

John R. Collins
Vice President and
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COMMENT

Jean A. Webb
Secretary
Commodity & Futures Trading Commission
Three Lafayette Centre
1155 21st Street, N.W
Washington, DC 20581

Dear Secretary Webb:

Constellation Energy Group supports the approval of the newly developed NYMEX PJM Cash-Settled Futures Contracts. As an integrated energy company headquartered in Baltimore, Maryland, and a major participant in the PJM market, Constellation strongly believes that the proposed contracts will provide market instruments to financially hedge exposures in the cash-settled markets for hourly, daily and forward transactions. The terms and conditions of the proposed contracts conform to current cash market practices. As such, the contracts will provide an effective bridge between the forward price markets and the cash market.

In addition, Constellation believes the implementation of these contracts will result in improved liquidity for the PJM energy market. Given the recent credit deterioration of many energy companies, these exchange-traded contracts enable market participants to transact on the NYMEX and avoid direct credit exposure to less creditworthy counterparties. As a result, more companies will be willing to transact thereby improving market liquidity.

In conclusion, Constellation strongly supports the approval of the NYMEX PJM Cash-Settled Futures Contracts. We appreciate the Commission's interest and involvement in furthering efforts to develop exchange-traded contracts that support the continued development of the electric commodity market.

If you have any questions, please contact me at (410) 783-3230 or via email at john.collins@constellation.com

Very truly yours,

A handwritten signature in black ink, appearing to read "John R. Collins".

John R. Collins
Vice President & Chief Risk Officer