March 6, 2014

Emergency energy transaction bid prices for some PJM Members were inadvertently made available to Market Participants through PJM’s Market Settlement Reporting System (MSRS). Specifically, on January 12, 2014 at 10:00 a.m., PJM posted the Emergency Energy Transaction Report in MSRS for the Operating Day of January 7, 2014. The report contained bid price ($/MWh) data for Emergency energy sold to PJM. This report was made available as a “public” report which any PJM Market Participant with MSRS access could view and download. PJM discovered the issue on Wednesday, January 15, at 9:00 a.m. and made the report “private” (i.e. only visible to PJM in MSRS) thirty minutes later at 9:30 a.m.

PJM confirmed that 125 Market Participants accessed the report before it was made private. PJM has asked these Market Participants to destroy the information contained in this report and to refrain from otherwise using any of the information that was inadvertently obtained.

PJM modified the Emergency Energy Transaction Report to remove the identity of all Market Participants that purchase or sell Emergency energy and made the report publicly available to all PJM members on Thursday, February 27, 2014.

PJM realizes that the inadvertent disclosure of this data may have been a violation of Section 18.17.1(e) of the Amended and Restated Operating Agreement of PJM Interconnection, L.L.C. and for that reason PJM is filing a self-report of the potential violation with Federal Energy Regulatory Commission’s Office of Enforcement.

Should you have any questions regarding this matter, please do not hesitate to contact me.

Regards,

Raymond Fernandez