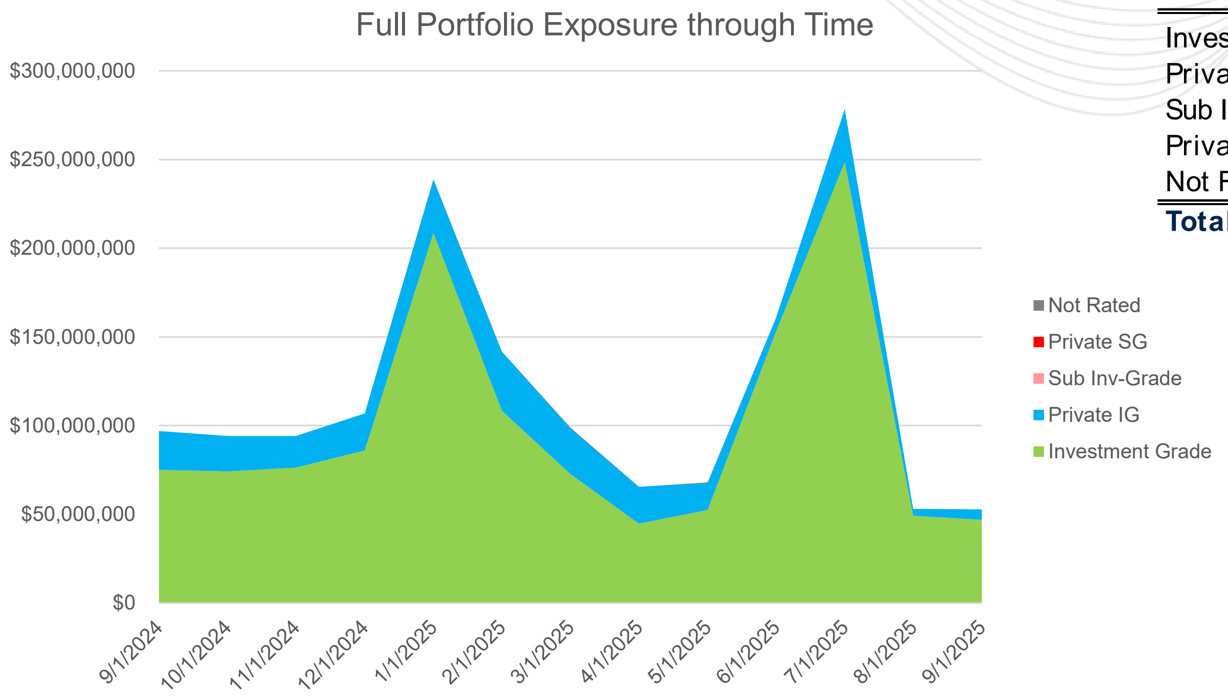
Credit Risk Metrics

Gwen Kelly, Sr. Director,
Credit Risk & Surveillance

Risk Management Committee
October 22nd, 2025

Full Portfolio Metrics *as of 9/25/2025*



Classification	Total Unsecured Credit Allowance	UCA with Exposure	Net Exposure	%
Investment Grade	$1,396,373,389	$532,871,528	$46,894,440	89%
Private IG	$237,165,257	$48,042,114	$5,879,583	11%
Sub Inv-Grade	$0	$0	$0	0%
Private SG	$0	$0	$0	0%
Not Rated	$0	$0	$0	0%
Total	**$1,633,538,646**	**$580,913,642**	**$52,774,023**	**100%**

Highlights:

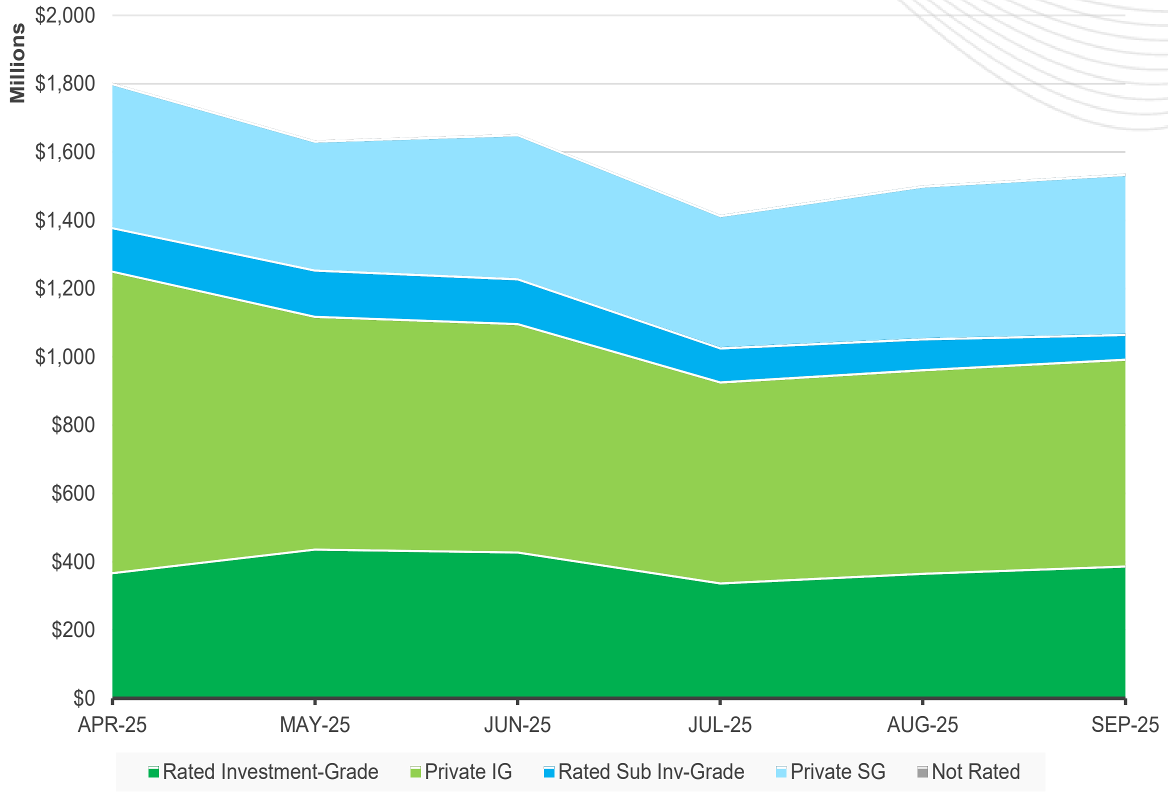
- 1 participant each represents >10% of the exposure individually
- The top 10 participants represent 66% of the outstanding exposure
- They are from different corporate families
- Net exposure of $53MM was roughly flat versus last month

Defaulting Member Company	Amt of Default	Date of Default	Type of Default
Pennoni Assoc Inc.	$11,709	9/16/2025	Monthly Invoice

Source: eCredit member data reports (9-25-2025)

FTR Portfolio Metrics *as of 9/25/2025*

FTR Collateral & Quality through Time



FTR Credit Req. by Quality

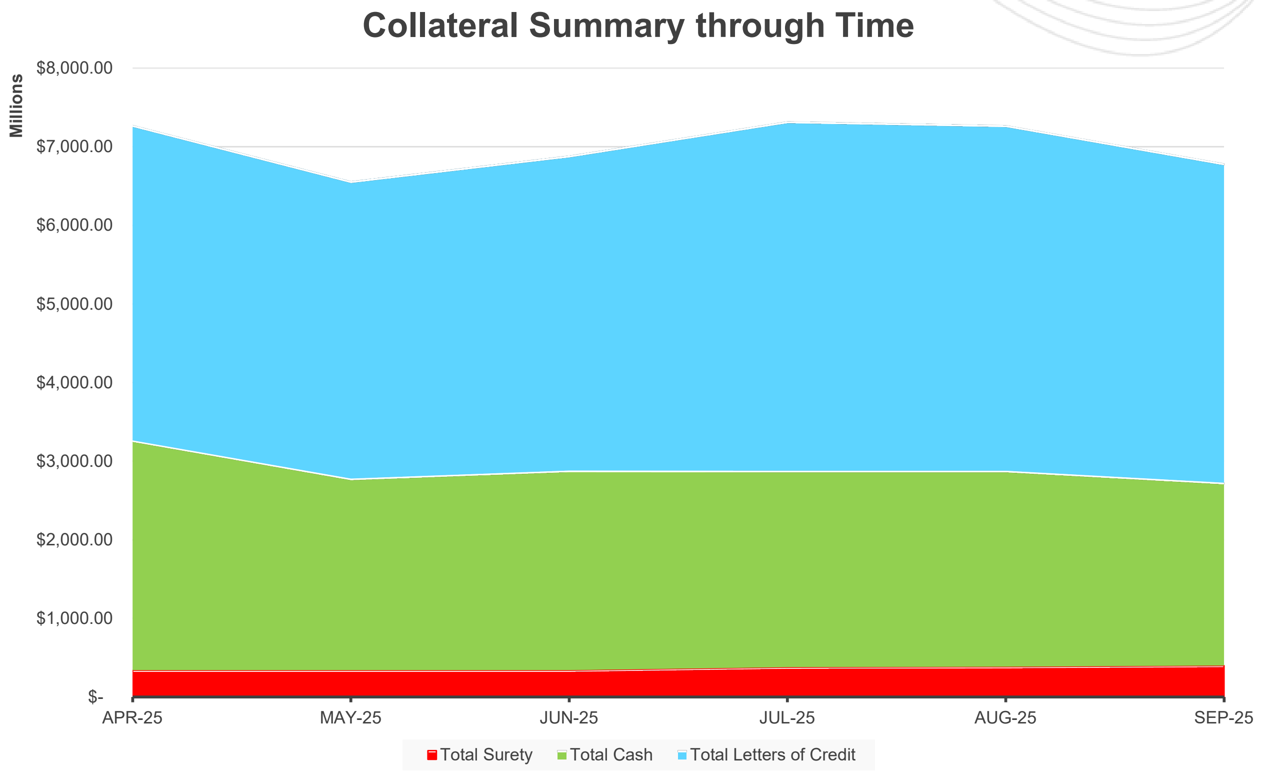
Classification	9/25/2025	8/28/2025	7/31/2025
Rated Investment-Grade	$389,541,584	$368,038,464	$340,259,104
Private IG	$605,729,775	$596,225,847	$588,098,568
Rated Sub Inv-Grade	$73,623,098	$91,825,199	$101,327,058
Private SG	$466,980,389	$445,768,633	$386,008,131
Not Rated	$0	$0	$0
Total	**$1,535,874,846**	**$1,501,858,143**	**$1,415,692,861**
Investment Grade %	64.80%	64.20%	65.58%

Highlights:

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

Source: eCredit member data reports (9-25-2025)

Collateral Summary (Total PJM) *as of 9/25/2025*



Total Collateral held at PJM: $6.78Bn

Cash Collateral: $2.32Bn

Letters of Credit: $4.06Bn

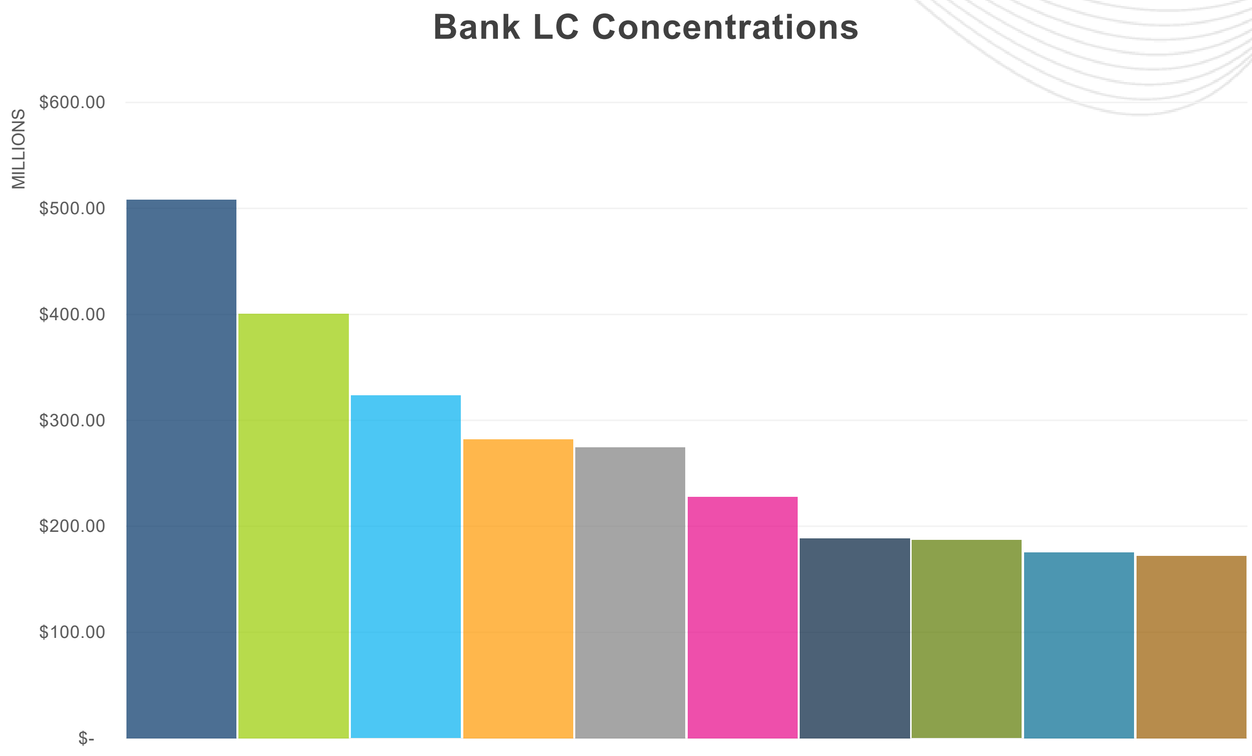
- All issuers rated A or better
- Top 10 banks issued 67% thereof
- 1 Bank issued more than 10% thereof
- PJM has accepted LCs from 40 banks in total

Surety Bonds: $399MM

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

LC Source: eCredit Bank LC Summary Report (9-25-2025)
Cash Source: PJM Treasury (9-25-2025)

LC Concentration *as of 9/25/2025*



One bank represents more than 10% of the $4.06Bn 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 (9-25-2025)

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


PROTECT THE POWER GRID
THINK BEFORE YOU CLICK!
pjm
BE ALERT TO MALICIOUS PHISHING EMAILS
Report suspicious email activity to PJM.
Call (610) 666-2244 or email it_ops_ctr_shift@pjm.com