

#	Design Comments	Option A	Option B	Option B1	Option C	Option D	Option E	Option G	Option H	Option I	Option J1	Option J2	Option K1A	Option K1B	Option K2A	Option K2B	Option N	Option O	Option O1	Option P	Option P1	Option P2	Option Q	Option R	Option R1	
		Status Quo	Do Not Offer for Liquidation	Do not offer for Liquidation but create an aggregate FTR representing the defaulting FTR portfolio to facilitate participants managing default exposure if they wish to do so	Only Offer Prompt Month Positions for Liquidation	Current Liquidation Process with Cap on Liquidation Costs	Allow Members to Assume Their Portion of the Portfolio	Only Liquidate Positions in Periods with "Sufficient" Liquidity	Only Liquidate Expected Positive Value Positions	Modified Status Quo	Liquidate Long-Term FTRs in Annual Auctions; Settle 18/19	Liquidate Long-Term FTRs in Annual Auctions; Liquidate 18/19 in Prompt Months	Cancel All defaulting Long-Term FTRs; Settle 18/19	Cancel All defaulting Long-Term FTRs and default allocate FTR auction charges using existing default allocation mechanism; Settle 18/19	Cancel All defaulting Long-Term FTRs; Liquidate 18/19 in Prompt Months	Cancel All defaulting Long-Term FTRs and default allocate FTR auction charges using existing default allocation mechanism; Liquidate 18/19 in Prompt Months	Qualified Members May Assume Their Portion of the Portfolio	Each Member Opt's for Settlement or Liquidation	Option O without the positions being offered for liquidation published prior to the auction in which PJM would attempt to liquidate the positions	Members May Assume Their Portion of an Equivalent Aggregate Portfolio	For all FTR auctions where defaulting FTR positions must be settled or liquidated, split 50% between settlement and liquidation	Option P and residual positions sold in multi-round auctions	Positions Sold as Tranches in Multi-Round Auction	Cancel All defaulting member FTRs	Cancel All defaulting member FTRs and default allocate remaining FTR auction charges using existing default allocation mechanism	
1	Potential Applicable Planning Years	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21	18/19, 19/20, 20/21
2	Liquidation	Liquidate	No Liquidation (go to Settlement)	No Liquidation	Liquidate	Liquidate	Member Choice	Liquidate	Liquidate	Status Quo if portfolio Positive; Use other option if not	Settle 18/19; Liquidate LTFTRs	Liquidate	N/A	N/A	Liquidate 18/19 Only	Liquidate 18/19 Only	Member Choice	Member Choice	Member Choice	Member Choice	N/A	Member Choice	Liquidate	N/A	N/A	
3	Individual Member Choice on Participation	No Choice	No Choice	Members may manage their exposure using the aggregate FTR	No Choice	No Choice	Members may choose to be assigned share of FTRs	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	Qualified Members may choose to be assigned share of FTRs	Members may choose Settlement or Liquidation	Members may choose Settlement or Liquidation	Members may assume share of Aggregate Equivalent FTR	N/A	Members may assume share of Aggregate Equivalent FTR; balance liquidate to Market in tranches via special auction	N/A	N/A	N/A	
4	Market Limits on Liquidation	Cannot Set Price	N/A	N/A	Cannot Set Price	Subject to Cap	N/A	Depends on Liquidity	N/A	Cannot Set Price	Cannot Set Price	Cannot Set Price	N/A	N/A	Cannot Set Price	Cannot Set Price	N/A	N/A	N/A	N/A	Cannot set price	N/A	N/A	N/A	N/A	
5	Quantity Subject to Liquidation	All	N/A	N/A	All	All	N/A	Depends on liquidity of auction	Only expected positive positions	Only expected positive portfolio months	Only LTFTRs	18/19 Prompt Months; LTFTRs	N/A	N/A	Only 18/19 Prompt Months	Only 18/19 Prompt Months	N/A	N/A	N/A	N/A	50%	100% (in special auction) of declined/remaining portfolio	All	N/A	N/A	
6	Liquidation Venue	All scheduled FTR auctions	N/A	N/A	Prompt month auctions only	All scheduled FTR auctions	N/A	All scheduled FTR auctions	All scheduled FTR auctions	All scheduled FTR auctions	19/20 & 20/21 annual auctions	18/19 Prompt Months; 19/20 & 20/21 annual auctions	N/A	N/A	18/19 Prompt Month Auctions	18/19 Prompt Month Auctions	N/A	N/A	N/A	N/A	N/A	Normal FTR auction or settlement for aggregate equivalent FTRs; special tranche auction for remainder	Special Multi-Round Auction; one tranche per round	N/A	N/A	
7	Liquidation Packaging	Individual FTRs (system capability)	N/A	N/A	Individual FTRs (system capability)	Individual FTRs (system capability)	N/A	Individual FTRs (system capability)	Individual FTRs (system capability)	Individual FTRs (system capability)	Individual FTRs (system capability)	Individual FTRs (system capability)	Individual FTRs (system capability)	Individual FTRs (system capability)	Individual FTRs (system capability)	Individual FTRs (system capability)	N/A	N/A	N/A	N/A	N/A	Multiple Tranches	Multiple Tranches for each of three tenors: 18/19 BOPP, 19/20, 20/21	N/A	N/A	
8	Changes to FTR Positions	N/A	N/A	Create aggregate FTR portfolio path for each Period Type and Tenor	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	Cancel LTFTR Positions	Cancel LTFTR Positions	Cancel LTFTR Positions	Cancel LTFTR Positions	N/A	N/A	N/A	Create aggregate FTR portfolio path for each Period Type and Tenor	Create aggregate FTR portfolio path for each Period Type and Tenor	Create aggregate FTR portfolio path for each Period Type and Tenor	N/A	Cancel All defaulting member's FTR Positions	Cancel All defaulting member's FTR Positions	
9	Member Credit Considerations	All Members acquiring any positions in liquidation must comply with then current credit requirements.	N/A	All Members acquiring any positions in liquidation must comply with then current credit requirements.	All Members acquiring any positions in liquidation must comply with then current credit requirements.	All Members acquiring any positions in liquidation must comply with then current credit requirements.	All Members acquiring any positions in liquidation must comply with then current credit requirements.	All Members acquiring any positions in liquidation must comply with then current credit requirements.	All Members acquiring any positions in liquidation must comply with then current credit requirements.	All Members acquiring any positions in liquidation must comply with then current credit requirements.	All Members acquiring any positions in liquidation must comply with then current credit requirements.	All Members acquiring any positions in liquidation must comply with then current credit requirements.	N/A	N/A	All Members acquiring any positions in liquidation must comply with then current credit requirements.	All Members acquiring any positions in liquidation must comply with then current credit requirements.	N/A	N/A	N/A	All members assuming their portfolio have no additional credit requirement.	All members assuming their portfolio have no additional credit requirement.	All members assuming their portfolio have no additional credit requirement.	All Members acquiring any positions in liquidation must comply with then current credit requirements.	N/A	N/A	
10	Bilateral FTRs may be assumed by indemnifying Counterparty for FTRs for which the most recent FTR auction clearing price, before the default was declared, is less than the purchase price	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Must assume positions	Must assume positions	Must assume positions	Must assume positions	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes	Must assume positions	
11	\$10,000 per member maximum portion of Default Allocation Assessment applies once to a default for which the DAA charges span multiple calendar years	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	
12	Applicable to Current and Prospective FTR Defaults	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	
13	Other Issues/ Considerations	N/A	N/A		N/A	Need to establish cap	Divisibility; Liquidation option for portion not assumed	Definition of "Sufficient Liquidity"	Definition of "expected Positive"; disposition of "expected negative" positions	N/A	N/A	N/A	Revenue Adequacy may be affected by cancellation of positions/Any collateral on hand in excess of default allocation assessment would be placed in the funding bucket	Revenue Adequacy may be affected by cancellation of positions/Any collateral on hand in excess of default allocation assessment would be placed in the funding bucket	Revenue Adequacy may be affected by cancellation of positions/Any collateral on hand in excess of default allocation assessment would be placed in the funding bucket	Revenue Adequacy may be affected by cancellation of positions/Any collateral on hand in excess of default allocation assessment would be placed in the funding bucket	Divisibility; Liquidation option for portion not assumed; What is "Qualified"	Divisibility	Divisibility			Any remaining portfolio that fails to sell in special auction shall be converted to aggregate equivalent FTR and assumed by members per prorated share	Requires at least three bidders per round	Revenue Adequacy may be affected by cancellation of positions (ARRs and FTRs)	Revenue Adequacy may be affected by cancellation of positions/Any collateral on hand in excess of default allocation assessment would be placed in the funding bucket	
14	Implementation Difficulty	N/A	Low	Medium	Low	Medium	High	Medium	Medium	Medium	Medium	Medium	Low	Medium	Medium	Medium	High	High	High	High	High	High	High	Low	Medium	
15	Expected date to Know Total Default	Depends on results of liquidation	May-21	May-21	Apr-21	Depends on results of liquidation	May-21	May-21	May-21	Depends on results of liquidation	Depends on results of liquidation	Depends on results of liquidation	May-19	May-19	May-19	May-19	May-21	May-21	May-21	May-21	TBD	TBD	Depends on results of liquidation of tranches	Dec-18	Dec-18	
16	Risk Responsibility	All Members	All Members	All Members	All Members	All Members	All Members	All Members	All Members	All Members	All Members	All Members	FTR/ARR Holders for Revenue Adequacy	All Members	FTR/ARR Holders for Revenue Adequacy	All Members	All Members	All Members	All Members	All Members	All Members	All Members	All Members	All Members	FTR/ARR Holders for Revenue Adequacy	All Members
17	Initial Assessment of Potential Regulatory Risk	N/A	Low	Medium	Low	Medium	High	High	High	Medium	Low	Low	High	Medium	High	Medium	High	Medium	Medium	High	Medium	Medium	Low	Low	High	