

Credit Risk Metrics

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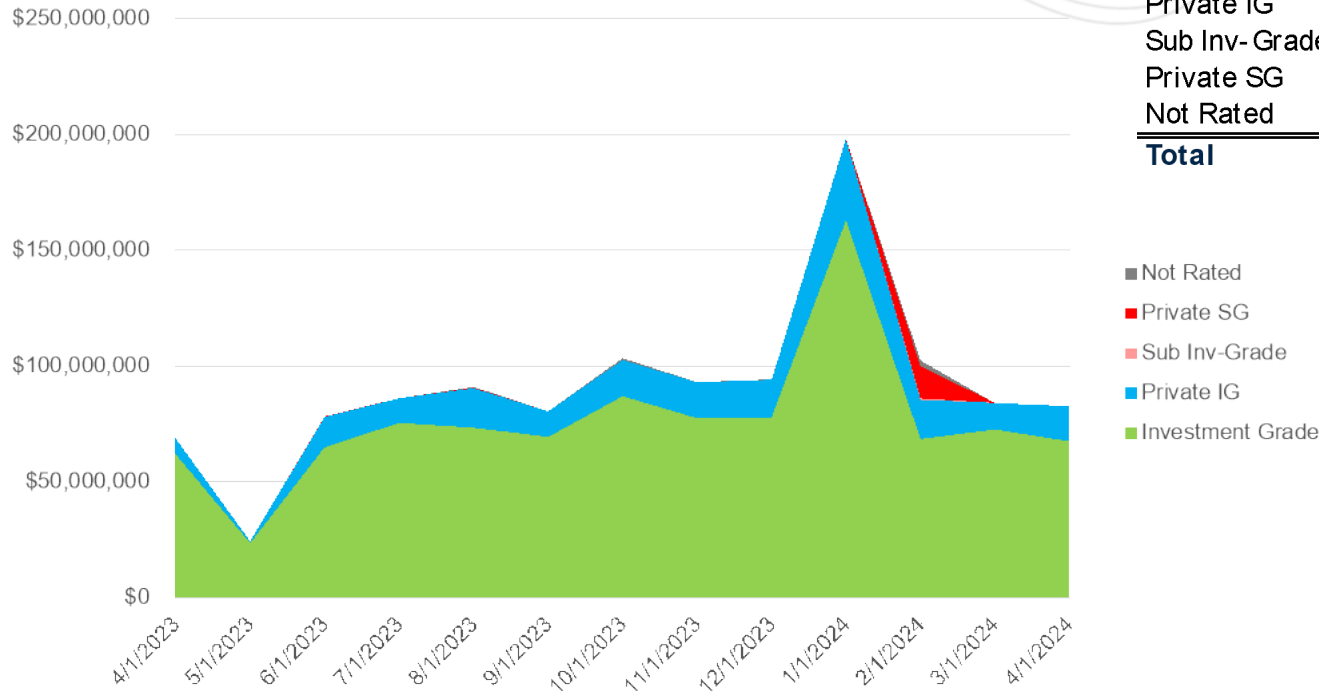
Risk Management Committee

May 21st, 2024



Full Portfolio Metrics *as of 4/25/2024*

Full Portfolio Exposure through Time



Classification	Total Unsecured Credit Allowance	UCA with Exposure	Net Exposure	%
Investment Grade	\$1,552,293,439	\$616,522,988	\$67,473,119	81%
Private IG	\$226,124,244	\$63,149,874	\$15,335,105	19%
Sub Inv-Grade	\$0	\$0	\$0	0%
Private SG	\$0	\$0	\$0	0%
Not Rated	\$0	\$0	\$0	0%
Total	\$1,778,417,683	\$679,672,862	\$82,808,224	100%

Highlights:

- 4 participants each represent >10% of the exposure individually
- The top 5 participants represent 61% of the outstanding exposure
- They are from different corporate families
- Net exposure is down 1.5% month-over-month

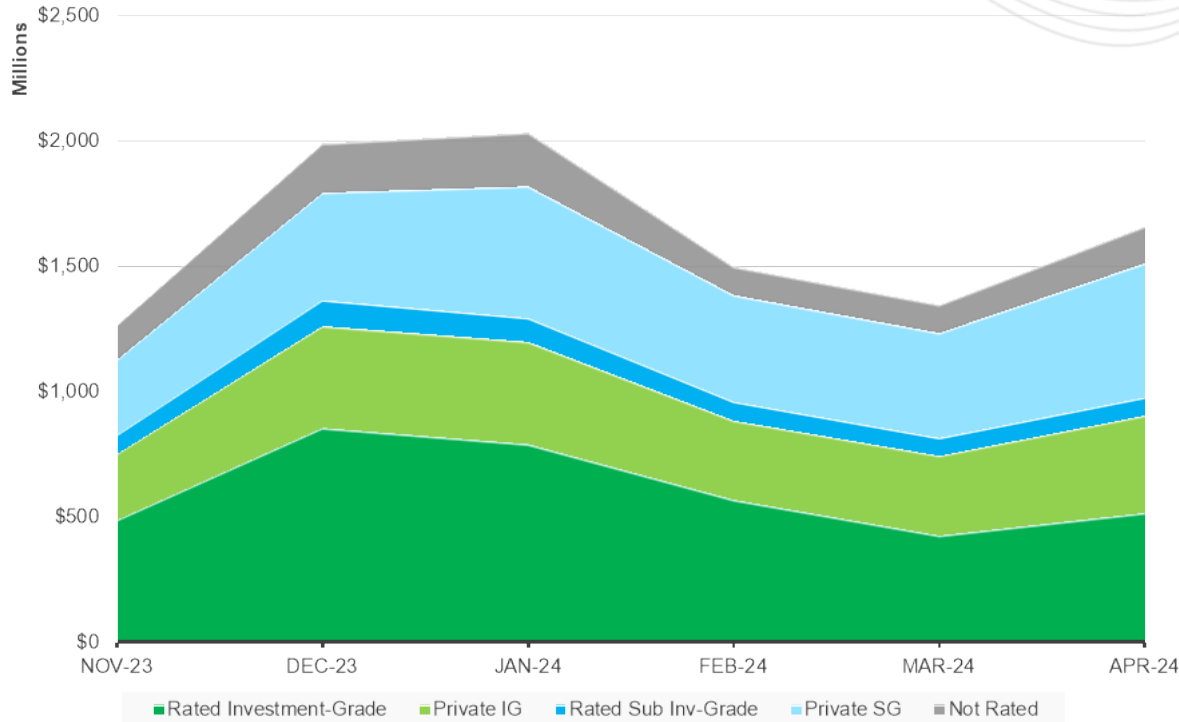
Defaulting Member Company	Amt of Default	Date of Default	Date of Cure	Type of Default
-	-	-	-	-

Source: eCredit member data reports (4-25-2024)



FTR Portfolio Metrics *as of 4/25/2024*

FTR Collateral & Quality through Time



FTR Credit Req. by Quality

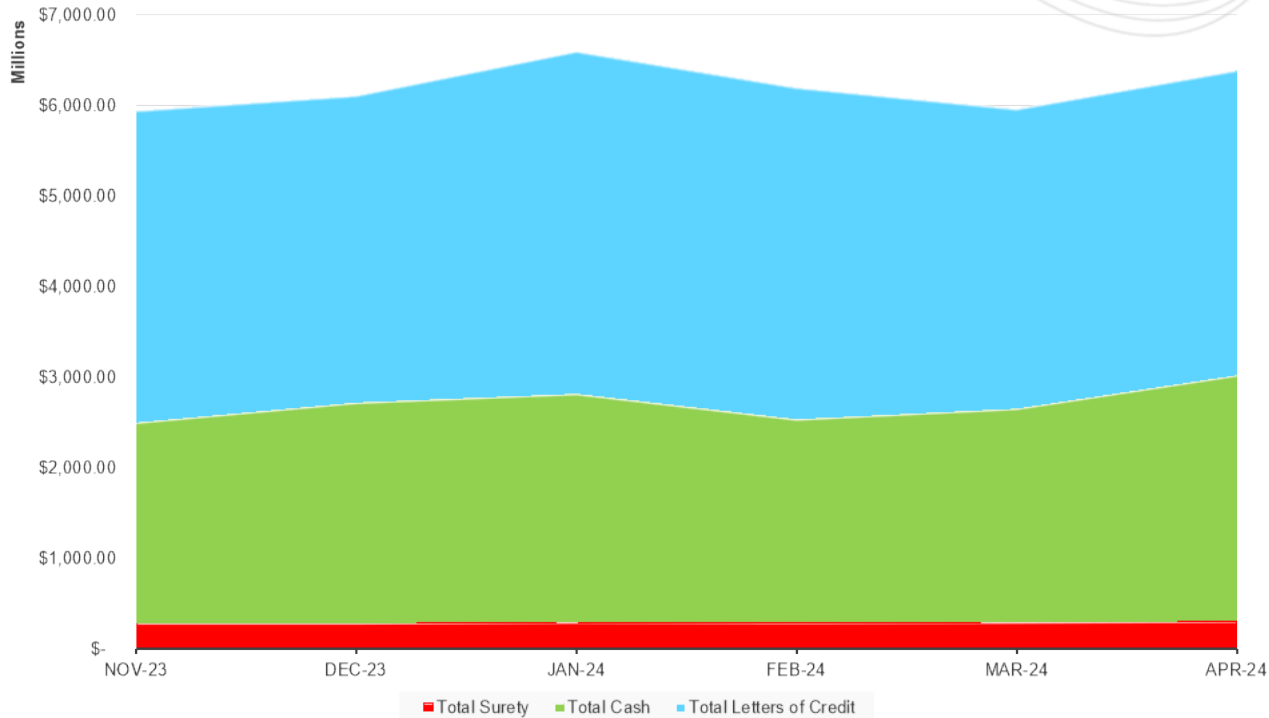
Classification	4/25/2024	3/28/2024	2/29/2024
Rated Investment-Grade	\$516,668,375	\$425,793,675	\$569,138,505
Private IG	\$388,087,819	\$318,288,430	\$315,857,550
Rated Sub Inv-Grade	\$72,901,715	\$71,342,262	\$75,326,571
Private SG	\$534,904,052	\$418,710,296	\$426,029,104
Not Rated	\$146,825,659	\$111,674,244	\$111,153,262
Total	\$1,659,387,620	\$1,345,808,907	\$1,497,504,992
Investment Grade %	55%	55%	59%

Highlights:

- 100% of the FTR credit requirement is collateralized by Cash or Letter of Credit
- 55% Investment-grade
- 35% concentration in top 10 participants
- There are no market participants that represent over 10% of the portfolio

Source: eCredit member data reports (4-25-2024)

Collateral Summary through Time



Total Collateral held at PJM: \$6.38Bn

Cash Collateral: \$2.72Bn

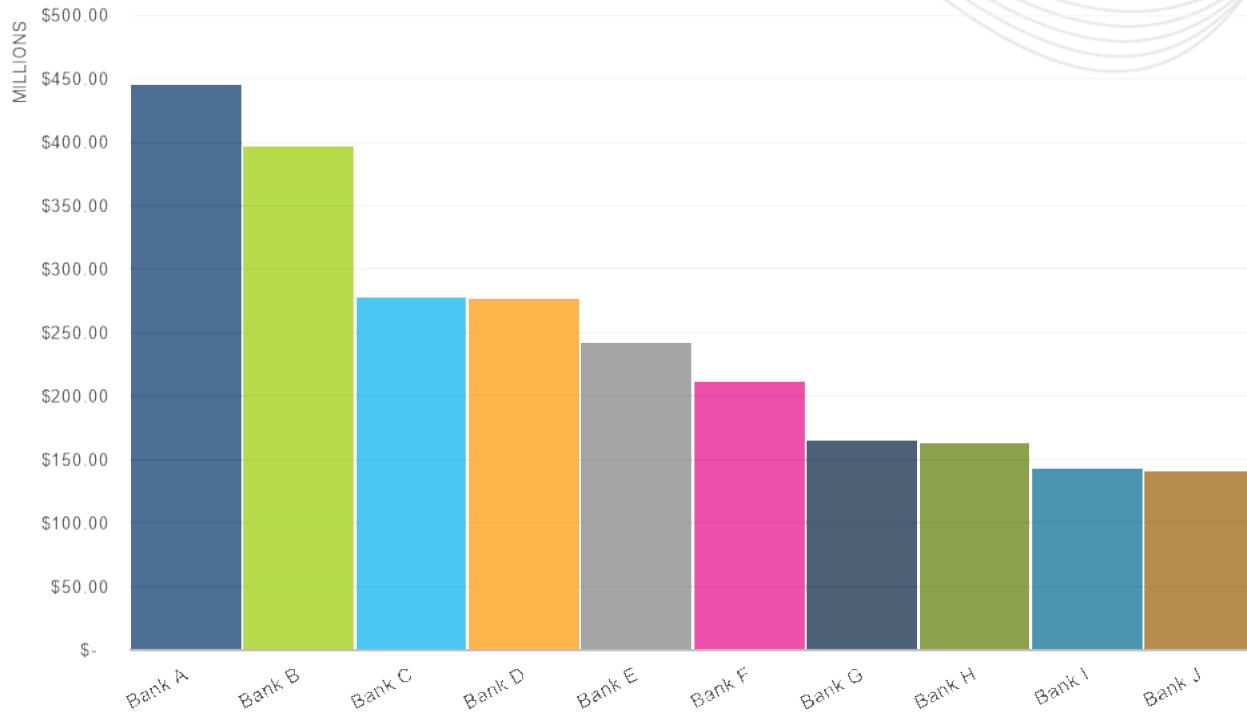
Letters of Credit: \$3.37Bn

- Top 10 banks issued 73% thereof
- 2 Banks issued more than 10% thereof
- PJM has accepted LCs from 38 banks in total
- Surety Bonds: \$302MM
- All issuers rated A or better
- Concentrations capped at \$50MM per issuer

LC Source: eCredit Bank LC Summary Report (4-25-2024)

Cash Source: PJM Treasury (4-25-2024)

*Collateral Summary does not include Collateral held for the Interconnection Projects



Two European banks represent more than 10% of the \$3.37Bn LC portfolio:

- The banks represent ~\$842MM or 25% of PJM’s LC portfolio
- The 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 (4-25-2024)

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Credit Risk Metrics



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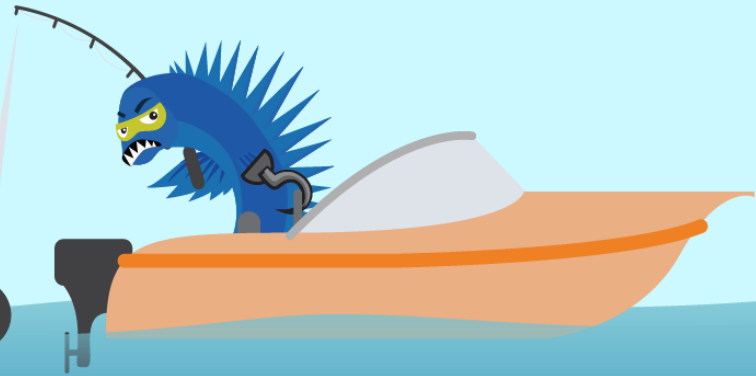
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**PROTECT THE
POWER GRID**

**THINK BEFORE
YOU CLICK!**



**BE ALERT TO
MALICIOUS PHISHING
EMAILS**



**Report suspicious email activity to PJM.
Call (610) 666-2244 or email it_ops_ctr_shift@pjm.com**