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**MARKET MONITORING UNIT NOTIFICATION TO PJM MEMBERS OF DISCLOSURE
OF CONFIDENTIAL INFORMATION PURSUANT TO OPERATING AGREEMENT
SECTION 18.17.2(A)**

September 22, 2010

Pursuant to section 18.17.2(a) of the PJM Operating Agreement, the Market Monitoring Unit hereby notifies PJM Members that it is directed to disclose to the Department of Justice certain market sensitive information that is otherwise required to be maintained in confidence pursuant to the Operating Agreement. This obligation arises as a result of the attached Civil Investigative Demand (CID) received in connection with the U.S. Department of Justice's review of the proposed mergers of Allegheny Energy, Inc. with FirstEnergy Corporation, and of RRI Energy, Inc. with Mirant Corporation.

This inquiry supplements the information requested by the Department of Justice in the CID notified to the Members on August 26, 2010.



U.S. Department of Justice

Antitrust Division

450 Fifth Street NW
Suite 8000
Washington, DC 20001

September 18, 2010

BY CERTIFIED MAIL AND EMAIL

Jeffrey Mayes, Esq.
Monitoring Analytics, LLC
2621 Van Buren Avenue, Suite 160
Eagleville, PA 19403

Re: Civil Investigative Demand No. 26189

Dear Mr. Mayes,

Enclosed with this letter is a Civil Investigative Demand ("CID") issued pursuant to the Antitrust Civil Process Act, 15 U.S.C. §§ 1311-14, requiring your company to produce certain documents and answer certain interrogatories specified in the annexed Schedule. The CID seeks documents as part of an Antitrust Division investigation into the proposed mergers of Allegheny Energy, Inc. with FirstEnergy Corp., and RRI Energy, Inc. with Mirant Corporation, which may substantially lessen competition.

As noted on the CID, the due date for compliance is October 1, 2010. I should also like to call your attention to the certificate of compliance form printed on the reverse side of the CID. This certificate must be completed by all persons responsible for producing the documentary material called for by the CID and must accompany the documents you submit.

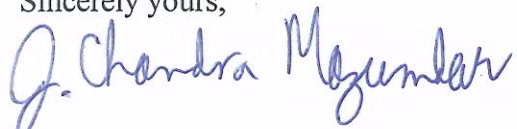
As you will note, I am the designated Deputy Custodian of the documentary materials and interrogatory answers sought from your company. To minimize your inconvenience in complying with the CID and to assist us, we propose that you submit copies of all documents by mail or messenger to me at the Antitrust Division, Transportation, Energy, and Agriculture Section, 450 Fifth Street NW, Suite 8000, Washington, DC 20001. If you elect not to follow this procedure, please contact me.

This CID covers documents in your company's possession, custody or control, wherever the documents are located. Unless and until we notify you otherwise in writing, we will not seek to

enforce the CID to compel the production of documents that were located outside the United States at the time you received the CID. However, in order to expedite the conclusion of the present investigation, the Department requests your cooperation in producing any such documents on a voluntary basis by the date specified in the CID, or as otherwise agreed in writing.

If you have any questions regarding the CID, please contact me at 202-353-1560 or Tracy Fisher at 202-616-1650.

Sincerely yours,



J. Chandra Mazumdar

Enclosures

United States Department of Justice

Antitrust Division
Washington, DC 20530

To: Monitoring Analytics, LLC
2621 Van Buren Avenue, Suite 160
Eagleville, PA 19403

Civil Investigative
Demand Number: -26189

This civil investigative demand is issued pursuant to the Antitrust Civil Process Act, 15 U.S.C. §§ 1311-1314, in the course of an antitrust investigation to determine whether there is, has been, or may be a violation of Section 7 of the Clayton Act, 15 U.S.C. § 18 by conduct, activities, or proposed action of the following nature: Mergers of Allegheny Energy, Inc. with FirstEnergy Corp., and RRI Energy, Inc. with Mirant Corporation that may substantially lessen competition.

You are required by this demand to produce all documentary material described in the attached schedule that is in your possession, custody, or control, and to make it available at your address indicated above for inspection and copying or reproduction by a custodian named below. You are also required to answer the interrogatories on the attached schedule. Each interrogatory must be answered separately and fully in writing, unless it is objected to, in which event the reasons for the objection must be stated in lieu of an answer. Such production of documents and answers to interrogatories shall occur on the 1st day of October, 2010 at 5:00 p.m.

The production of documentary material and the interrogatory answers in response to this demand must be made under a sworn certificate, in the form printed on the reverse side of this demand, by the person to whom this demand is directed or, if not a natural person, by a person or persons having knowledge of the facts and circumstances relating to such production and/or responsible for answering each interrogatory.

For the purposes of this investigation, the following are designated as the custodian and deputy custodian(s) to whom the documentary material shall be made available and the interrogatory answers shall be submitted: Donna N. Kooperstein, Chief, TEA Section (custodian) and J. Chandra Mazumdar (deputy custodian), U.S. Dept. of Justice, Antitrust Division, Transportation, Energy, and Agriculture Section, 450 Fifth Street NW, Suite 8000, Washington, DC 20530.

Inquiries concerning compliance should be directed to J. Chandra Mazumdar at 202-353-1560.

Your attention is directed to 18 U.S.C. § 1505, printed in full on the reverse side of this demand, which makes obstruction of this investigation a criminal offense.

Issued in Washington, D.C., this 17th day of September, 2010.


Assistant Attorney General

CIVIL INVESTIGATIVE DEMAND FOR DOCUMENTS AND INFORMATION ISSUED TO MONITORING ANALYTICS, LLC

Unless otherwise noted in this schedule, or modified by agreement with the staff of the Department of Justice, each Specification of this Civil Investigative Demand ("CID") requires a complete search of "the Company" as defined in Paragraph "A" of the Definitions and Instructions which appear after the following Specifications. If the Company believes that the required search or any other part of the CID can be narrowed in any way that is consistent with the Department's need for documents and information, you are encouraged to discuss such questions and possible modifications with the Department representatives identified on the last page of this CID. All modifications to this CID must be agreed to in writing by those representatives.

SPECIFICATIONS

1. From January 1, 2006, to the present, separately for each load node in PJM, provide the day-ahead load shift factor calculated by PJM for the following transmission elements: (a) AP South Interface; (b) Western Interface; (c) 5004/5005 Interface; (d) Pleasant Valley-Belvidere; (e) Kammer transformer(s); (f) Central Interface; (g) Eastern Interface; (h) Mount Storm-Pruntytown; (i) Dunes Acres-Michigan City flowgate; (j) Beddington-Black Oak; (k) Doubs transformer(s); (l) Cloverdale-Lexington; (m) Clover transformer(s); (n) Elrama-Mitchell; (o) TrAIL; (p) Susquehanna-Roseland; (q) Branchburg-Roseland; (r) Roseland-Hudson; (s) Athenia-Saddlebrook; (t) Wylie Ridge, (u) Sammis-Wylie Ridge, (v) Belmont, and (w) Belmont-Harrison.
2. From January 1, 2006, to the present, separately for each generating unit in PJM, provide the day-ahead generation shift factor calculated by PJM for the following transmission elements: (a) Wylie Ridge, (b) Sammis-Wylie Ridge, (c) Belmont, and (d) Belmont-Harrison.
3. Identify the person(s) responsible for preparing the response to this CID and submit a copy of all instructions prepared by the Company relating to the steps taken to respond to this CID. Where oral instructions were given, identify the person who gave the instructions and describe the content of the instructions and the person(s) to whom the instructions were given. For each Specification, identify the individual(s) who assisted in the preparation of the response, with a listing of the person(s) (identified by name and corporate title or job description) whose files were searched by each.

DEFINITIONS AND INSTRUCTIONS

For the purposes of this CID, the following definitions and instructions apply:

- A. "Monitoring Analytics," "the Company," "you," or "your" means Monitoring Analytics, LLC, its domestic and foreign parents, predecessors, divisions, subsidiaries, affiliates, partnerships and joint ventures, and all directors, officers, employees, agents and

representatives of the foregoing. The terms “subsidiary,” “affiliate,” and “joint venture” refer to any person in which the Company holds at least a 25 percent interest, regardless of how the Company’s interest is measured (*e.g.*, number of shares, degree of control, board seats or votes).

- B. “PJM” means PJM Interconnection, L.L.C., its domestic and foreign parents, predecessors, divisions, subsidiaries, affiliates, partnerships and joint ventures, and all directors, officers, employees, agents and representatives of the foregoing. The terms “subsidiary,” “affiliate,” and “joint venture” refer to any person in which PJM holds at least a 25 percent interest, regardless of how PJM’s interest is measured (*e.g.*, number of shares, degree of control, board seats or votes).
- C. The terms “and” and “or” have both conjunctive and disjunctive meanings.
- D. The term “person” includes the Company and means any natural person, corporate entity, partnership, association, joint venture, government entity, or trust.
- E. All references to year refer to calendar year. Unless otherwise specified, each Specification that calls for documents requires the Company to submit all responsive documents that were created or received by the Company after the date that is two (2) years prior to the date of the issuance of this CID. Where information, rather than documents, is requested, provide it separately for each year. Where yearly data is not yet available, provide data for the calendar year to date. If calendar year information is not available, supply the Company’s fiscal year data indicating the twelve-month period covered, and provide the Company’s best estimate of calendar year data.
- F. The response to this CID shall be submitted in the following manner:
 - 1. Documents produced shall be complete and, unless privileged, unredacted, submitted as found in the Company’s files (*e.g.*, documents that in their original condition were stapled, clipped, or otherwise fastened together, or maintained in separate file folders, shall be produced in such form). Documents submitted shall be produced in the order in which they appear in the Company’s files and shall not be shuffled or otherwise rearranged.
 - 2. The Company may submit photocopies (with color photocopies where necessary to interpret the document) in lieu of original hard-copy documents.
 - 3. Unless otherwise requested by a Department representative, electronic documents (*e.g.*, e-mail) and data shall be produced in electronic form only. Electronic documents and data shall be produced in a format that allows the Department to access and use them, together with instructions and all other materials necessary to use or interpret the data, including record layouts and data dictionaries. For data submitted electronically, submit a description of the data’s source. For

documents and data submitted electronically, each electronic media device must be labeled so as to identify the contents of that media device. For electronic media containing electronic documents, the label must state which custodians' documents are contained on the device and the document control numbers of those documents.

4. Mark each page of each document submitted – whether in hard-copy or electronic format – with corporate identification and consecutive document control numbers. Place all documents produced in hard-copy format in file folders. Mark each file folder with the Company's corporate identification, the name of the person whose documents are in the folder and how the original file was labeled. If the Company submits hard copies of electronic documents that have been printed from a common electronic source, such as a central e-mail or document server or a backup disk, such documents must be submitted in file folders that are marked with (a) a description of the enclosed documents' electronic source (*e.g.*, "Documents from Backup Tape No. 3 for E-mail Server XYZ, 3/1/06 - 3/31/06"); and (b) the name of each natural person whose electronic documents are contained in that file folder.
5. In lieu of searching backup tapes or other media that are not reasonably accessible, but that may contain information responsive to this CID, the Company may elect to identify and preserve for the duration of the Department's investigation a select subset of such backup and other media, such subset to be approved in writing by Department representatives. In the event that Department representatives determine in their sole discretion that a search of the select subset of backup tapes is necessary, they shall so inform the Company, which will be required to conduct a review of the subset and produce any responsive information contained therein.
6. Hard-copy documents shall be submitted in sturdy boxes not larger than 1.5 cubic feet. Number each box and mark each box with corporate identification and the name(s) of the person(s) whose files are contained in that box.
7. Provide any index of documents prepared by any person in connection with your response to this CID. If the index is available in machine-readable form, provide it in that form.
8. If you intend to utilize any de-duplication software or services when collecting or reviewing information that is stored in the Company's computer systems or electronic storage media in response to this CID, or if the Company's computer systems contain or utilize such software, you must contact the attorneys for the government to determine, with the assistance of the appropriate government technical staff, whether and in what manner the Company may use such software or services.

- G. Before you prepare documents or information for production in electronic form (for example, before you attempt to copy, for your response to this CID, documents or information from an electronically stored source onto a disk or other electronic storage medium), you must contact a Department representative to arrange a meeting or conference call with the Company's personnel who are familiar with the electronic files in which the documents or information are stored, to explain to Department representatives the manner in which the documents or information are stored, and the types of information that are available on the electronic source. Department representatives must approve the format and production method for electronic data in advance of the submission by the Company of its response to this CID.
- H. If search terms were used to conduct all or any part of the search, provide a list of search terms used, along with a glossary of industry and Company terminology. In addition, describe the search methodologies and the applications used to execute the search.
- I. Any documents that are withheld in whole or in part from production based on a claim of privilege shall be assigned document control numbers (with unique consecutive numbers for each page of each document), for purposes of this instruction, each attachment to a document shall be treated as a separate document and separately logged, if withheld, and cross referenced, if produced. The Company shall also provide a statement of the claim of privilege and all facts relied upon in support of the decision to withhold each document, in the form of a log that conforms with the requirements set forth below. The Company is encouraged to propose categorical limitations to exclude certain classes of privileged documents from its log.
1. For each document identified on the Company's privilege log, state:
 - a. the document's control numbers;
 - b. all authors of the document;
 - c. all addressees of the document;
 - d. all recipients of the document or of any copies of the document, to the extent not included among the document's addressees;
 - e. the date of the document;
 - f. a description of the subject matter of the document;
 - g. the nature or type of the privilege that the Company is asserting for the document (*e.g.*, "attorney-client privilege");
 - h. the Specification(s) of this CID to which the document is responsive;

- i. the document control number(s) of any attachments to the document, regardless of whether any privilege is being asserted for such attachment(s); and
 - j. whether the document has been produced in redacted form, and if so the range of the control numbers for the document.
- 2. The Company's privilege log shall also conform with all of the following requirements:
 - a. Provide a separate legend containing the full name, title(s), and employer or company affiliation of each author, addressee, and recipient identified on the Company's privilege log.
 - b. All attorneys acting in a legal capacity with respect to the withheld document or communication, and only such attorneys, shall be identified on the privilege log with an asterisk.
 - c. The description of the subject matter of each document shall describe the nature of the document in a manner that, though not revealing information that is itself privileged, provides sufficiently detailed information to enable the Department to assess the applicability of the privilege claimed.
 - d. Attachments to a document should be identified as such and entered separately on the log.
 - e. For each document withheld under a claim that it constitutes or contains attorney work product, also state whether the Company asserts that the document was prepared in anticipation of litigation or for trial and, if so, identify the anticipated litigation or trial upon which the assertion is based.
 - f. Produce all nonprivileged portions of any responsive document (including nonprivileged or redactable attachments) for which a claim of privilege is asserted, except where the only nonprivileged information in the document has already been produced. Note where any redactions in the document have been made.
 - g. The privilege log shall be produced in both hard-copy and electronic form, the electronic form of which shall be both searchable and sortable.
 - h. Documents sent solely between counsel for the Company, including in-house counsel acting solely in a legal capacity, and documents authored by the Company's outside counsel that were not directly or indirectly furnished to any third party, such as internal law firm memoranda, may be omitted from the privilege log. However, any attachments to such

documents must be included on the privilege log (if a privilege is applicable to such materials), unless such attachments are addressed and sent solely to counsel.

- J. If the Company is unable to answer any question fully, supply such information as is available. Explain why such answer is incomplete, the efforts made by the Company to obtain the information, and the source from which the complete answer may be obtained. If books and records that provide accurate answers are not available, enter best estimates and describe how the estimates were derived, including the sources or bases of such estimates. Estimated data should be followed by the notation "est." If there is no reasonable way for the Company to make an estimate, provide an explanation.
- K. If documents responsive to a particular Specification no longer exist for reasons other than the ordinary course of business or the implementation of the Company's document retention policy, state the circumstances under which they were lost or destroyed, describe the documents to the fullest extent possible, state the Specification(s) to which they are responsive, and identify persons having knowledge of the content of such documents.
- L. In order for the Company's response to this CID to be complete, the certification on the reverse of the Civil Investigative Demand form must be executed by the official supervising compliance with this CID, notarized, and submitted along with the responsive materials.

Any questions you have relating to the scope or meaning of anything in this CID or suggestions for possible modifications thereto should be directed to J. Chandra Mazumdar at (202) 353-1560. The response to the CID shall be addressed to the attention of Mr. Mazumdar and delivered between 8:30 a.m. and 5:00 p.m. on any business day to 450 Fifth Street, NW, Suite 8000, Washington, DC, 20001. If you wish to submit your response by United States mail, please call staff listed above for mailing instructions.