



# Credit Risk Metrics

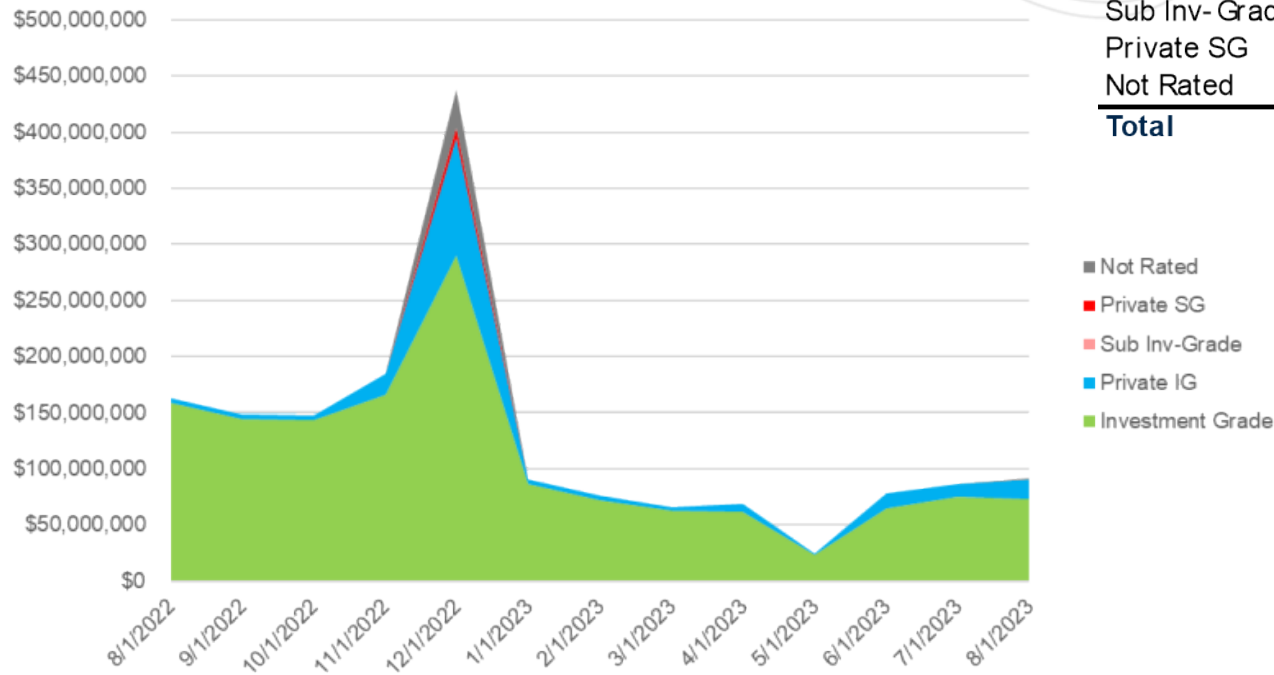
Gwen Kelly, Sr. Director,  
Credit Risk & Surveillance

September 2023



# Full Portfolio Metrics *as of 8/31/2023*

Full Portfolio Exposure through Time



Classification	Total Unsecured Credit Allowance	UCA with Exposure	Net Exposure	%
Investment Grade	\$1,753,129,357	\$747,469,187	\$73,460,036	81%
Private IG	\$256,750,090	\$70,402,897	\$17,058,991	19%
Sub Inv- Grade	\$0	\$0	\$0	0%
Private SG	\$0	\$0	\$184,073	0%
Not Rated	\$0	\$0	\$398,688	0%
<b>Total</b>	<b>\$2,009,879,447</b>	<b>\$817,872,084</b>	<b>\$91,101,788</b>	<b>100%</b>

### Highlights:

- 3 participants each represent >10% of the exposure individually
- The top 5 participants represent 53% of the outstanding exposure
- They are from different corporate families
- Overall exposure was stable month-on-month

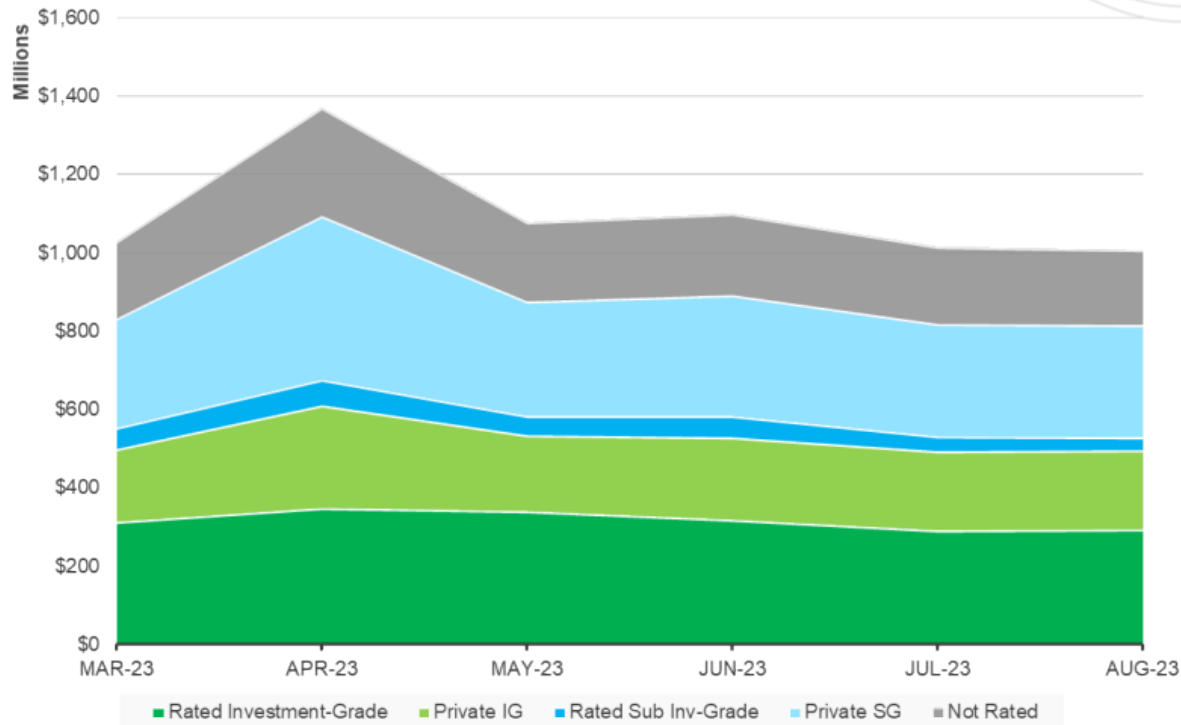
Defaulting Member Company	Amt of Default	Date of Default	Date of Cure	Type of Default
-	-	-	-	-

Source: eCredit member data reports (8-31-2023)



# FTR Portfolio Metrics *as of 8/31/2023*

## FTR Collateral & Quality through Time



FTR Credit Req. by Quality

Classification	8/31/2023	7/27/2023	6/29/2023
Rated Investment-Grade	\$295,622,587	\$293,067,085	\$318,783,607
Private IG	\$202,238,996	\$201,326,732	\$211,345,578
Rated Sub Inv-Grade	\$32,324,598	\$38,723,817	\$53,461,246
Private SG	\$285,057,417	\$286,729,982	\$309,824,049
Not Rated	\$191,628,988	\$196,179,278	\$205,266,089
<b>Total</b>	<b>\$1,006,872,586</b>	<b>\$1,016,026,894</b>	<b>\$1,098,680,569</b>

### Highlights:

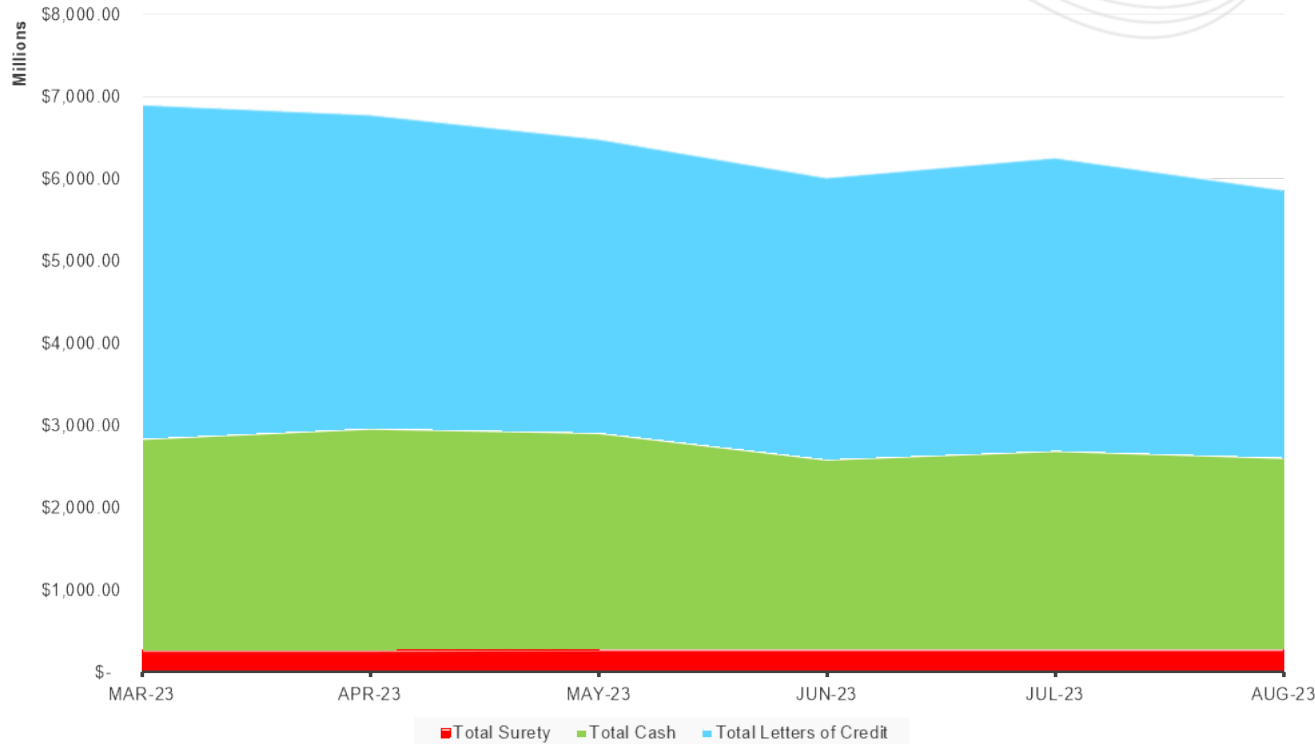
- 100% of the FTR credit requirement is collateralized by Cash or Letter of Credit
- 49% Investment-grade
- 40% concentration in top 10 participants
- No market participant represents over 10% of the portfolio

Source: eCredit member data reports (8-31-2023)



# Collateral Summary (Total PJM) *as of 8/31/2023*

### Collateral Summary through Time



Total Collateral held at PJM: \$5.87Bn

Cash Collateral: \$2.32Bn

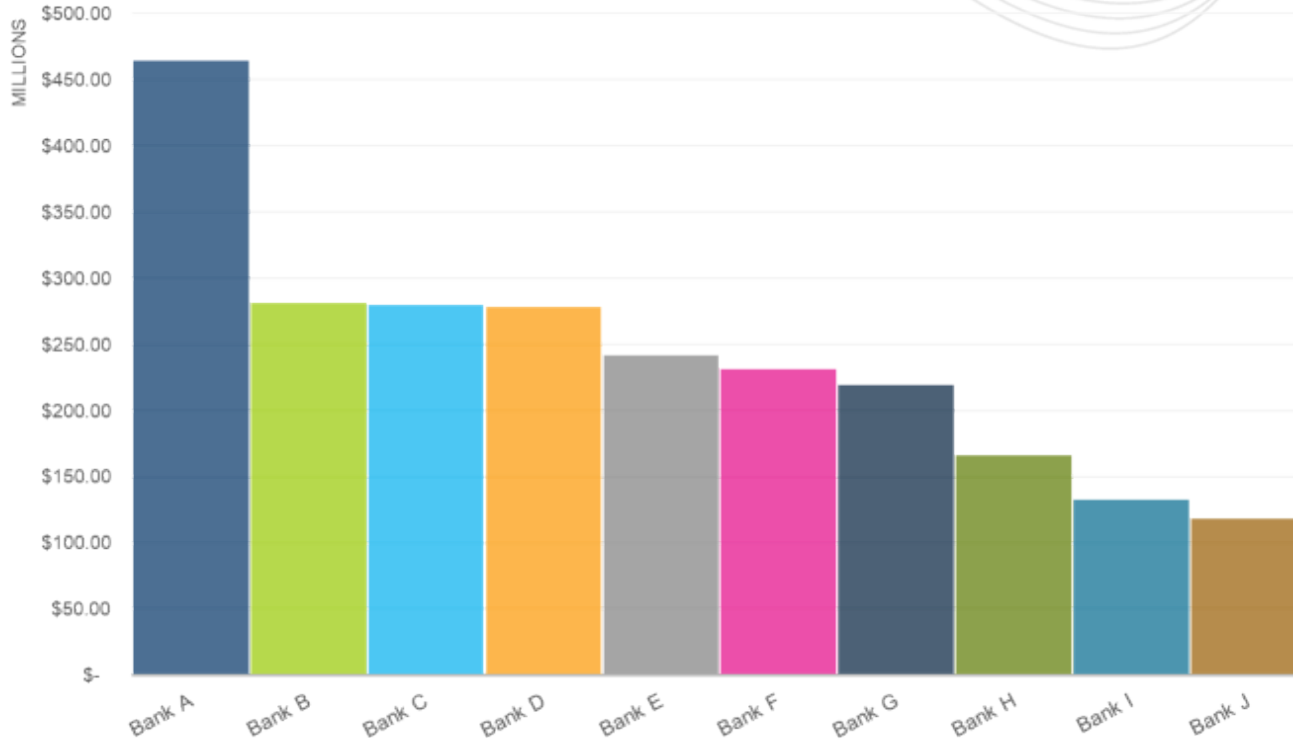
Letters of Credit: \$3.26Bn

- All issuers rated A or better
- Top 10 banks issued 74% thereof
- 1 Bank issued more than 10% thereof
- PJM has accepted LCs from 39 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 (8-31-2023)  
Cash Source: PJM Treasury (8-31-2023)



One European bank represents more than 10% each of the \$3.26Bn LC portfolio:

- The bank represents ~\$460MM or 14% of PJM’s LC portfolio
- The bank is rated A+ with Stable outlook at S&P and rated Aa3 with Stable outlook at Moody’s.

LC Source: eCredit Bank LC Summary Report (8-31-2023)

Facilitator:  
Thomas Zadlo,  
[Thomas.Zadlo@pjm.com](mailto:Thomas.Zadlo@pjm.com)

Secretary:  
Emmy Messina,  
[Emmy.Messina@pjm.com](mailto:Emmy.Messina@pjm.com)

SME/Presenter:  
Gwen Kelly, [Gwen.Kelly@pjm.com](mailto:Gwen.Kelly@pjm.com)

## Credit Risk Metrics



## Member Hotline

(610) 666 – 8980

(866) 400 – 8980

[custsvc@pjm.com](mailto:custsvc@pjm.com)

**PROTECT THE  
POWER GRID  
THINK BEFORE  
YOU CLICK!**



Be alert to  
malicious  
phishing emails.

**Report suspicious email activity to PJM.**  
(610) 666-2244 / [it\\_ops\\_ctr\\_shift@pjm.com](mailto:it_ops_ctr_shift@pjm.com)

