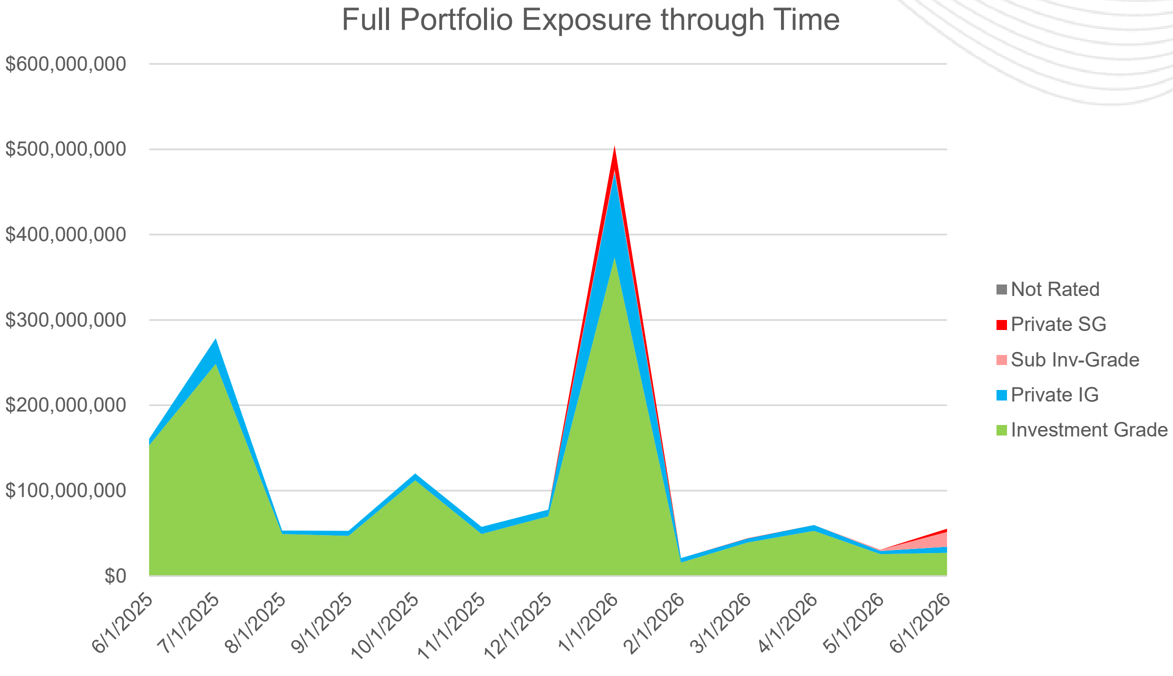
Credit Risk Metrics

Gwen Kelly, Sr. Director,
Credit Risk & Surveillance

Risk Management Committee
July 2026

Full Portfolio Metrics *as of 6/26/2026*



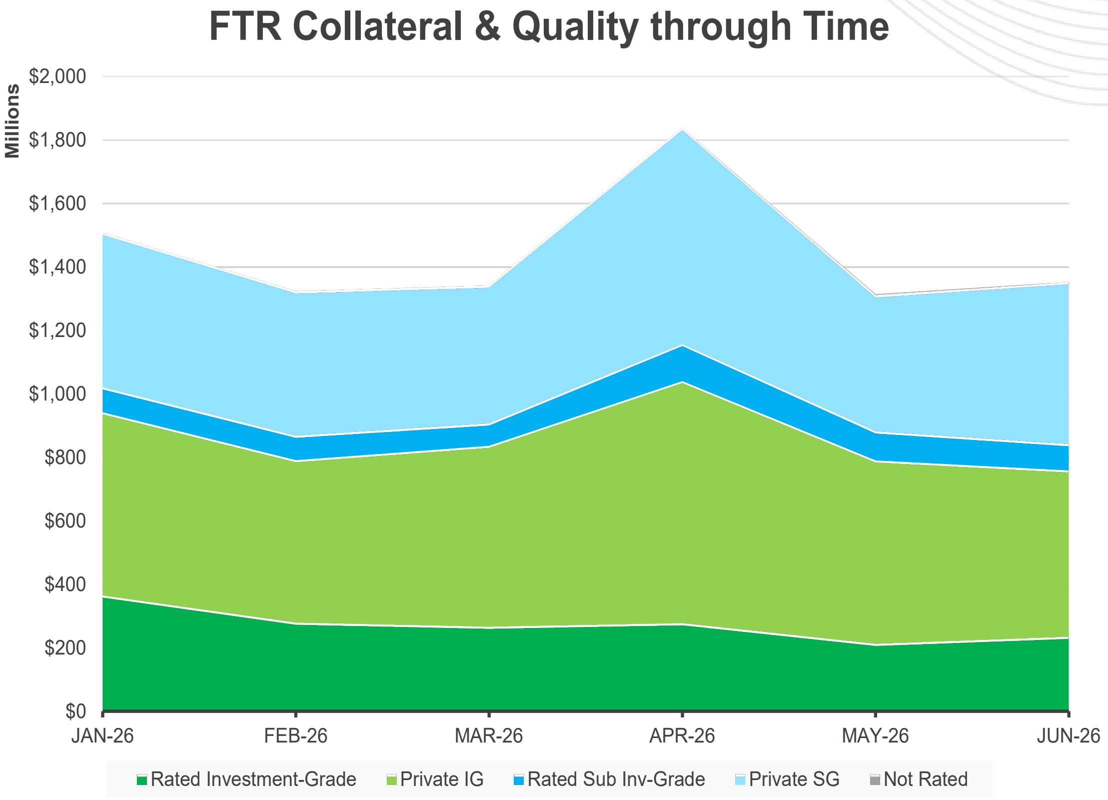
Classification	Total Unsecured Credit Allowance	UCA with Exposure	Net Exposure	%
Investment Grade	$1,240,706,168	$329,791,218	$27,027,418	49%
Private IG	$194,593,736	$35,658,395	$7,359,587	13%
Sub Inv-Grade	$0	$0	$17,304,524	31%
Private SG	$0	$0	$3,563,623	6%
Not Rated	$0	$0	$0	0%
Total	**$1,435,299,904**	**$365,449,613**	**$55,255,152**	**100%**

Highlights:

- 2 participants each represent >10% of the exposure individually
- Due to timing of the reporting and posting of collateral call $21 million of exposure at risk with sub-investment grade market participants
- They are from different corporate families
- The top 10 participants represent 76% of the outstanding exposure
- Net exposure of $55MM was higher vs the prior month as temperatures began to pick up for the summer season
- There were no breaches or defaults during the month

Source: eCredit member data reports (6-26-2026)

FTR Portfolio Metrics *as of 6/26/2026*



FTR Credit Req. by Quality

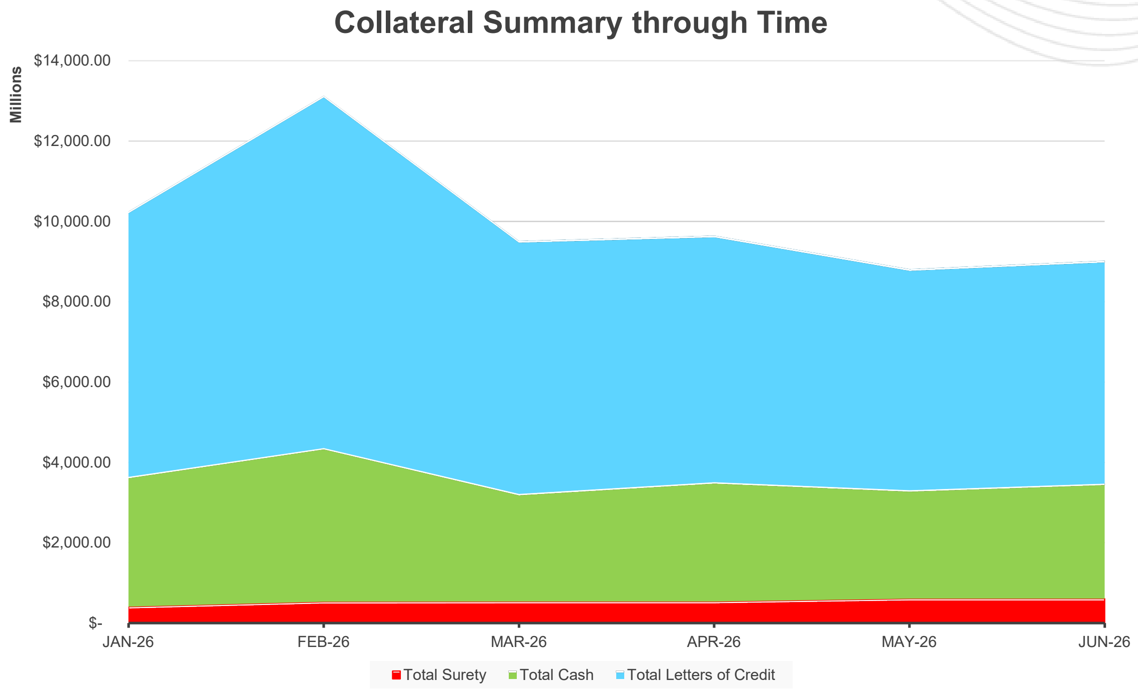
Classification	6/26/2026	5/28/2026	4/30/2026
Rated Investment-Grade	$235,353,864	$212,682,078	$277,965,957
Private IG	$523,783,635	$577,433,395	$762,298,496
Rated Sub Inv-Grade	$83,753,267	$92,767,798	$116,463,430
Private SG	$509,779,184	$428,175,852	$680,520,295
Not Rated	$0	$3,035,680	$0
Total	**$1,352,669,950**	**$1,314,094,803**	**$1,837,248,178**

Highlights:

- 100% of the FTR credit requirement is collateralized by Cash or Letter of Credit
- 56% of exposure is with Investment-grade entities
- 38% concentration in top 10 participants
- 0 market participants represent over 10% of the portfolio

Source: eCredit member data reports (6-26-2026)

Collateral Summary (Total PJM) *as of 6/26/2026*



Total Collateral held at PJM: $9.02Bn

Cash Collateral: $2.86Bn

Letters of Credit: $5.54Bn

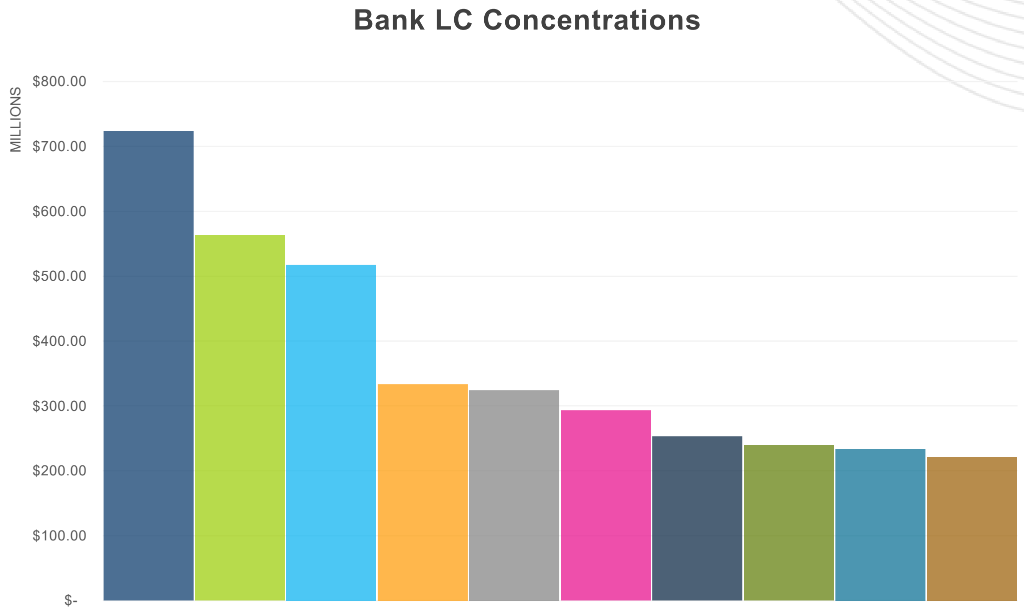
- All issuers rated A or better
- Top 10 banks issued 66% thereof
- 2 Banks issued more than 10% thereof
- PJM has accepted LCs from 41 banks in total

Surety Bonds: $606MM

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

LC Source: eCredit Bank LC Summary Report (6-26-2026)
Cash Source: PJM Treasury (6-26-2026)
SB Source: eCredit SB Summary Report (6-26-2026)

LC Concentration *as of 6/26/2026*



Two banks represent more than 10% of the $5.54Bn LC portfolio:

- The banks are rated A or better at S&P,
- The banks are rated A or better at Fitch, or
- The banks are rated A2 or better at Moody’s.

LC Source: eCredit Bank LC Summary Report (6-26-2026)

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