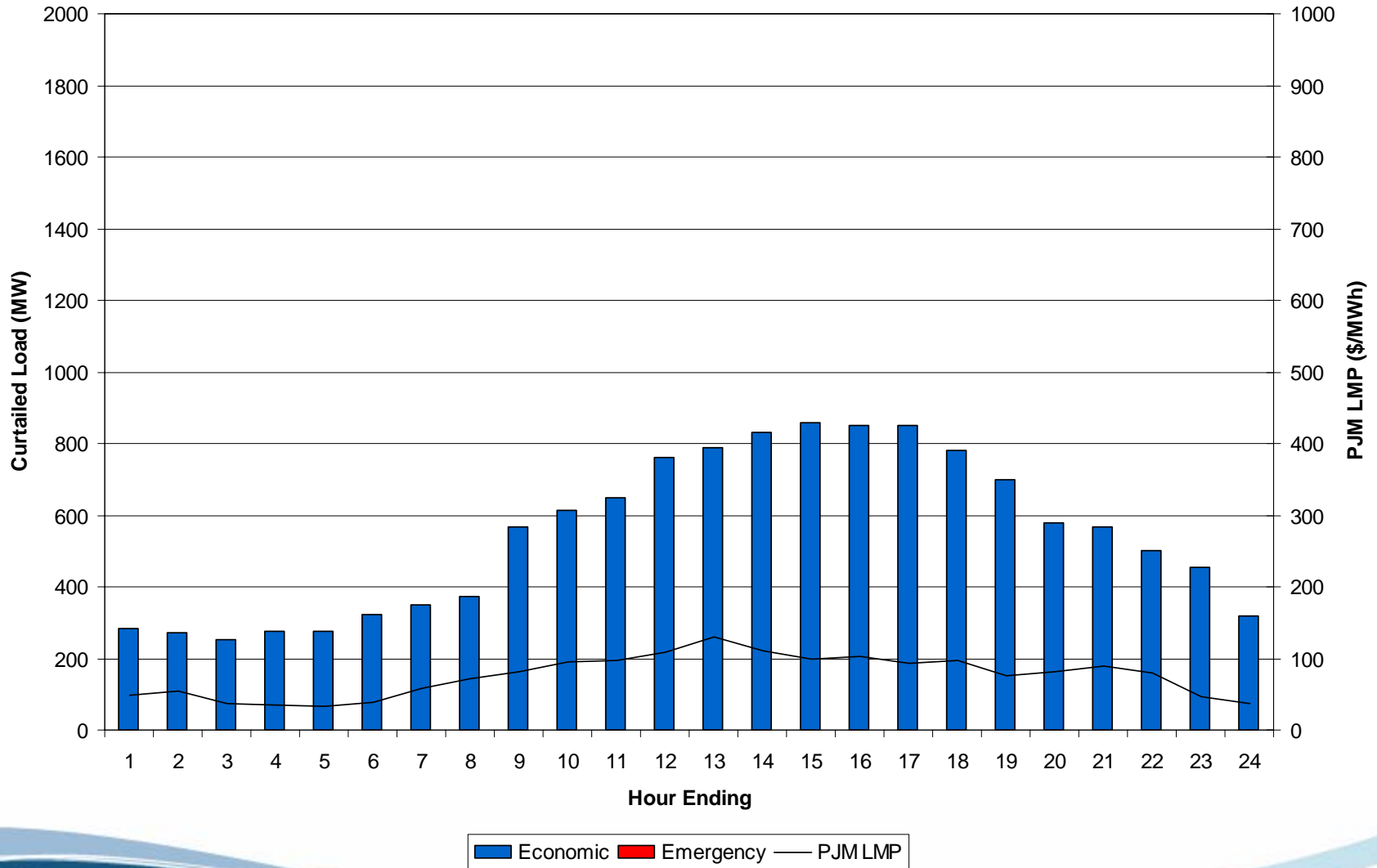


Demand Side Response Scheduled Curtailments August 8, 2007



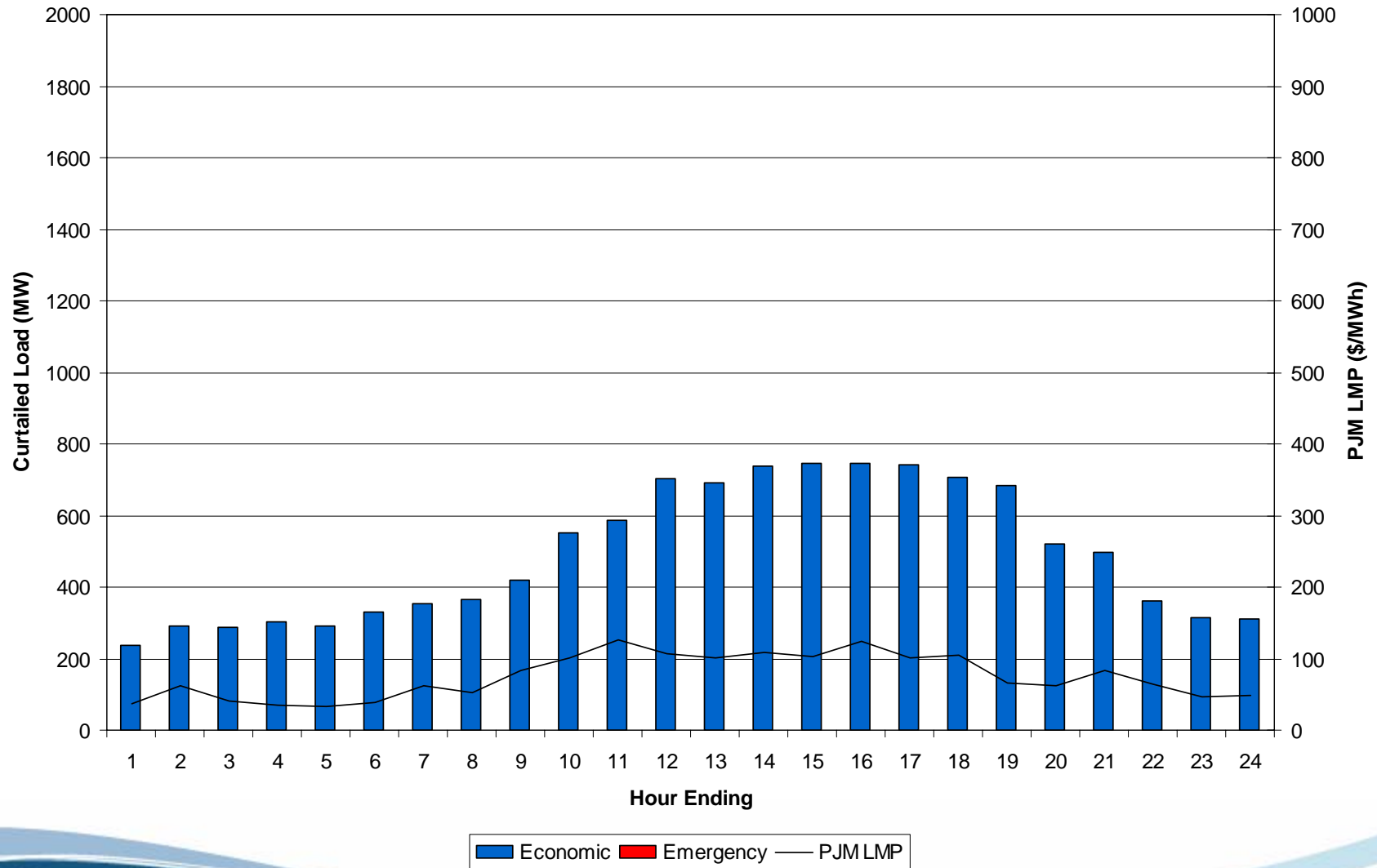


Demand Side Response Scheduled Curtailments August 9, 2007





Demand Side Response Scheduled Curtailments August 10, 2007

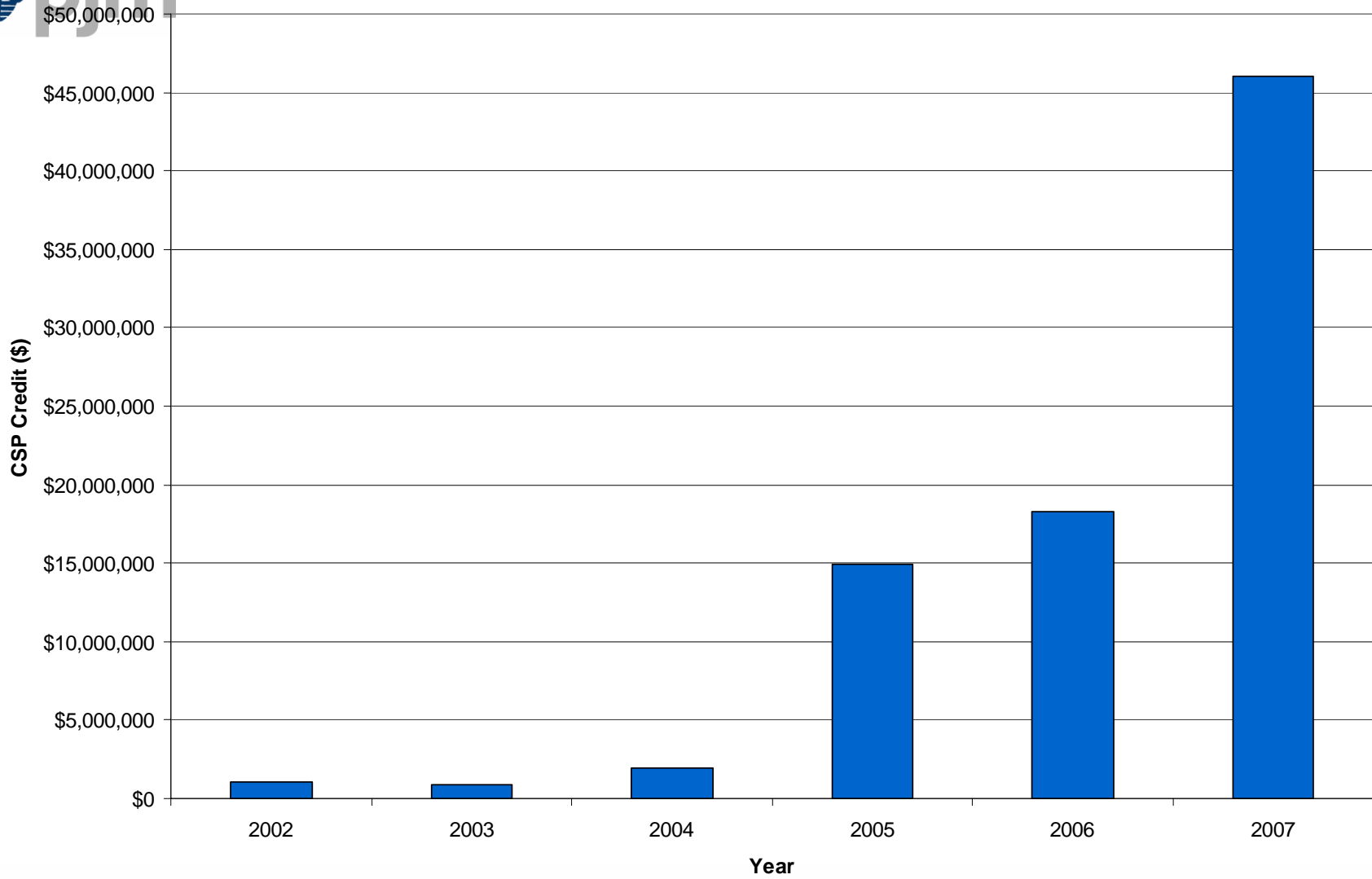


The next two slides illustrate long term trends in annual payments to demand side response providers and the level of load which has been reduced directly through the PJM programs

- Curtailment Service Providers receive the economic value of load reductions (Slide 11). Payments have increased dramatically once the program evolved to include economic DSR.
- PJM has seen a significant increase in the amount of DSR reductions scheduled by DSR participants. (Slide 12).



Yearly CSP Credit





Yearly Curtailed Load

