

# Market Performance Update

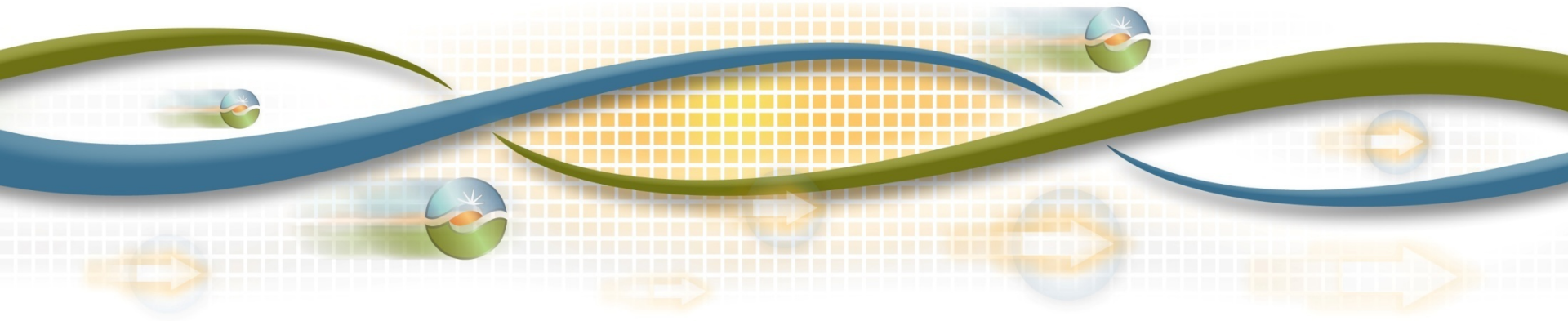
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General Session

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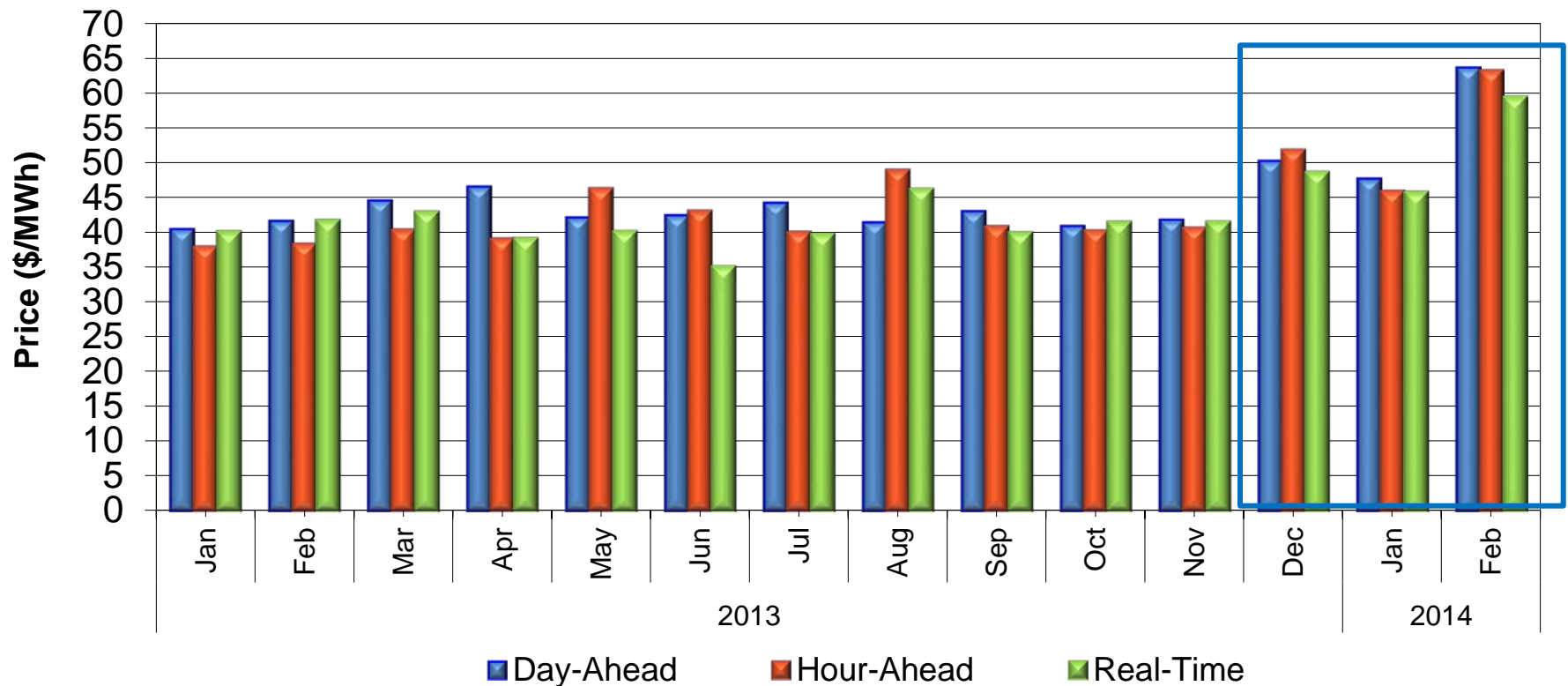
## Market highlights:

The market continued to perform well overall during the last three months.

- Higher prices observed in February due to higher natural gas prices.
- Total bid cost recovery uplift at the lower end of last year's range.
- Congestion revenue rights revenue adequacy improved since last report.
- Increased price corrections due to software and process issues.
- Real-time congestion offset uplift was low in first two months of 2014; real-time imbalance energy offset increased in February.
- Natural gas price spike and constraints on February 6 affected market.
  - ISO requested waiver at FERC to allow ISO to use updated gas price in case of future gas price spike events.

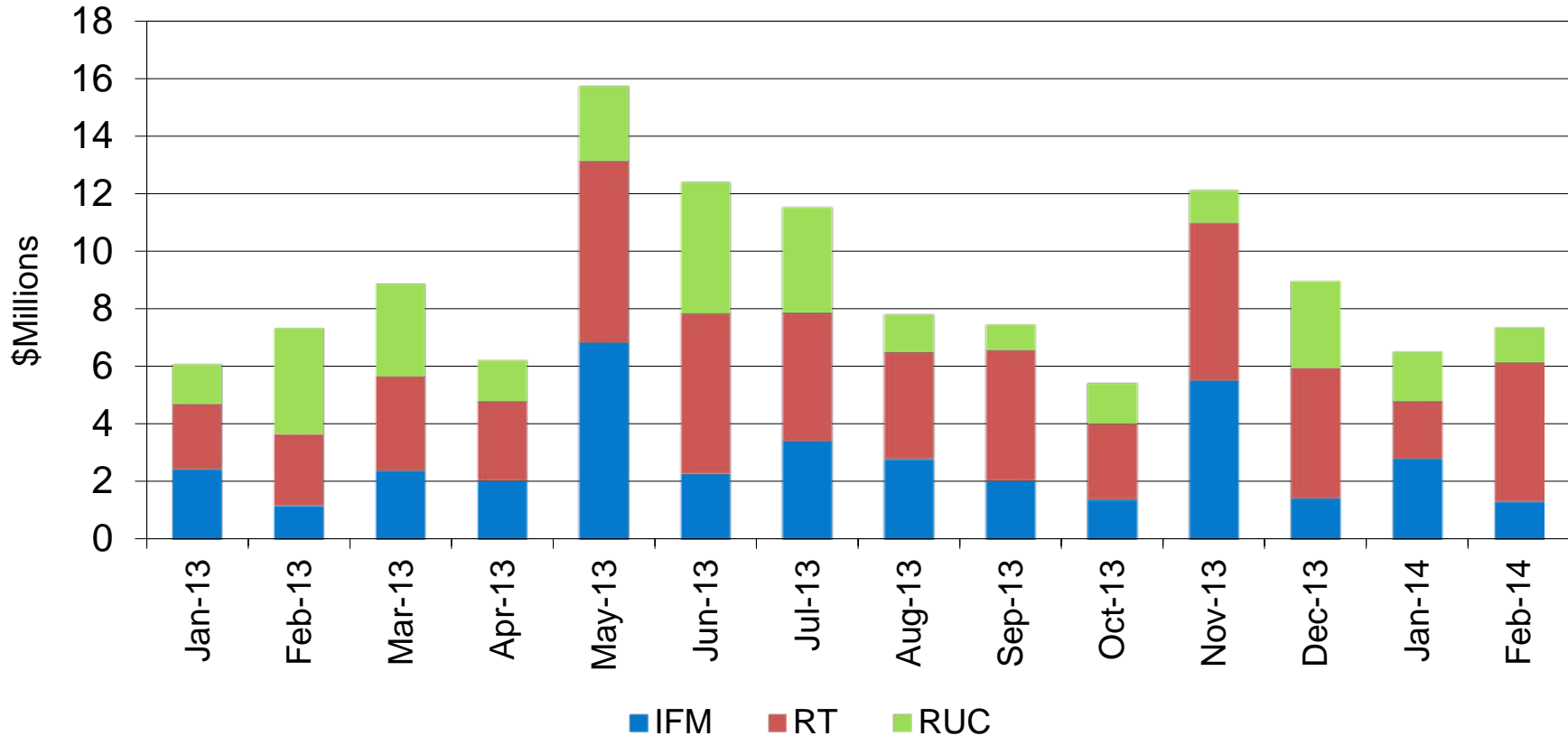
Higher prices observed in February due to higher natural gas prices.

System Marginal Energy Cost

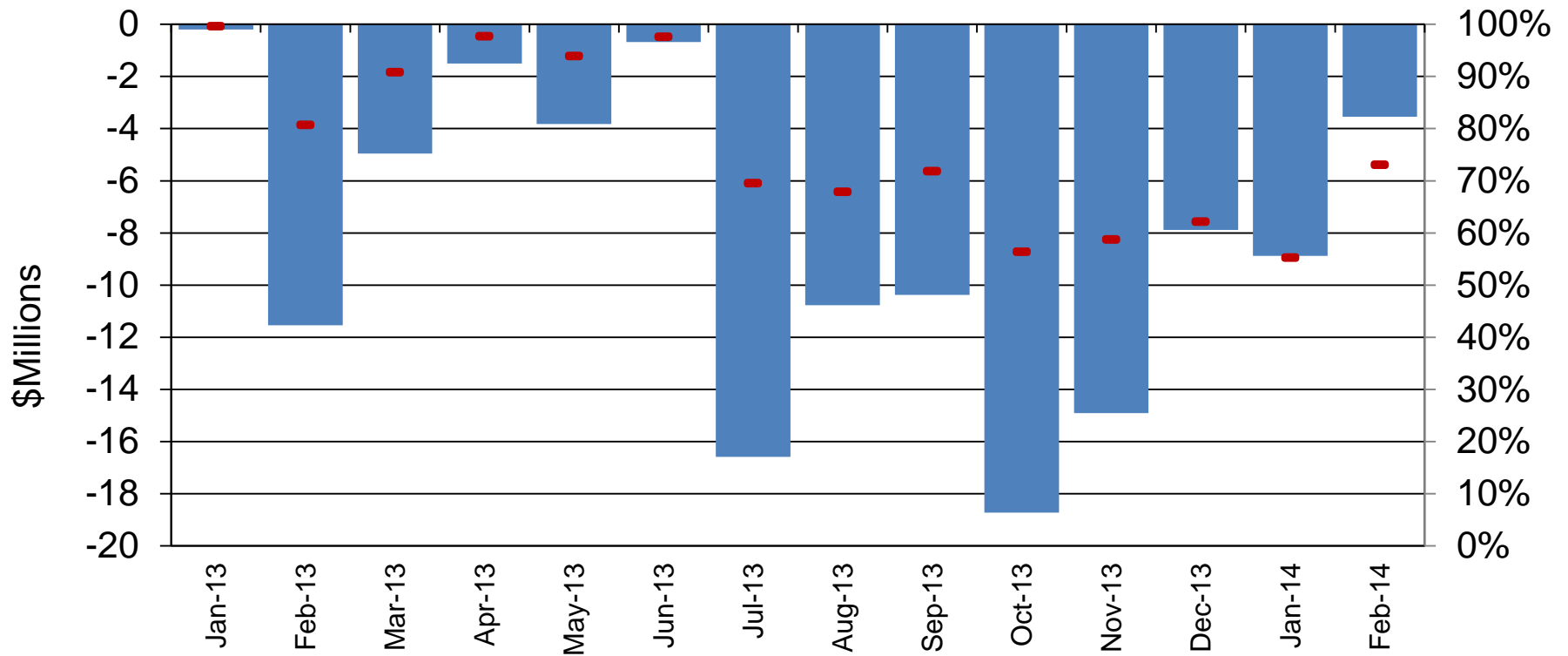


# Total bid cost recovery uplift at the lower end of last year's range.

**Bid Cost Recovery by Market Type (IFM, RT, RUC)**



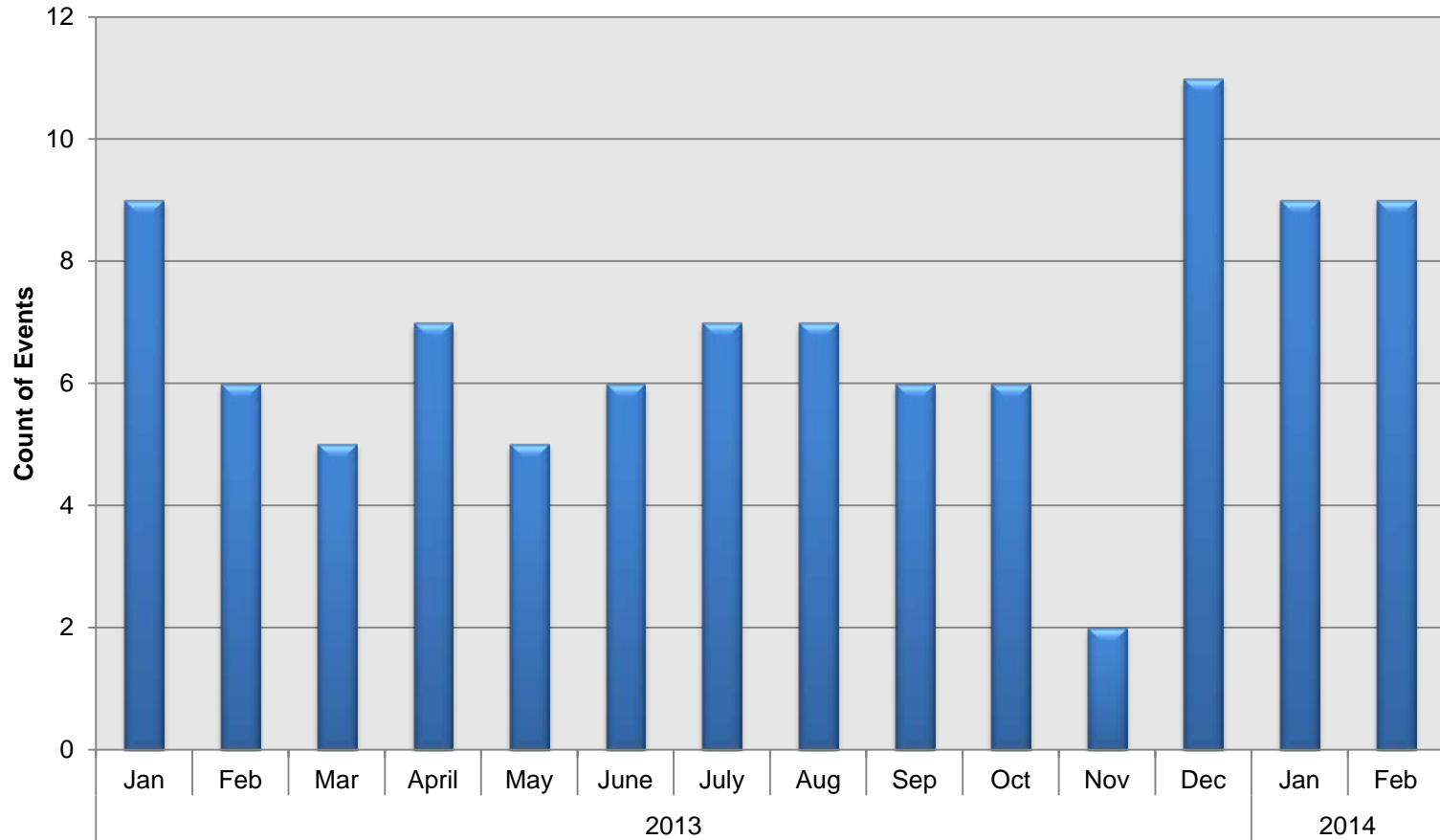
# Congestion revenue rights revenue adequacy improved since last report.



CRR revenue adequacy does not include monthly and annual auction avenues.

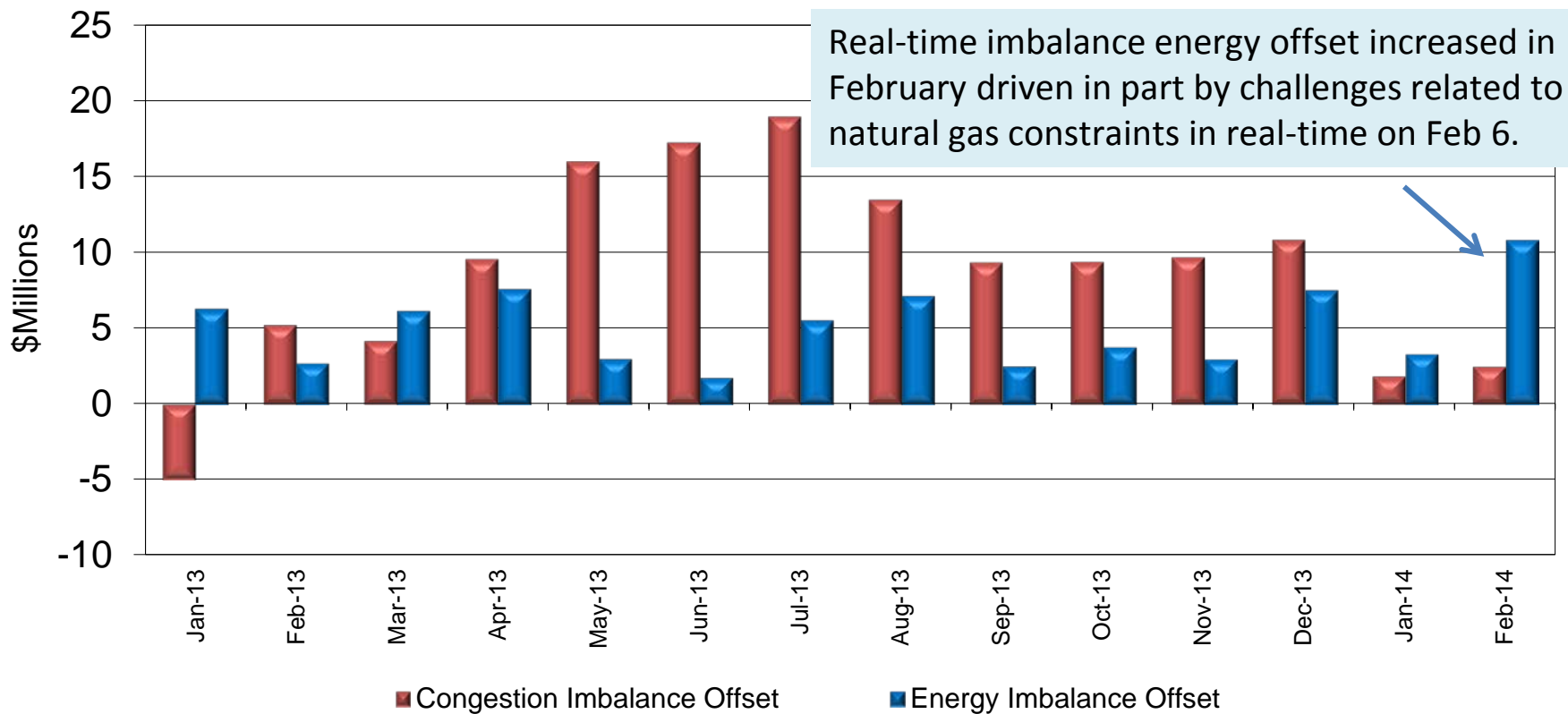
■ Revenue Adequacy      ● Percent of Revenue Adequacy

# Increased price corrections due to software/process issues.



# Low real-time congestion offset uplift low in first two months of 2014; increased real-time imbalance energy offset in February.

Real-time Congestion and Energy Imbalance Offset Cost



# Exceptional dispatch volume continued at low levels.

## Total Exceptional Dispatch as Percent of Load

