



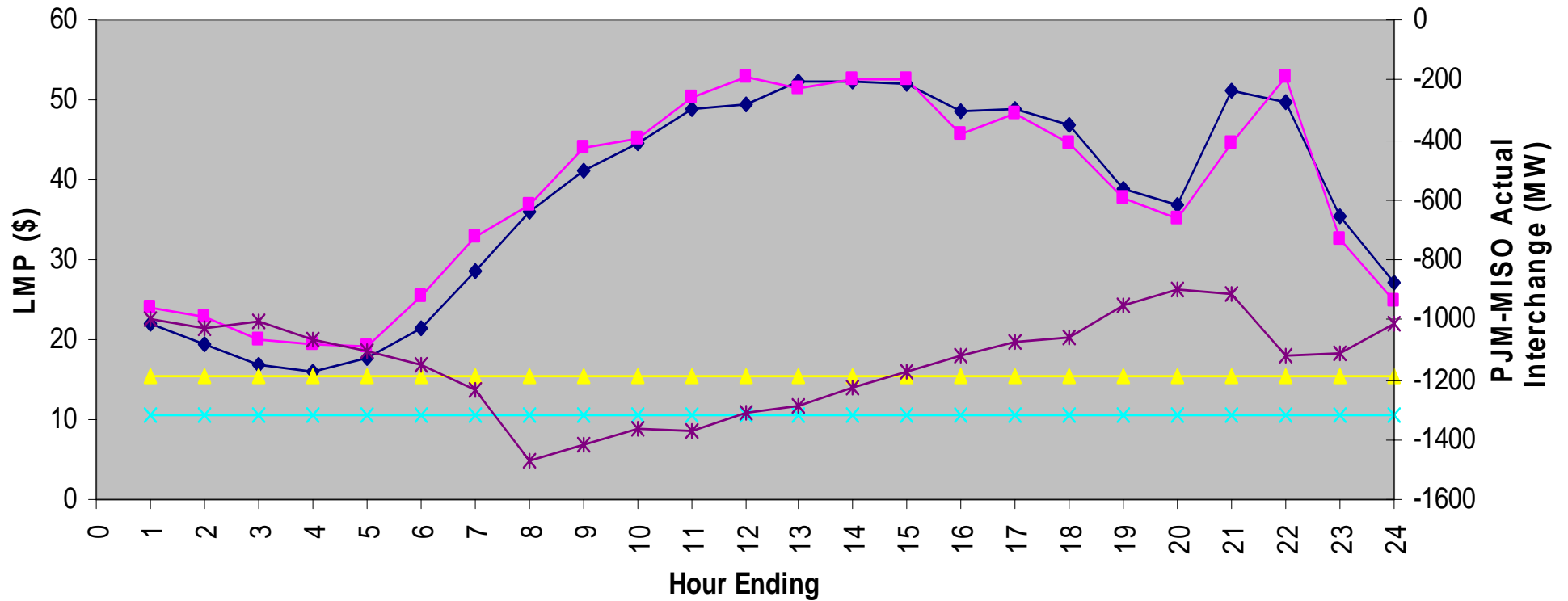
PJM-MISO
Stakeholder
JCM Briefing
June 30, 2005



Market-to-Market Coordination Update

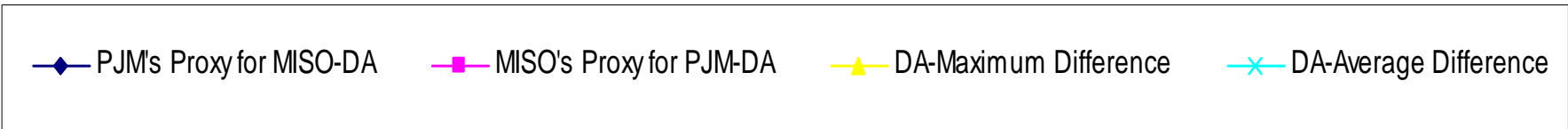
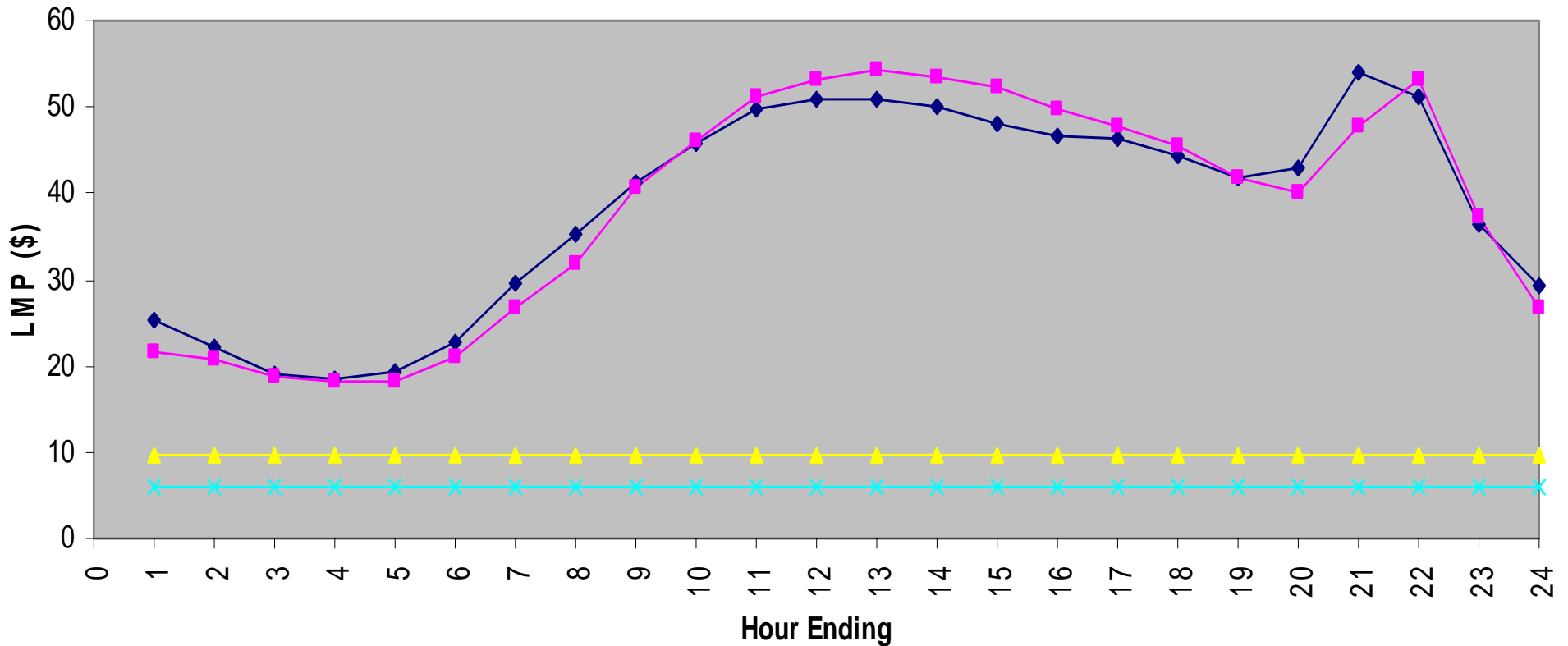
- Market-to-Market Coordination continues to function efficiently.
- PJM tuning generator distribution factor calculation to be consistent with market flow calculation and ensure most efficient combined dispatch.

PJM/MISO Real-Time Proxy Prices & MW Interchange
Average for 4/01 - 6/12, 2005

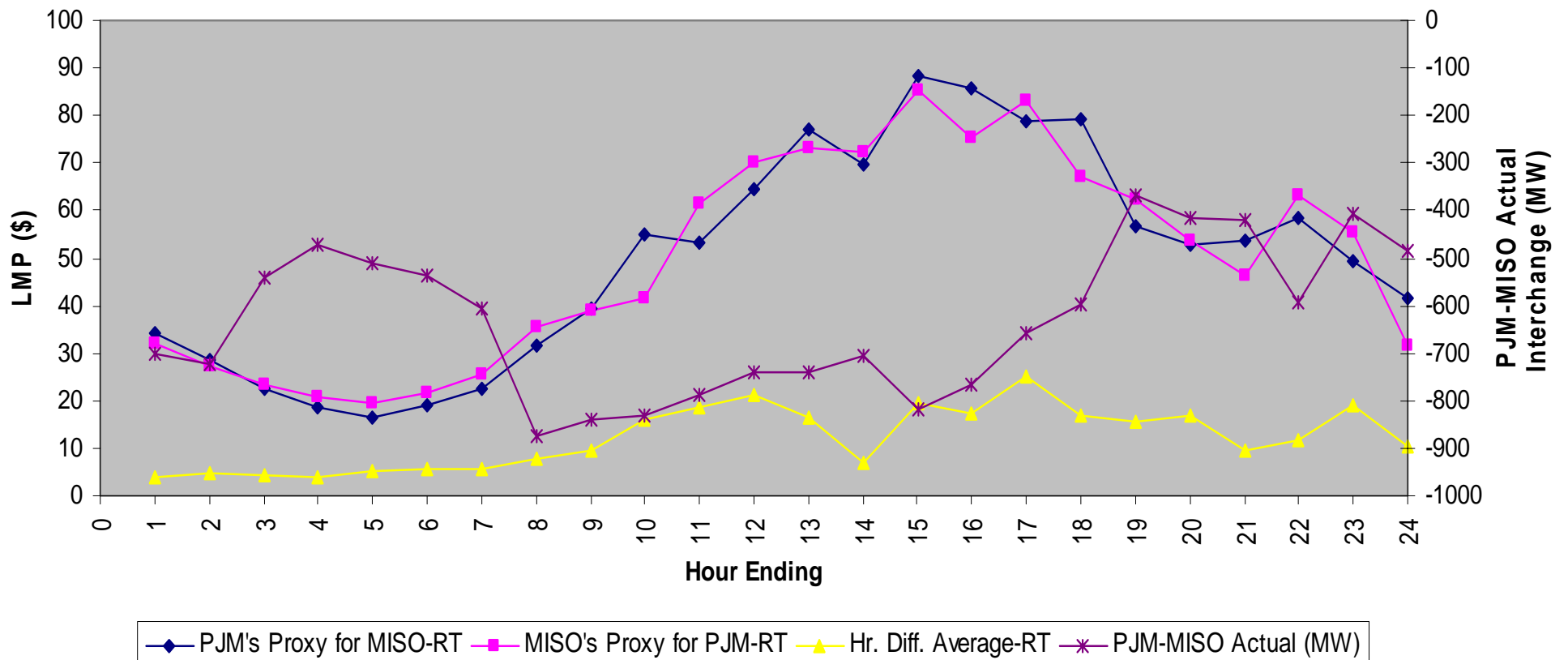


◆ PJM's Proxy for MISO-RT
 ■ MISO's Proxy for PJM-RT
 ▲ Maximum Difference-RT
 × Average Difference-RT
 * PJM-MISO Actual (MW)

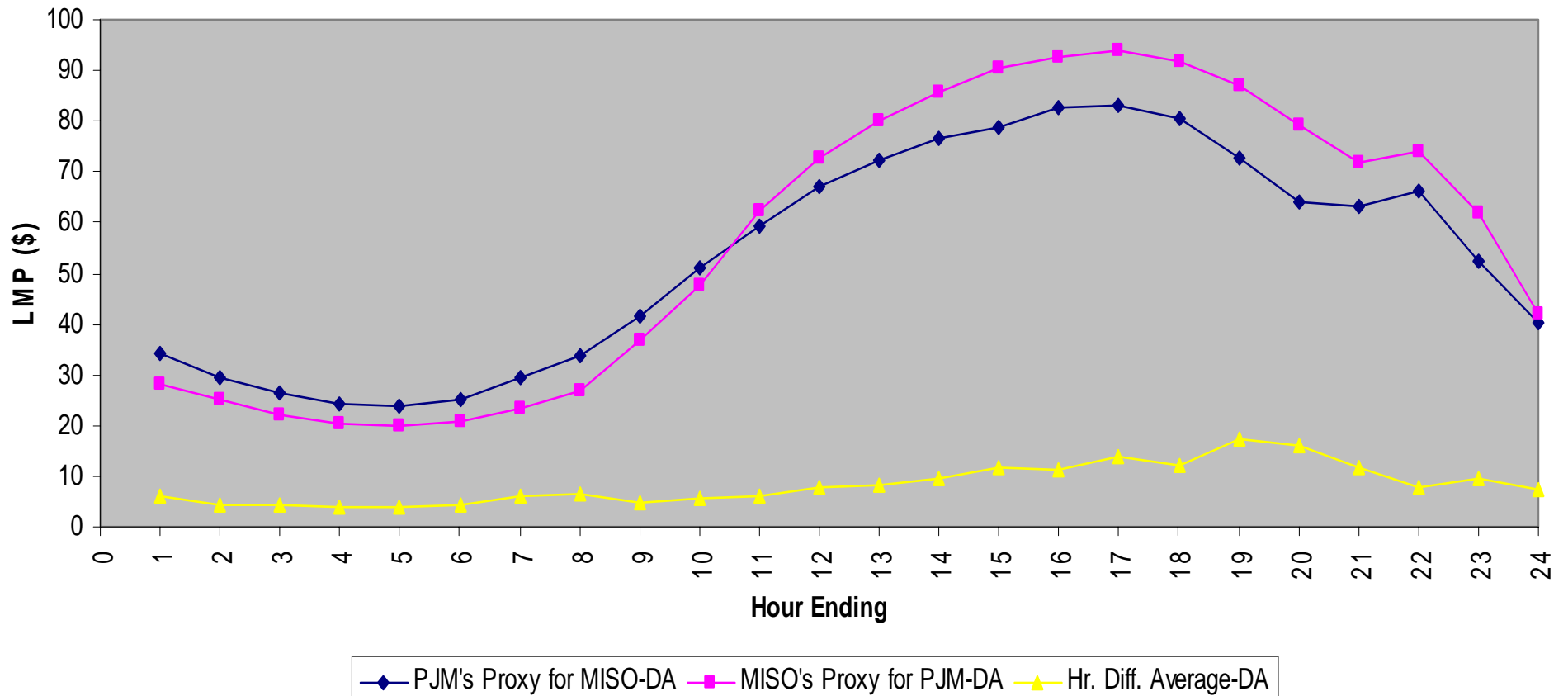
PJM/MISO Day-Ahead Proxy Prices
Average for 4/01 - 6/12, 2005



PJM/MISO Real-Time Proxy Prices & MW Interchange
Average for 6/06 - 6/12, 2005



PJM/MISO Day-Ahead Proxy Prices
Average for 6/06 - 6/12, 2005



- Net Market-to-Market settlement for May: \$581,147
PJM to MISO
- Settlement occurred on 14 flowgates
- 3 flowgates MISO compensated PJM, the other 11
PJM compensated MISO
- PJM estimates that for a sampling of those flowgates,
(approximately \$280,000 of the payment to MISO)
redispatch to control the flow for which MISO was
compensated would have cost the PJM market
approximately \$2.1 Million

- PJM and MISO are investigating M2M settlement on two days in June
- Settlement from PJM to MISO was almost \$500,000 on three flowgates on June 5th, and \$250,000 on one of those three flowgates on June 14th.
- Reduced PJM NNL values appear to be due to outages. PJM and MISO are investigating to be certain the impacts of those outages are reasonable.