

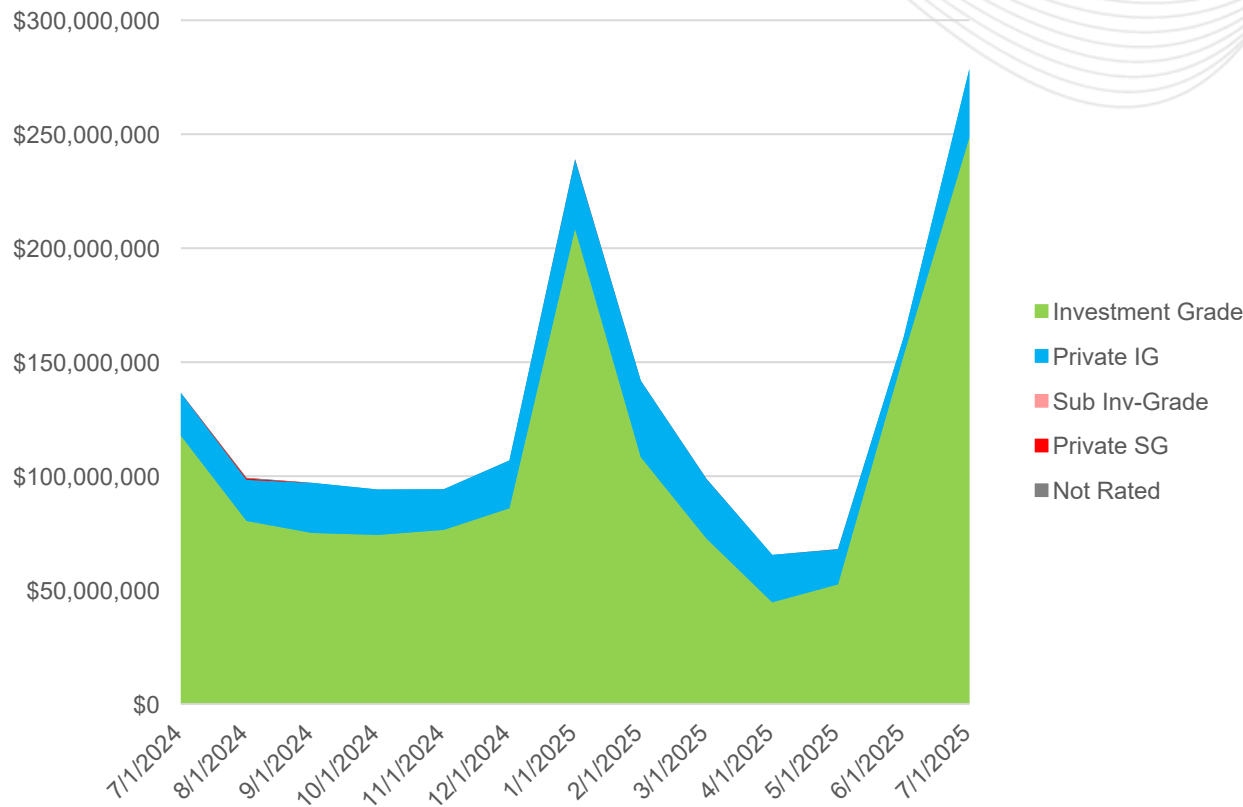
Credit Risk Metrics

Gwen Kelly, Sr. Director,
Credit Risk & Surveillance

Risk Management Committee
August 19th, 2025

Full Portfolio Metrics *as of 7/31/2025*

Full Portfolio Exposure through Time



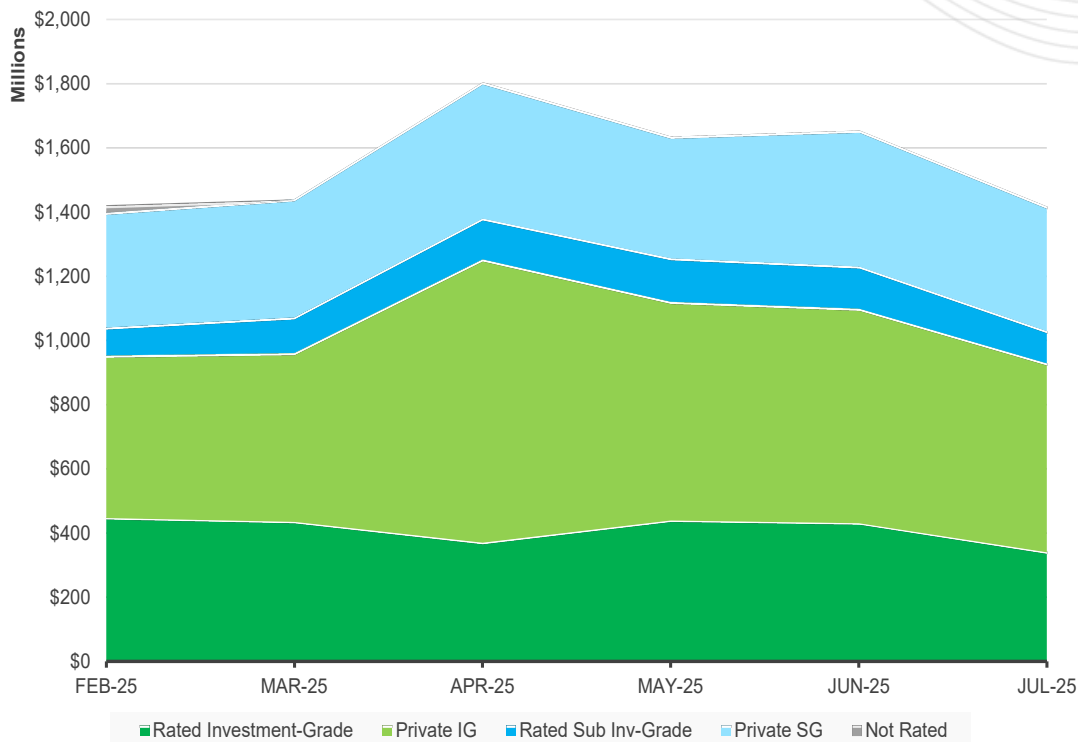
Classification	Total Unsecured Credit Allowance (UCA)	UCA with Exposure	Net Exposure	%
Investment Grade	\$1,387,983,589	\$813,376,052	\$248,608,357	89%
Private IG	\$228,346,899	\$73,084,431	\$29,979,493	11%
Sub Inv-Grade	\$0	\$0	\$0	0%
Private SG	\$0	\$0	\$565	0%
Not Rated	\$0	\$0	\$0	0%
Total	\$1,616,330,488	\$886,460,483	\$278,588,415	100%

- Highlights:
- 2 participants each represent >10% of the exposure individually
 - The top 10 participants represent 80% of the outstanding exposure
 - They are from different corporate families
 - Net exposure of \$278MM was sharply higher this month due to higher summer temperatures.

Source: eCredit member data reports (7-31-2025)

FTR Portfolio Metrics *as of 7/31/2025*

FTR Collateral & Quality through Time



FTR Credit Req. by Quality

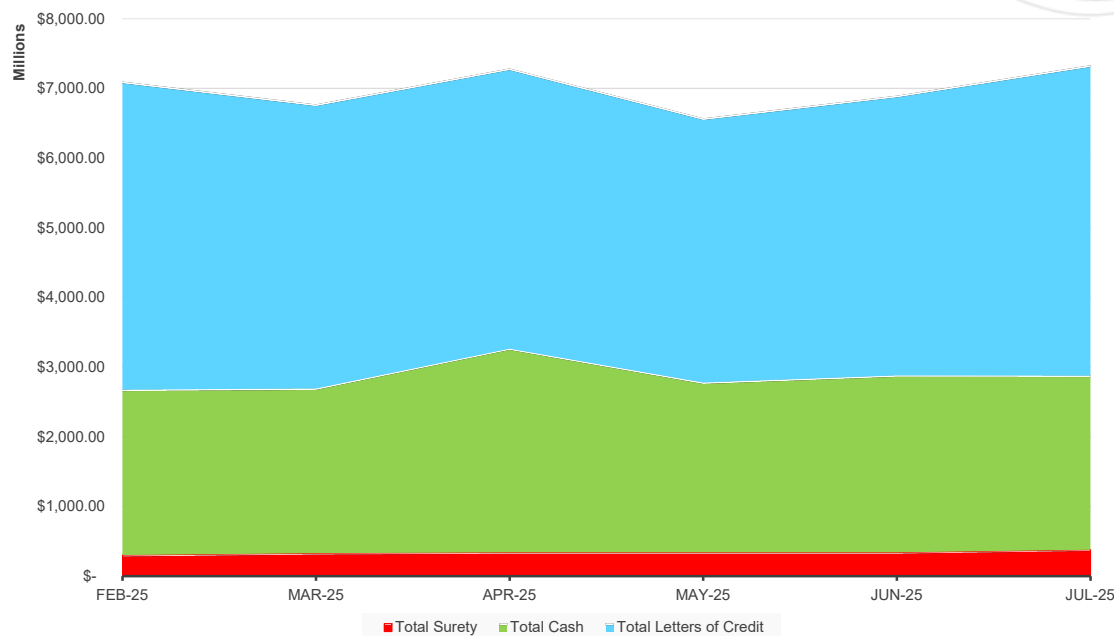
Classification	7/31/2025	6/26/2025	5/29/2025
Rated Investment-Grade	\$340,259,104	\$430,456,890	\$438,905,082
Private IG	\$588,098,568	\$668,491,745	\$681,481,087
Rated Sub Inv-Grade	\$101,327,058	\$131,728,555	\$135,517,732
Private SG	\$386,008,131	\$421,308,889	\$377,071,161
Not Rated	\$0	\$0	\$0
Total	\$1,415,692,861	\$1,651,986,079	\$1,632,975,062
Investment Grade %	65.58%	66.52%	68.61%

Highlights:

- 100% of the FTR credit requirement is collateralized by cash or letter of credit
- 66% of the FTR exposure is with investment-grade market participants
- 40% concentration with the top 10 market participants
- 0 market participants represent over 10% of the portfolio

Source: eCredit member data reports (7-31-2025)

Collateral Summary through Time



Total Collateral held at PJM: \$7.32Bn

Cash Collateral: \$2.50Bn

Letters of Credit: \$4.44Bn

- All issuers rated A or better
- Top 10 banks issued 64% thereof
- 1 Bank issued more than 10% thereof
- PJM has accepted LCs from 39 banks in total

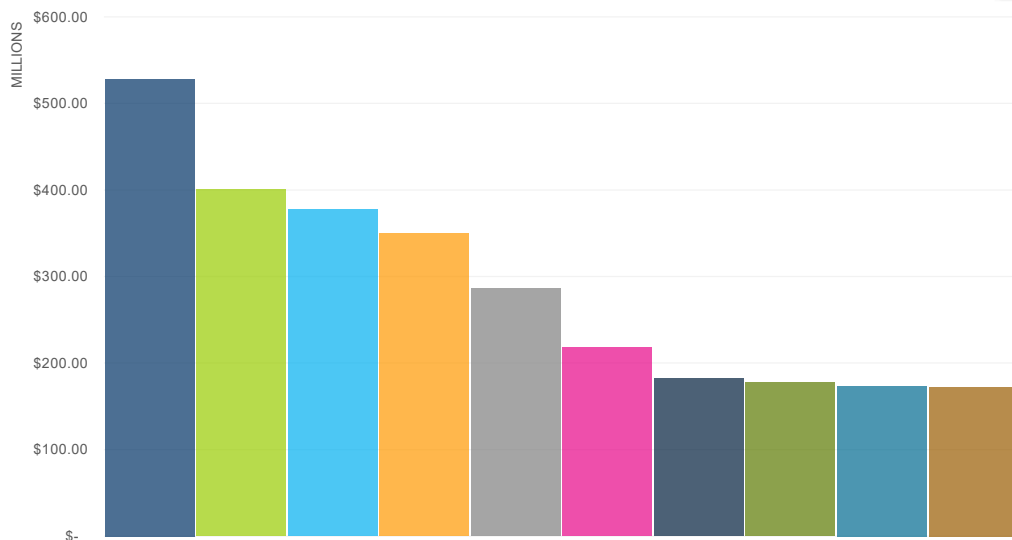
Surety Bonds: \$380MM

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

LC Source: eCredit Bank LC Summary Report (7-31-2025)

Cash Source: PJM Treasury (7-31-2025)

Bank LC Concentrations



One bank represents more than 10% of the \$4.44Bn LC portfolio:

- The bank is rated A or better at S&P,
- The bank is rated A or better at Fitch, or
- The bank is rated A2 or better at Moody's.

LC Source: eCredit Bank LC Summary Report (7-31-2025)

Facilitator:
Susan McGill,
Susan.McGill@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

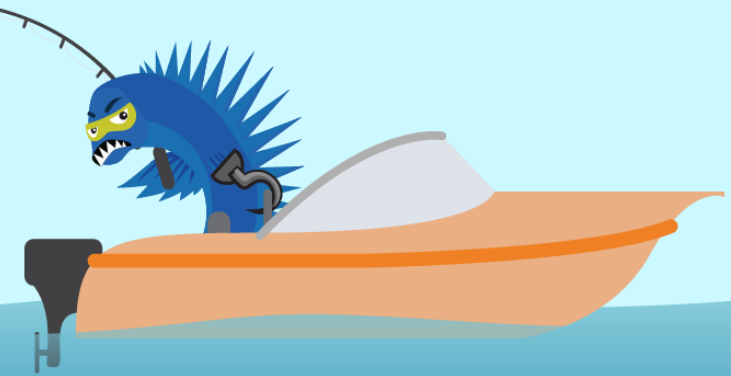
custsvc@pjm.com

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POWER GRID**

**THINK BEFORE
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MALICIOUS PHISHING
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Report suspicious email activity to PJM.
Call (610) 666-2244 or email it_ops_ctr_shift@pjm.com