



Current Default Service Plan and Illustrative Scenario for Plan Extension

August 26, 2011

Default Service Products - Current Approved Plan

| Procurement Group | Fixed Price Full Requirements | Other Supply |
|-------------------------------------|-------------------------------|--|
| Residential | 75% 1 yr, 2 yr | 20% Block Energy 1yr, 2yr, 5yr 5% Spot |
| Small Commercial Up to 100 kW | 90% 1 yr, 2 yr | 10% Spot |
| Medium Commercial 100kW to 500kW | 85% 1 yr | 15% Spot |
| Large C&I Over 500kW | | 100% Spot (hourly) ² |
| | 1 yr (2011) ¹ | |

¹ The fixed LC&I product is available only in calendar year 2011 for those customers who opted in prior to product announcement

² Beginning 1/1/2012 only the 100% spot product will be available for LC&I customers



Future Default Service Procurements Under Current Approved Plan

| Class | Fixed Price Full Requirements | Fall 2011 | Winter/ Spring 2012 |
|-------------------|-------------------------------|------------|---------------------|
| Residential | 12 mo ending May 2013 | 9 tranches | 10 tranches |
| | 24 mo ending May 2014 | 7 tranches | 7 tranches |
| Small Commercial | 12 mo ending May 2013 | 9 tranches | 10 tranches |
| Medium Commercial | 12 mo ending May 2013 | 9 tranches | 10 tranches |

Tranche (slice of load) Sizes:

- ✓ Residential: 1.6%
- ✓ Small Commercial: 3.6%
- ✓ Medium Commercial: 4.47%

Future Default Service Procurements Under Current Approved Plan

| Class | Fixed Price Baseload Block Energy | Fall 2011 | Winter/ Spring 2012 | Fall 2012 |
|-------------|--------------------------------------|-----------|------------------------|-----------|
| Residential | Calendar 2012 | 40 MW | | |
| | Calendar 2013 | | 70 MW | 70 MW |
| | Calendar 2013 and 2014 | | 40 MW | 40 MW |

DSP One Year Extension - Residential Fixed Price Full Requirements (FR)

ILLUSTRATIVE

| | | | | | | | | | | | |
|------------------------------|---------|---------|---------|---------|---|---------|---------|---------|---------|---------|--|
| Current Default Service Plan | | | | | Extension of Current Default Service Plan | | | | | | |
| 2011 | 2011 | 2012 | 2012 | 2013 | 2013 | 2014 | 2014 | 2015 | 2015 | 2016 | |
| Jan-May | Jun-Nov | Dec-May | Jun-Nov | Dec-May | Jun-Nov | Dec-May | Jun-Nov | Dec-May | Jun-Nov | Dec-May | |

75% Full Requirements

| | | | | |
|-----|-----|-----|-----|--|
| 19% | 19% | 19% | | |
| 17% | 21% | 21% | | |
| 17% | 15% | 15% | | |
| 17% | 15% | 15% | | |
| 9% | | 15% | 15% | |
| 6% | | 15% | 15% | |
| 6% | | | | |
| 9% | | | | |

Yellow = 1st Year Procurements of 2nd Default Service Program

In the first year, PECO would procure 40% of the 75% slice of residential load in a 1 year product, and 30% of the slice in 2 year products



DSP One Year Extension Residential – 20% Block and 5% Spot

ILLUSTRATIVE

20% ATC Block Energy

| | | | | | |
|------|------|------|------|------|------|
| 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|------|------|------|------|------|------|

| | | | | |
|-------|-------|-------|-------|--|
| 40MW | 80MW | 80MW* | 80MW* | |
| 40MW | 80MW* | 80MW* | 80MW* | |
| 40MW | | | | |
| 40MW | | | | |
| 50MW | | 50MW* | | |
| 50MW | | 50MW* | | |
| 50 MW | | | | |

* to be resized downward to reflect increased shopping into account

Yellow = 1st Year Procurements of 2nd Default Service Program
 In the first year, PECO would procure 160 MW of a 1 year product



DSP One Year Extension - Small and Medium Commercial Fixed Price Full Requirements (FR)

ILLUSTRATIVE

| Current Default Service Plan | | | | | Extension of Current Default Service Plan | | | | |
|------------------------------|-----------------|-----------------|-----------------|-----------------|---|-----------------|-----------------|-----------------|--|
| 2011 Jan-May | 2011 Jun-Nov | 2012 Dec-May | 2012 Jun-Nov | 2013 Dec-May | 2013 Jun-Nov | 2014 Dec-May | 2014 Jun-Nov | 2015 Dec-May | |

SMALL COMMERCIAL

| | | | | | | | | |
|-----|--|--|-----|--|-----|--|--|--|
| 24% | | | 36% | | 36% | | | |
| 24% | | | 40% | | 40% | | | |
| 28% | | | | | | | | |
| 12% | | | 12% | | 12% | | | |
| 12% | | | 12% | | 12% | | | |

MEDIUM COMMERCIAL

| | | | | | | | | |
|-----|--|--|-----|--|-----|--|--|--|
| 16% | | | 47% | | 47% | | | |
| 42% | | | 53% | | 53% | | | |
| 42% | | | | | | | | |

Yellow = 1st Year Procurements of 2nd Default Service Program

PECO would procure 24% of its 90% fixed price full requirements for SCI customers in 2 year products and 76% in 1 year products.