

# Credit Risk Metrics

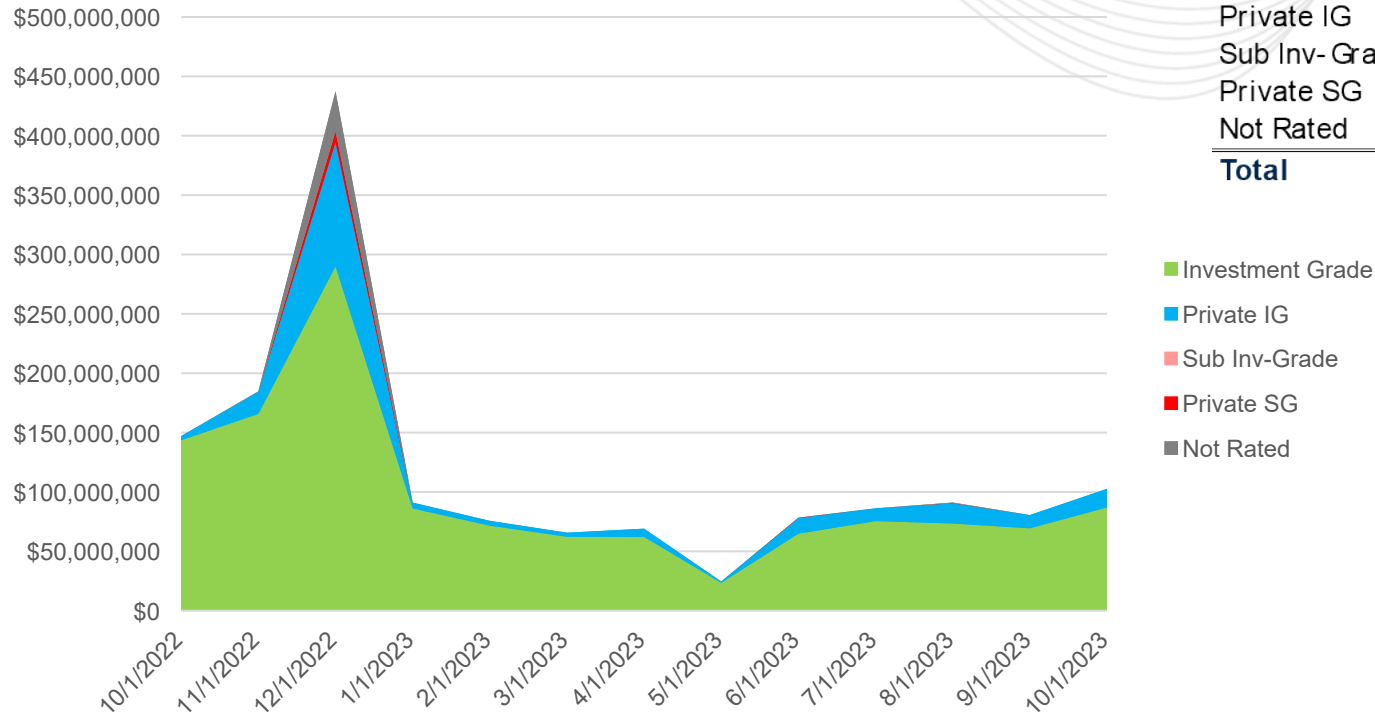
Gwen Kelly, Sr. Director, Credit Risk & Collateral  
Management

Risk Management Committee  
November 14, 2024



# Full Portfolio Metrics *as of 10/26/2023*

Full Portfolio Exposure through Time



Classification	Total Unsecured Credit Allowance	UCA with Exposure	Net Exposure	%
Investment Grade	\$1,753,129,359	\$738,417,041	\$86,993,025	85%
Private IG	\$256,750,090	\$55,638,464	\$15,653,571	15%
Sub Inv-Grade	\$0	\$0	\$0	0%
Private SG	\$0	\$0	\$0	0%
Not Rated	\$0	\$0	\$0	0%
<b>Total</b>	<b>\$2,009,879,449</b>	<b>\$794,055,505</b>	<b>\$102,646,596</b>	<b>100%</b>

**Highlights:**

- 2 participants each represent >10% of the exposure individually
- The top 5 participants represent 51% of the outstanding exposure
- They are from different corporate families
- Overall exposure was stable month-on-month

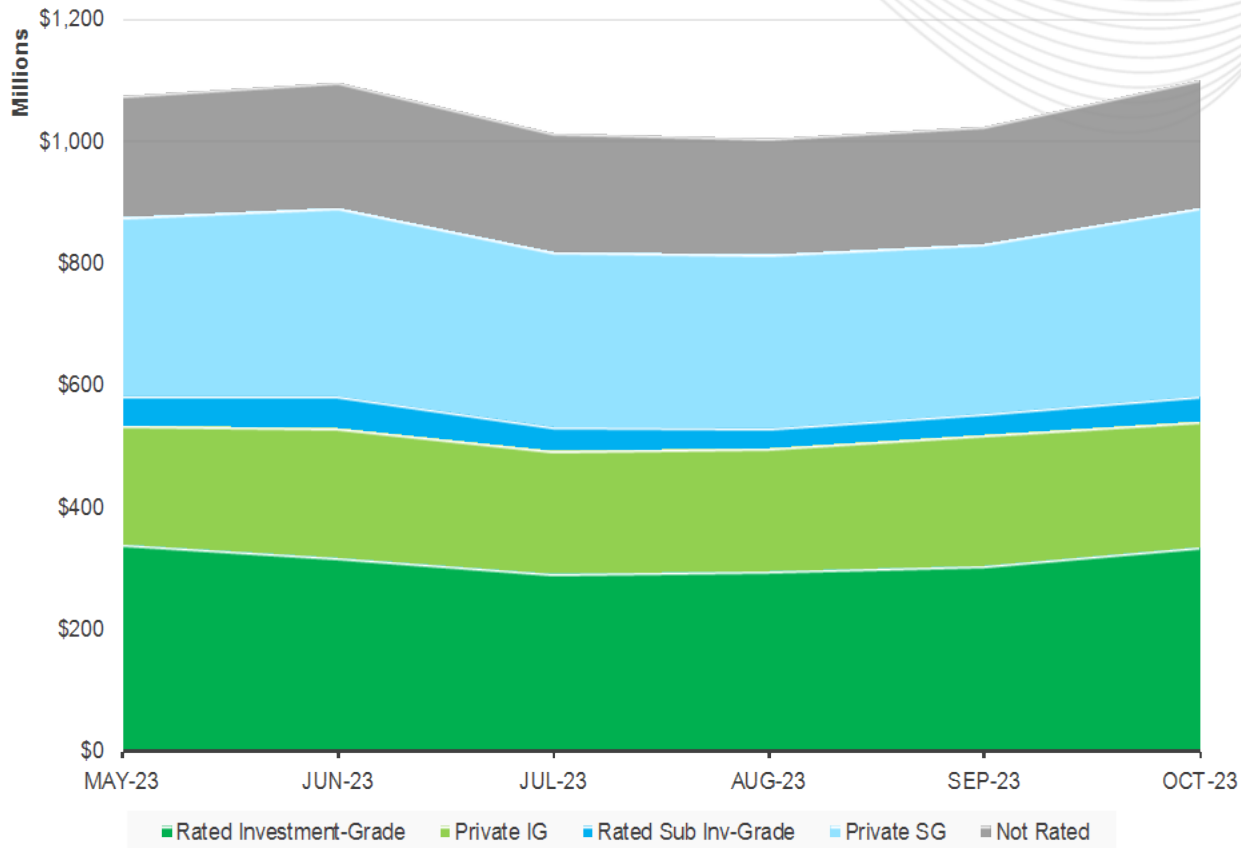
Defaulting Member Company	Amt of Default	Date of Default	Date of Cure	Type of Default
-	-	-	-	-

Source: eCredit member data reports (10-26-2023)



# FTR Portfolio Metrics *as of 10/26/2023*

## FTR Collateral & Quality through Time



FTR Credit Req. by Quality

Classification	10/26/2023	9/28/2023	8/31/2023
Rated Investment-Grade	\$336,389,985	\$305,493,749	\$295,622,587
Private IG	\$206,229,398	\$215,473,197	\$202,238,996
Rated Sub Inv-Grade	\$40,258,408	\$33,088,420	\$32,324,598
Private SG	\$308,953,081	\$279,875,963	\$285,057,417
Not Rated	\$211,430,557	\$191,649,118	\$191,628,988
<b>Total</b>	<b>\$1,103,261,429</b>	<b>\$1,025,580,447</b>	<b>\$1,006,872,586</b>
Investment Grade %	49.18%	50.80%	49.45%

### Highlights:

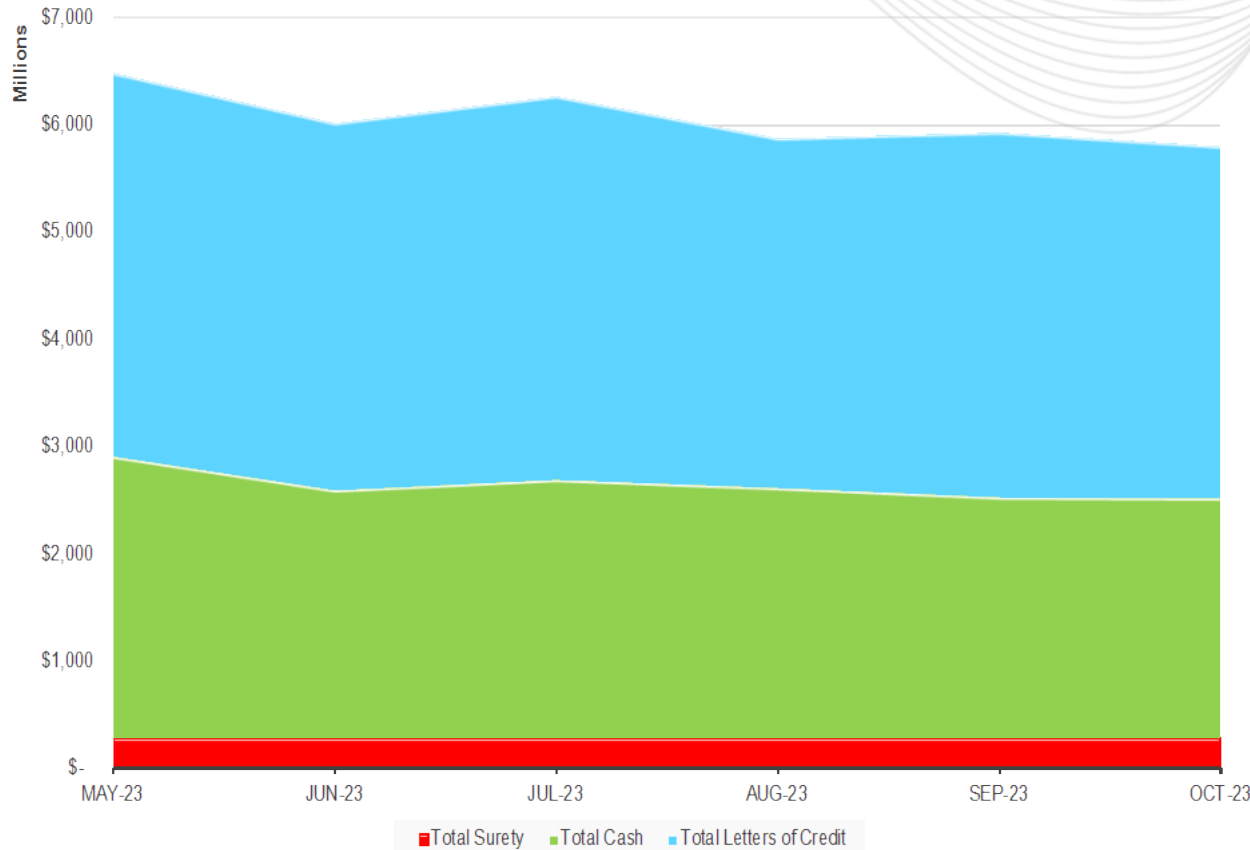
- 100% of the FTR credit requirement is collateralized by Cash or Letter of Credit
- 49% Investment-grade
- 37% concentration in top 10 participants
- No market participant represents over 10% of the portfolio

Source: eCredit member data reports (10/26/2023)



# Collateral Summary (Total PJM) *as of 10/26/2023*

### Collateral Summary through Time



Total Collateral held at PJM: \$5.7Bn

Cash Collateral: \$2.23Bn

Letters of Credit: \$3.28Bn

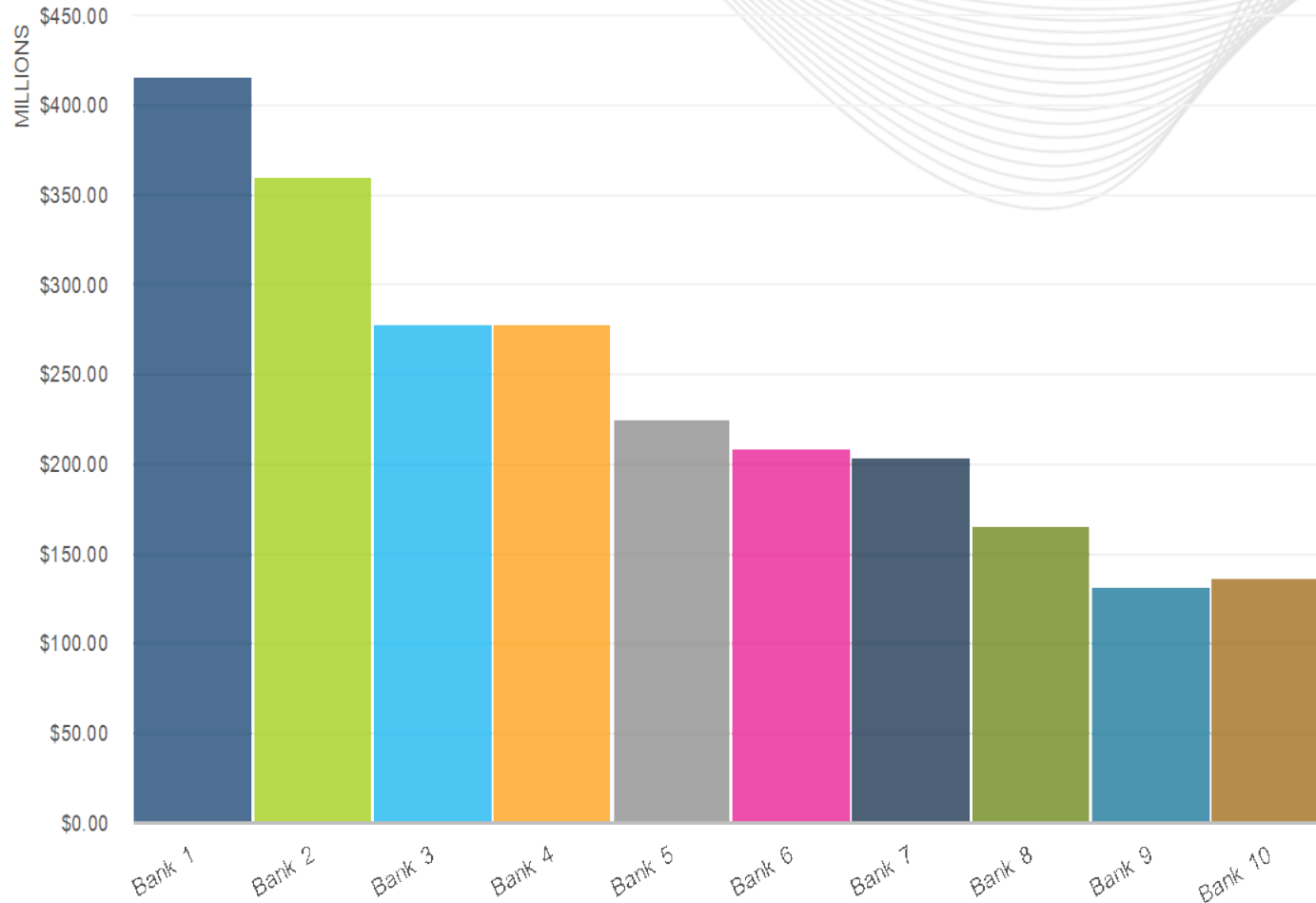
- All issuers rated A or better
- Top 10 banks issued 73% thereof
- 2 Banks issued more than 10% thereof
- PJM has accepted LCs from 38 banks in total

Surety Bonds: \$280MM

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

LC Source: eCredit Bank LC Summary Report (10-26-2023)

Cash Source: PJM Treasury (10-31-2023)



Two European banks represents more than 10% each of the \$3.28n LC portfolio:

- The banks represent ~\$775MM or 24% 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 (10-26-2023)

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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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