

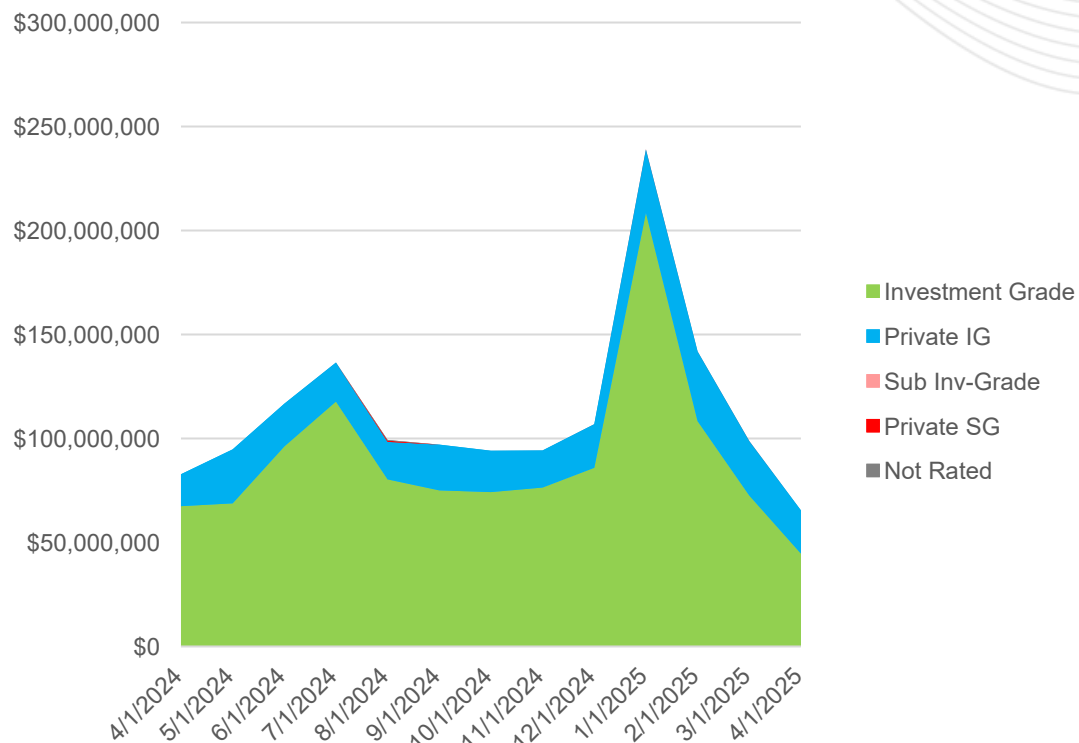
# Credit Risk Metrics

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

Risk Management Committee

May 20<sup>th</sup>, 2025

## Full Portfolio Exposure through Time



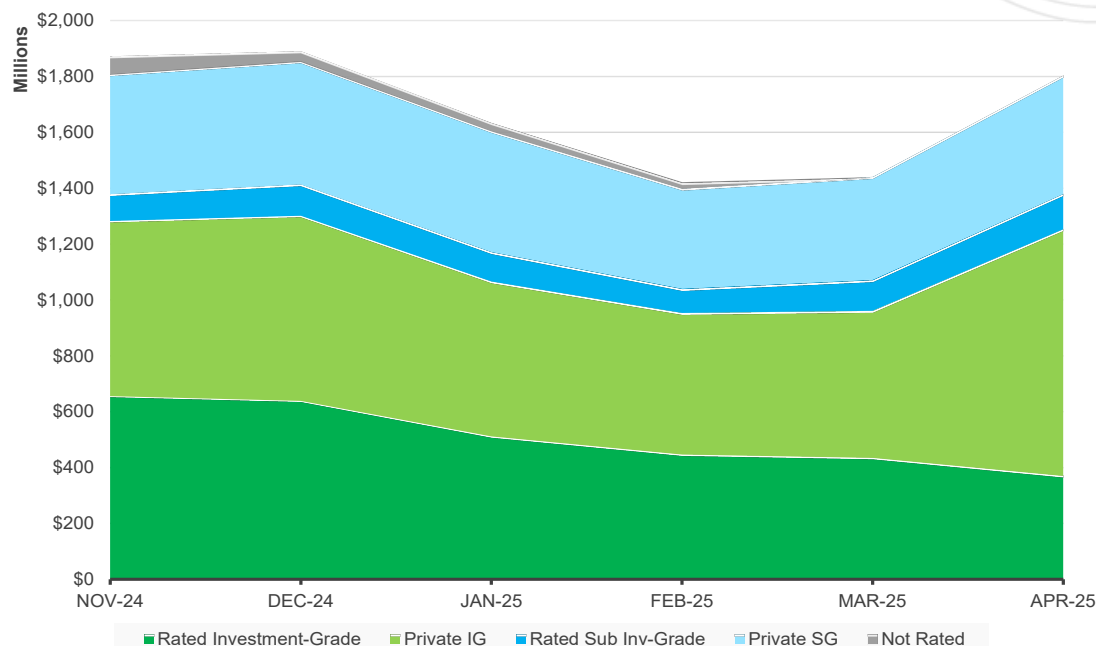
Classification	Total Unsecured Credit Allowance	UCA with Exposure	Net Exposure	%
Investment Grade	\$14,170,729,994	\$529,567,261	\$44,678,435	68%
Private IG	\$212,570,128	\$71,479,947	\$20,766,244	32%
Sub Inv-Grade	\$0	\$0	\$0	0%
Private SG	\$0	\$0	\$0	0%
Not Rated	\$0	\$0	\$0	0%
<b>Total</b>	<b>\$1,629,643,122</b>	<b>\$601,047,208</b>	<b>\$65,444,679</b>	<b>100%</b>

### Highlights:

- 2 participants each represent >10% of the exposure individually
- The top 10 participants represent 86% of the outstanding exposure
- They are from different corporate families
- Net exposure continued to fall month-to-month due to normalizing temperatures during the shoulder months

Source: eCredit member data reports (4-24-2025)

**FTR Collateral & Quality through Time**



## FTR Credit Req. by Quality

Classification	4/24/2025	3/27/2025	2/27/2025
Rated Investment-Grade	\$370,328,127	\$435,103,777	\$446,840,429
Private IG	\$882,838,675	\$526,051,328	\$506,388,772
Rated Sub Inv-Grade	\$126,547,946	\$111,711,517	\$87,781,716
Private SG	\$421,958,589	\$367,019,317	\$356,901,109
Not Rated	\$0	\$0	\$23,520,057

**\$1,801,673,33**

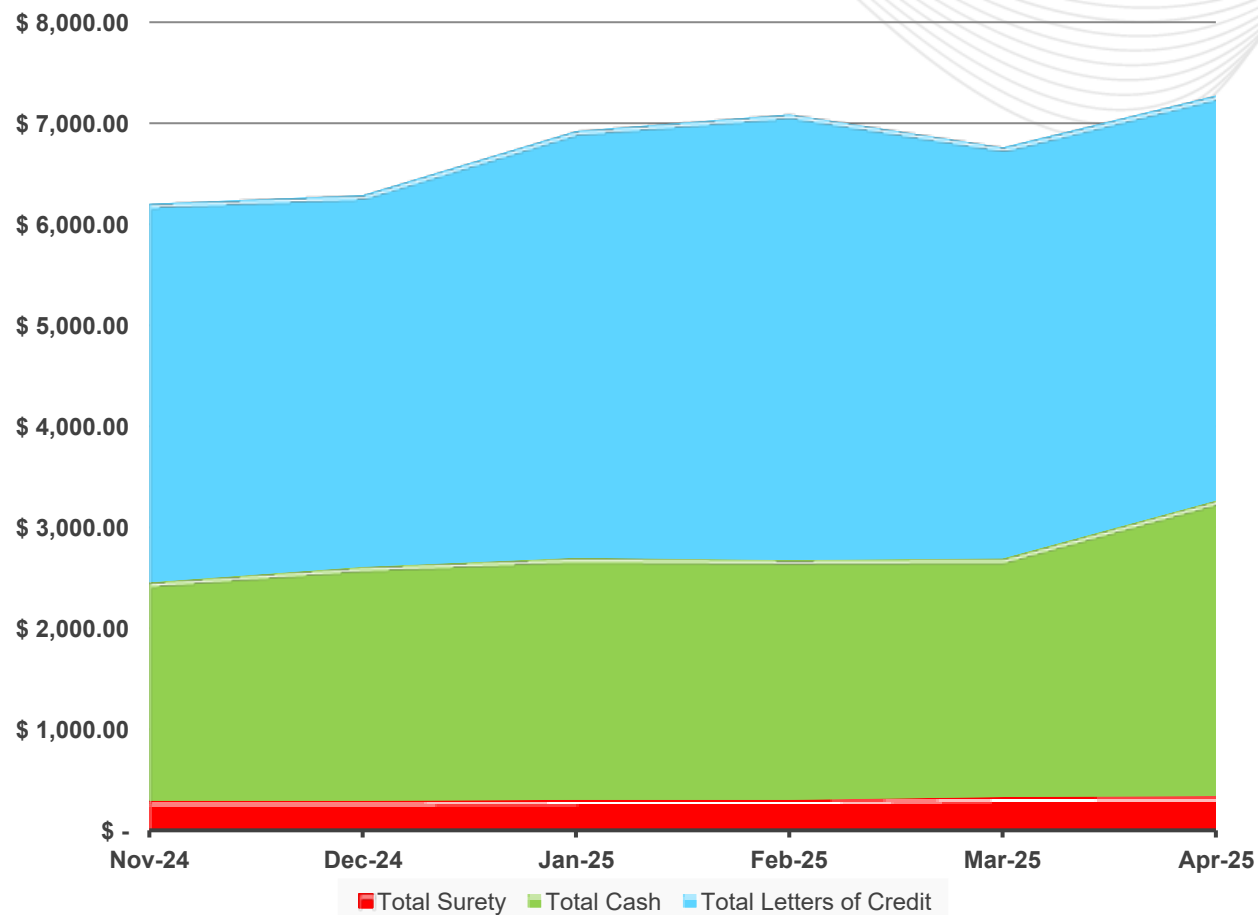
<b>Total</b>	<b>7</b>	<b>\$1,439,885,939</b>	<b>\$1,421,432,083</b>
Investment Grade %	69.56%	66.75%	67.06%

## Highlights:

- 100% of the FTR credit requirement is collateralized by cash or letter of credit
- ~70% exposure is with Investment-grade participants
- 48% concentration is with the top 10 participants
- 1 market participant represents over 10% of the portfolio

Source: eCredit member data reports (4-24-2025)

## Collateral Summary through Time



Total Collateral held at PJM: \$6.76Bn

Cash Collateral: \$2.92Bn

Letters of Credit: \$4.01Bn

- All issuers rated A or better
- Top 10 banks issued 68% thereof
- 2 Banks issued more than 10% thereof
- PJM has accepted LCs from 39 banks in total

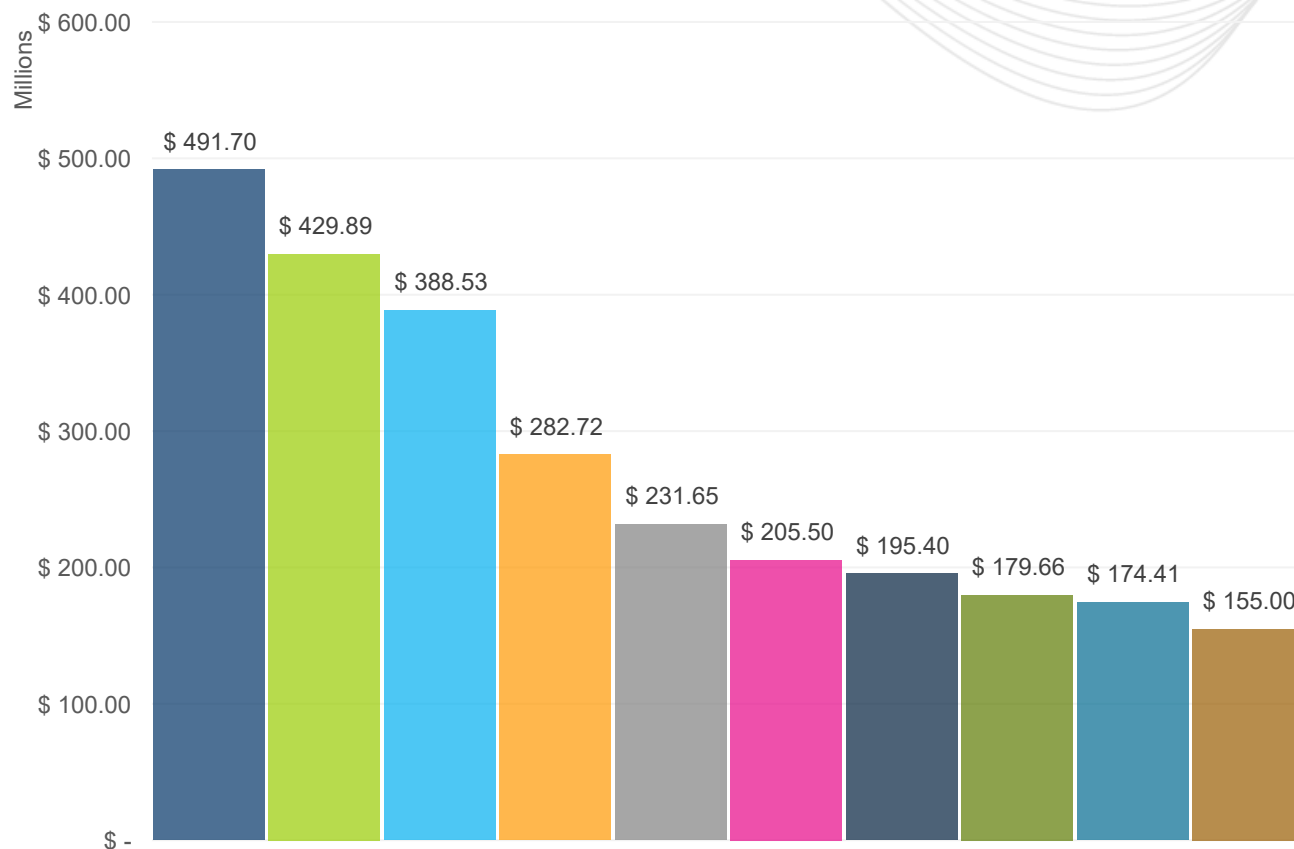
Surety Bonds: \$339MM

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

LC Source: eCredit Bank LC Summary Report (4-24-2025)

Cash Source: PJM Treasury (4-24-2025)

## Bank LC Concentrations



### Highlights:

- Two banks represents more than 10% of the \$4.00Bn 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 (4-24-2025)

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**Credit Risk Metrics**



### Member Hotline

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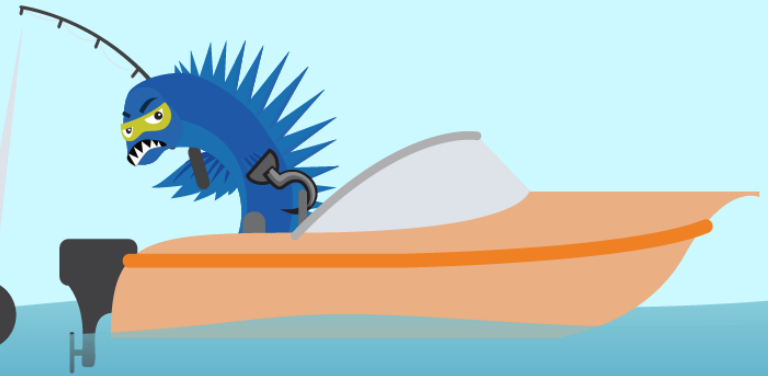
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