

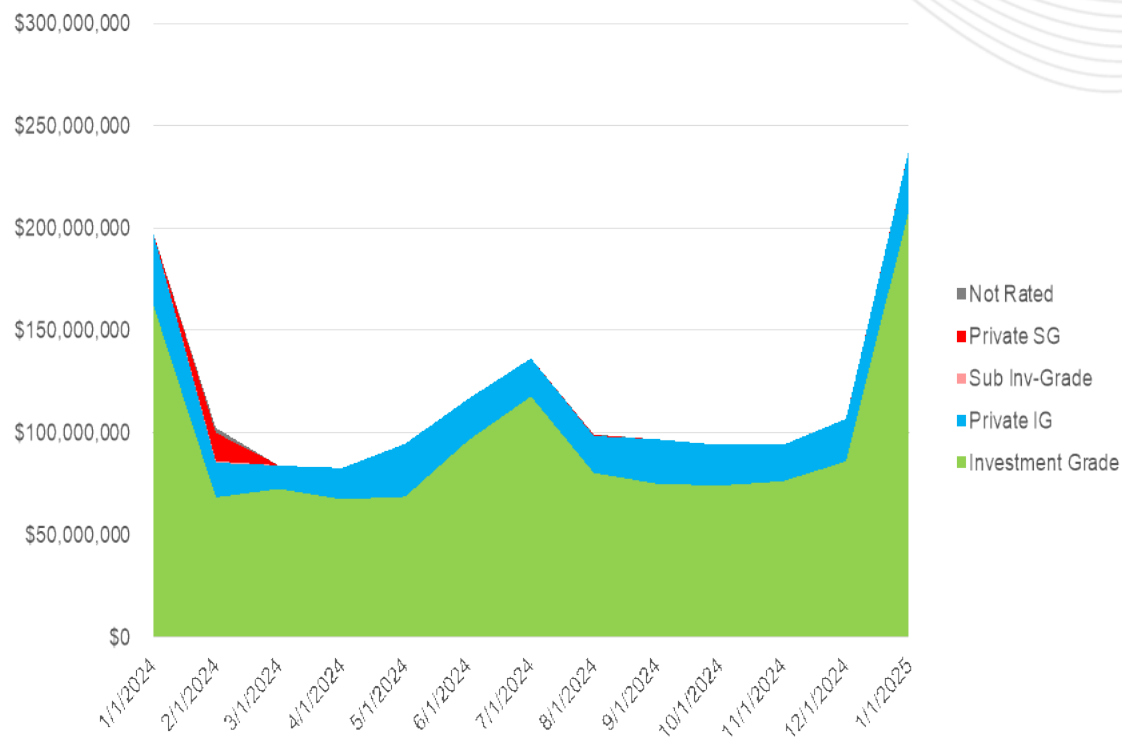
Credit Risk Metrics

Gwen Kelly, Sr. Director,
Credit Risk & Collateral
Management

Risk Management Committee

February 19th, 2025

Full Portfolio Exposure through Time



Classification	Total Unsecured Credit Allowance (UCA)	UCA with Exposure	Net Exposure	%
Investment Grade	\$1,415,744,116	\$802,320,706	\$208,579,935	87%
Private IG	\$212,294,102	\$62,879,947	\$30,287,678	13%
Sub Inv-Grade	\$0	\$0	\$0	0%
Private SG	\$0	\$0	\$112,498	0%
Not Rated	\$0	\$0	\$0	0%
Total	\$1,628,038,218	\$865,200,653	\$238,980,111	100%

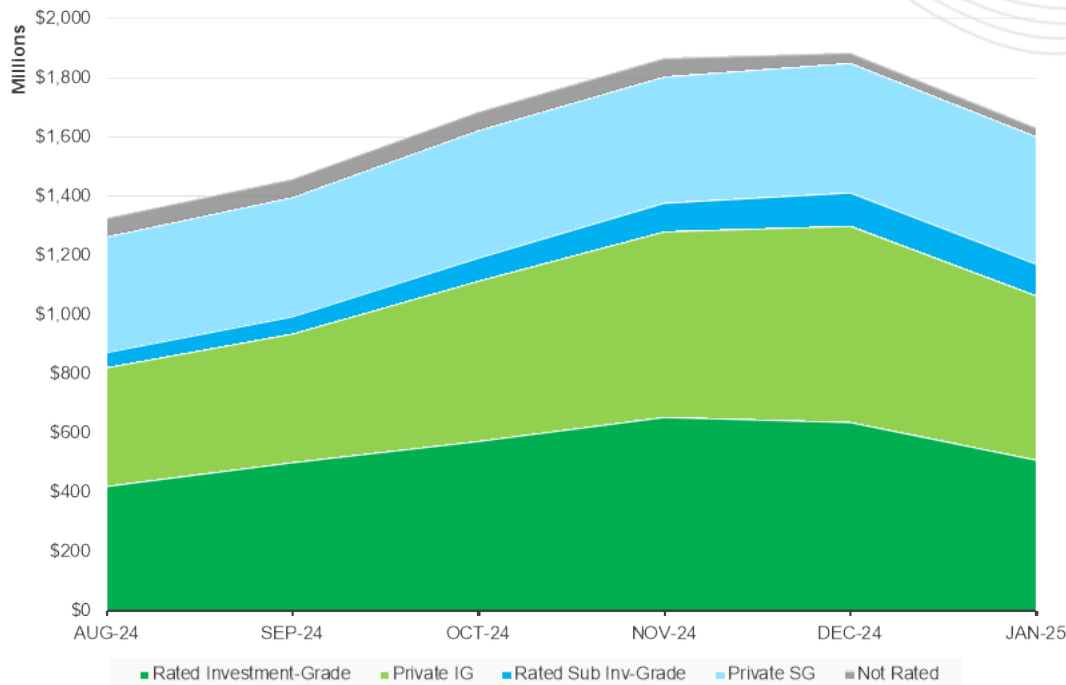
Highlights:

- 2 participants each represent >10% of the exposure individually
- The top 10 participants represent 77% of the outstanding exposure
- They are from different corporate families
- Net exposure grew month-to-month due to Winter Storm Blair in January

Defaulting Member Company	Amt of Default	Date of Default	Date of Cure	Type of Default
---------------------------	----------------	-----------------	--------------	-----------------

Source: eCredit member data reports (1-30-2025)

FTR Collateral & Quality through Time



FTR Credit Req. by Quality

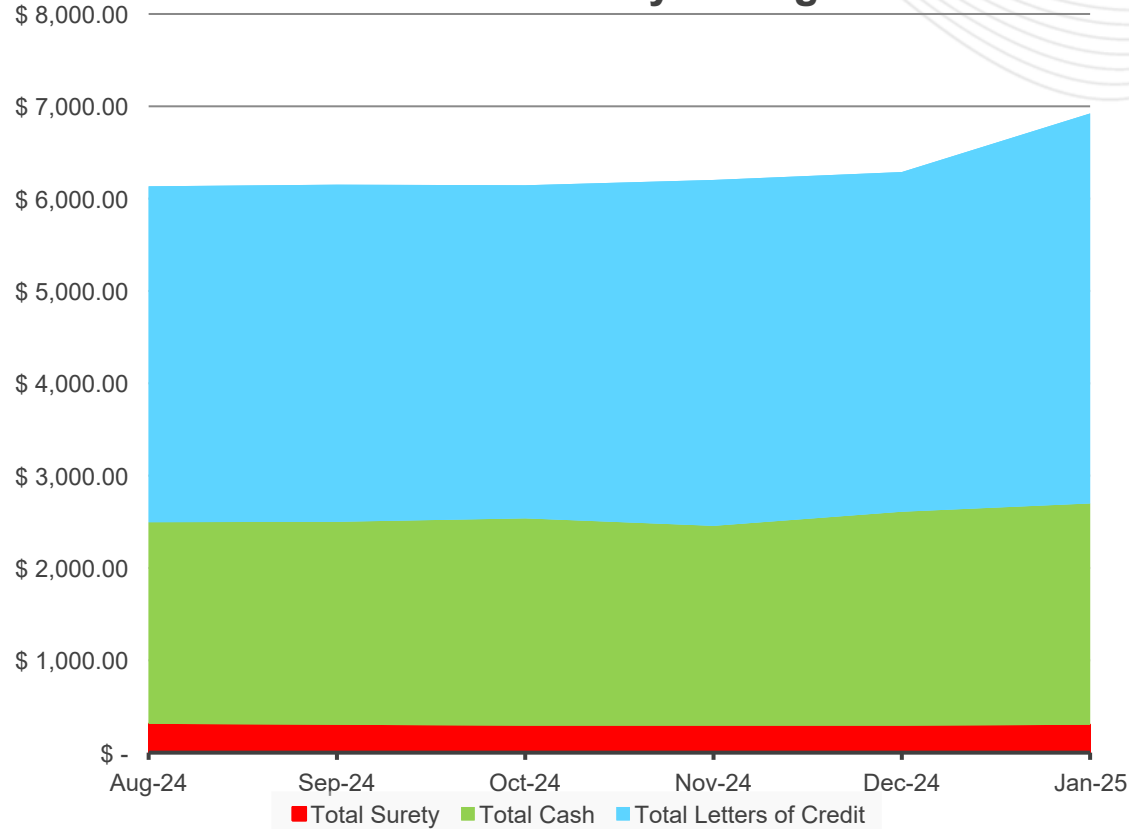
Classification	1/30/2025	12/26/2024	11/28/2024
Rated Investment-Grade	\$511,501,142	\$638,491,092	\$655,534,238
Private IG	\$554,981,217	\$662,913,930	\$627,141,284
Rated Sub Inv-Grade	\$106,408,964	\$112,682,321	\$96,779,355
Private SG	\$430,942,612	\$437,724,251	\$426,026,232
Not Rated	\$29,693,395	\$34,721,563	\$63,376,829
Total	\$1,633,527,330	\$1,886,533,157	\$1,868,857,938
Investment Grade %	65%	69%	69%

Highlights:

- 100% of the FTR credit requirement is collateralized by Cash or Letter of Credit
- 65% Investment-grade
- 41% concentration in top 10 participants

Source: eCredit member data reports (1-30-2025)

Collateral Summary through Time



Total Collateral held at PJM: \$6.92Bn

Cash Collateral: \$2.39Bn

Letters of Credit: \$4.22Bn

- All issuers rated A or better
- Top 10 banks issued 65% thereof
- 2 Banks issued more than 10% thereof
- PJM has accepted LCs from 40 banks in total

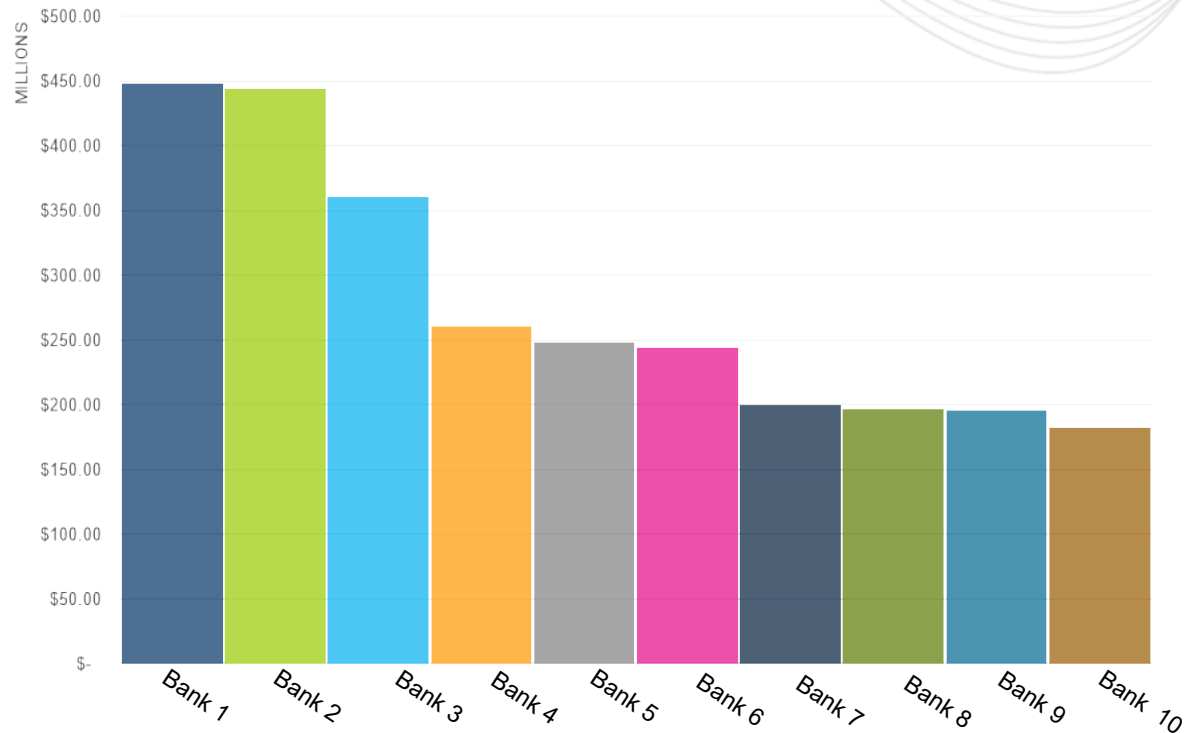
Surety Bonds: \$301MM

- All issuers rated A or better
- Concentrations capped at \$50MM per issuer

LC Source: eCredit Bank LC Summary Report (1-30-2025)

Cash Source: PJM Treasury (1-30-2025)

Bank LC Concentrations



Two European banks represent more than 10% of the \$4.22Bn LC portfolio:

- The banks represent ~\$892MM or 21% of PJM's LC portfolio
- The banks are rated A or better at S&P and A2 or better at Moody's.

LC Source: eCredit Bank LC Summary Report (1-30-2025)

Facilitator:
Thomas Zadlo,
Thomas.Zadlo@pjm.com

Secretary:
Julia Spatafore,
Julia.Spatafore@pjm.com

SME:
Gwen Kelly, Gwen.Kelly@pjm.com

Credit Risk Metrics



Member Hotline

(610) 666 – 8980

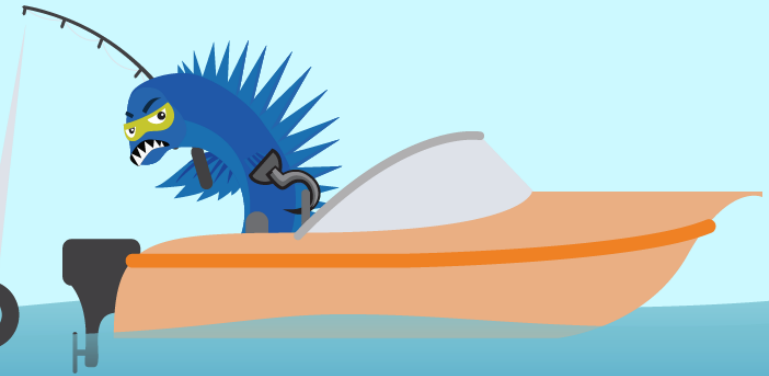
(866) 400 – 8980

custsvc@pjm.com

**PROTECT THE
POWER GRID**
**THINK BEFORE
YOU CLICK!**



**BE ALERT TO
MALICIOUS PHISHING
EMAILS**



Report suspicious email activity to PJM.
Call (610) 666-2244 or email it_ops_ctr_shift@pjm.com