



# Credit Risk Metrics

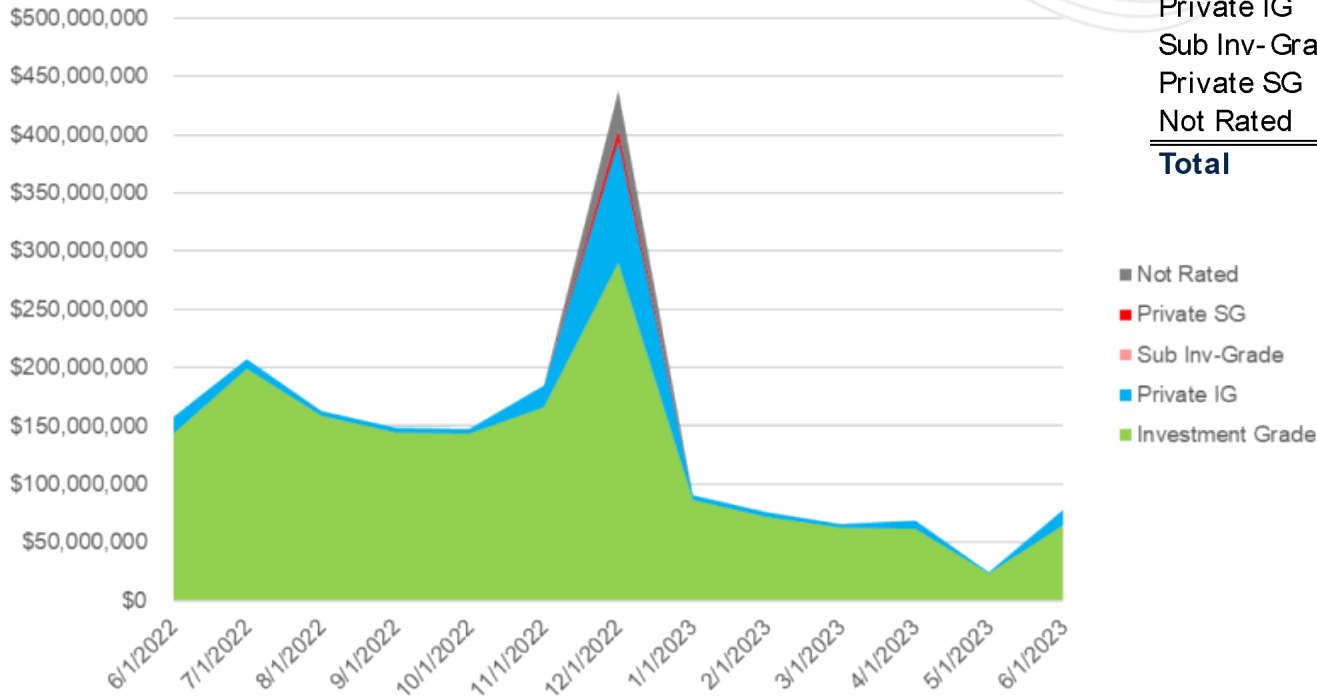
Gwen Kelly, Sr. Director,  
Credit Risk & Surveillance

Risk Management Committee  
July 25, 2023



# Full Portfolio Metrics *as of 6/29/2023*

Full Portfolio Exposure through Time



Classification	Total Unsecured Credit Allowance	UCA with Exposure	Net Exposure	%
Investment Grade	\$2,118,009,355	\$874,146,827	\$64,892,152	83%
Private IG	\$328,342,046	\$56,671,998	\$13,202,053	17%
Sub Inv-Grade	\$0	\$0	\$0	0%
Private SG	\$0	\$0	\$214,943	0%
Not Rated	\$0	\$0	\$7,835	0%
<b>Total</b>	<b>\$2,446,351,401</b>	<b>\$930,818,825</b>	<b>\$78,316,983</b>	<b>100%</b>

Highlights:

- 2 participants each represent >10% of the exposure individually
- The top 5 participants represent 54% of the outstanding exposure
- They are from different corporate families
- Exposure rebounded during the month as we've moved into the summer months

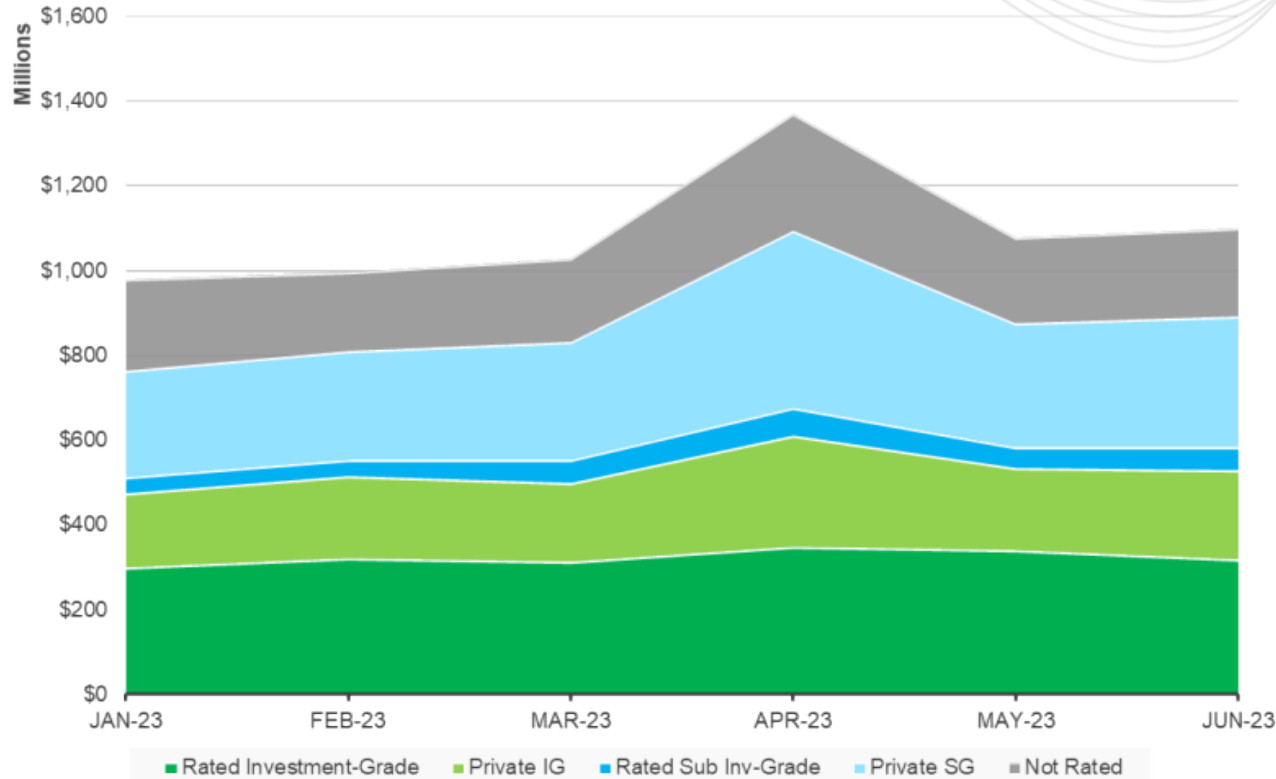
Defaulting Member Company	Amt of Default	Date of Default	Date of Cure	Type of Default
-	-	-	-	-

Source: eCredit member data reports (6-29-2023)



# FTR Portfolio Metrics *as of 6/29/2023*

## FTR Collateral & Quality through Time



## FTR Credit Req. by Quality

Classification	6/29/2023	5/26/2023	4/27/2023
Rated Investment-Grade	\$318,783,607	\$340,692,859	\$349,549,970
Private IG	\$211,345,578	\$194,107,219	\$260,634,253
Rated Sub Inv-Grade	\$53,461,246	\$48,787,880	\$66,104,524
Private SG	\$309,824,049	\$292,997,983	\$417,035,476
Not Rated	\$205,266,089	\$200,181,748	\$275,577,599
<b>Total</b>	<b>\$1,098,680,569</b>	<b>\$1,076,767,689</b>	<b>\$1,368,901,822</b>

## FTR Portfolio Metrics as of June 29th:

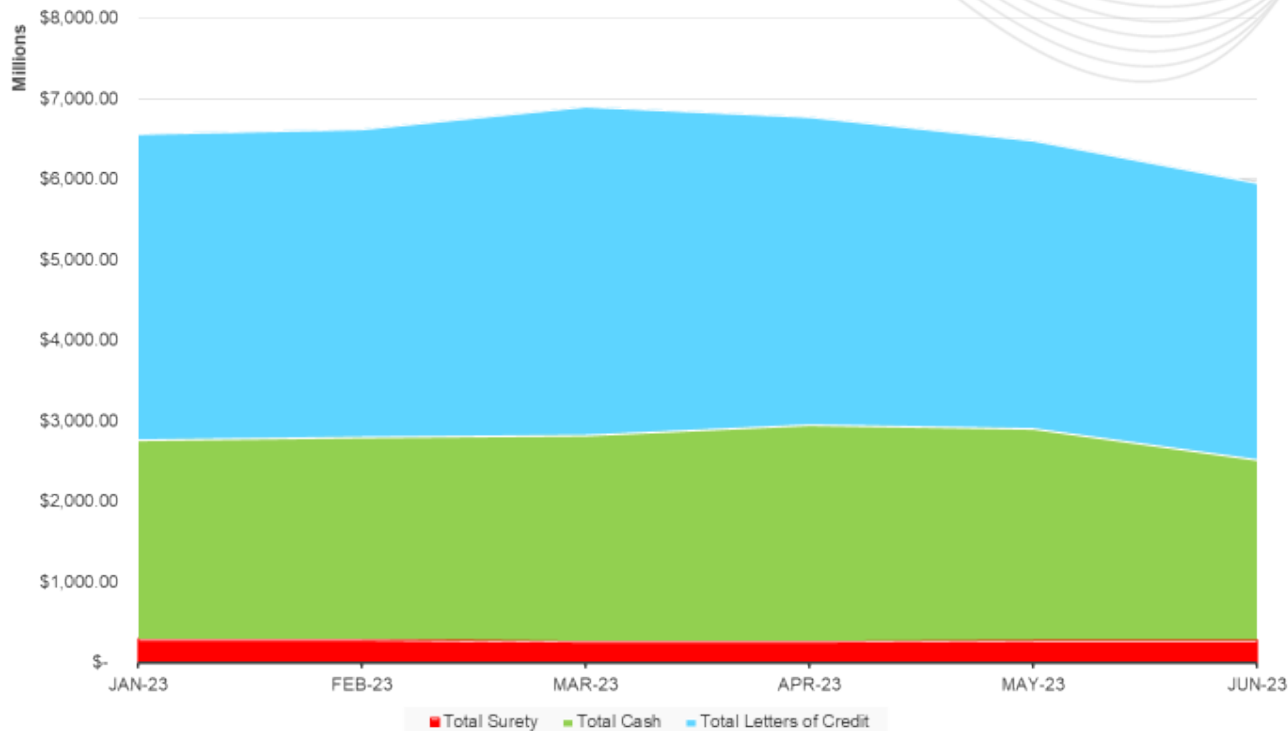
- 100% of the FTR credit requirement is collateralized by Cash or Letter of Credit
- 50% Investment-grade (+5% m/m)
- 40% concentration in top 10 participants
- No market participant represents over 10% of the portfolio

Source: eCredit member data reports (6-29-2023)



# Collateral Summary (Total PJM) *as of 6/29/2023*

Collateral Summary through Time



Total Collateral held at PJM: \$5.96Bn

Cash Collateral: \$2.25Bn

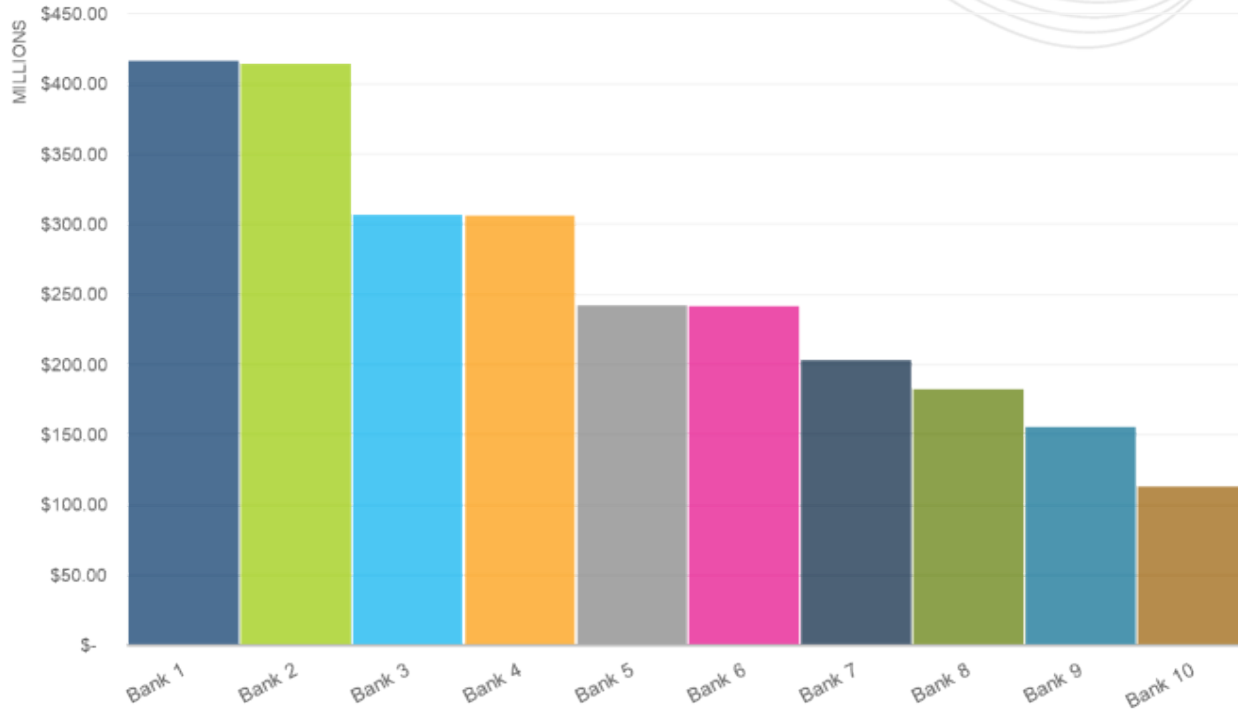
Letters of Credit: \$3.43Bn

- All issuers rated A or better
- Top 10 banks issued 75% thereof
- 2 Banks each issued more than 10% thereof
- PJM has accepted LCs from 38 banks in total

Surety Bonds: \$280MM

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

LC Source: eCredit Bank LC Summary Report (6-29-2023)  
Cash Source: PJM Treasury (6-29-2023)



Two European banks represent more than 10% each of the \$3.43Bn LC portfolio:

- Together, the banks represent ~\$850MM or 24% of PJM's LC portfolio
- Both banks are rated A+ with Stable outlook at S&P and rated Aa3 with Stable outlook at Moody's.

LC Source: eCredit Bank LC Summary Report (6-29-2023)

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## Credit Risk Metrics



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POWER GRID  
THINK BEFORE  
YOU CLICK!**



Be alert to  
malicious  
phishing emails.

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