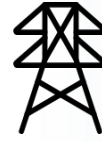


Week Ending: 13 September 2024

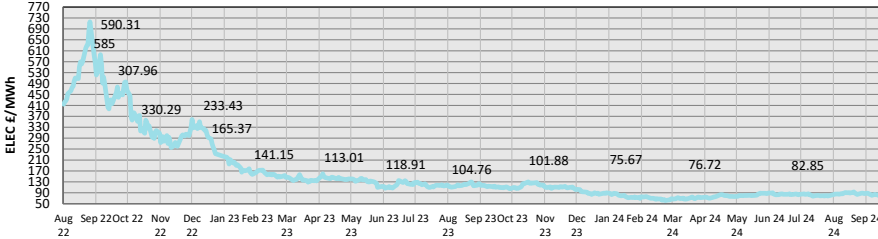
UK Baseload Electricity Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	£71.86	£76.43	£73.34	£80.99	£84.83
Qtr Ahead	£80.05	£84.85	£81.95	£92.04	£102.26
Season Ahead	£83.88	£88.76	£85.90	£95.05	£112.69
Year Ahead	£78.54	£83.02	£80.90	£88.96	£110.61



Electricity

Electricity Year Ahead Pricing Information



Electricity Cost Movement (£/MWh)

	Last W/D	Last Week	Last Month	Last Year
M	-£4.57	-£1.48	-£9.13	-£12.97
Q	-£4.80	-£1.90	-£11.99	-£22.21
S	-£4.88	-£2.02	-£11.17	-£28.81
Y	-£4.48	-£2.36	-£10.42	-£32.07

Insight

At the start of the week, near curve prices increased, supported by bullishness in NBP contracts. Power prices, however, fell due to declines in the wider energy complex market, despite gains observed through the power curve, which followed the upward movement in NBP prices. Mid-week, power demand has averaged 28.4GW across Q3 so far, which is 1GW lower than the 2019-2023 average. Wind generation is forecast to remain high at around 11.8GW, which could limit gas demand for power. Towards the end of the week, power prices continue to be pressured by the gas market, but the demand for heating is expected to decrease as temperatures rise over the next few weeks.

Electricity Real Movement (%)

	Last W/D	Last Week	Last Month	Last Year
M	-6.0%	-2.0%	-11.3%	-15.3%
Q	-5.7%	-2.3%	-13.0%	-21.7%
S	-5.5%	-2.4%	-11.8%	-25.6%
Y	-5.4%	-2.9%	-11.7%	-29.0%

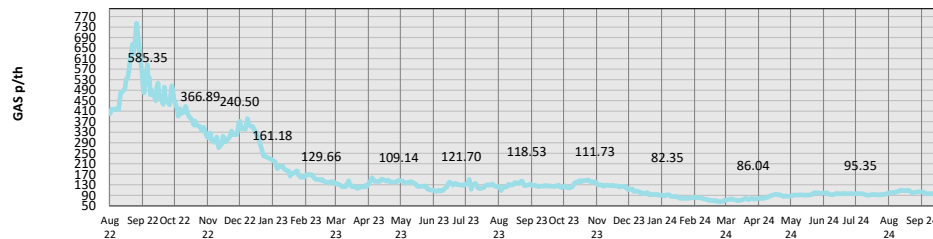
UK NBP Gas Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	84.74p	86.51p	86.06p	95.20p	89.76p
Qtr Ahead	91.41p	93.57p	93.64p	107.85p	109.70p
Season Ahead	94.70p	96.98p	97.30p	110.77p	123.15p
Year Ahead	91.80p	94.33p	95.00p	107.22p	124.95p



Gas

Gas Year Ahead Pricing Information



Gas Cost Movement (p/therm)

	Last W/D	Last Week	Last Month	Last Year
M	-1.77p	-1.32p	-10.46p	-5.02p
Q	-2.16p	-2.23p	-16.44p	-18.29p
S	-2.28p	-2.60p	-16.07p	-28.45p
Y	-2.53p	-3.20p	-15.42p	-33.15p

Insight

At the start of the week, prompt prices were bullish due to an undersupplied grid at midday, though gains were limited as gas prices fell despite Norwegian outages reaching 182 MCM/day. By mid-week, power station demand for gas was projected to decrease from 23.4 MCM to 6.6 MCM by next week, and storage levels fell from 81% to 77% to compensate for the Norwegian maintenance shortfall. Prices increased as wind generation came in below initial forecasts, but gas prices dropped as the system turned 11.3 MCM long. Towards the end of the week, warmer temperatures forecast for the following week suggested lower gas demand for power, and the October-24 contract traded below the day-ahead due to expectations of lighter maintenance next month and the sell-off of long hedge fund positions.

Gas Real Movement (%)

	Last W/D	Last Week	Last Month	Last Year
M	-2.05%	-1.53%	-10.99%	-5.59%
Q	-2.31%	-2.38%	-15.24%	-16.67%
S	-2.35%	-2.67%	-14.51%	-23.10%
Y	-2.68%	-3.37%	-14.38%	-26.53%

Insight

At the start of the week, oil prices rose after hitting lows not seen since 2021, driven by concerns that Cyclone 6 could disrupt offshore oil activities and onshore refineries in the Gulf of Mexico. However, prices also fell below \$70 per barrel for the first time since 2021 due to weak global demand. Mid-week, benchmark prices rebounded following earlier losses, although both OPEC and the EIA lowered their demand growth forecasts for the year, citing reduced Chinese demand as a key factor. Markets remained focused on the potential for interest rate cuts in the US and EU next week, which could spur demand. Towards the end of the week, oil prices rose again on tightening supply concerns, as Hurricane Francine, now feared to be more severe than initially expected, approached the Gulf of Mexico, threatening to impact up to 1.5 million barrels per day, which accounts for 15% of US production.

Energy Commodities

Carbon €/t CO2	Coal \$/t	Oil \$/bbl	
€65.23	\$137.96	\$71.70	Present
€66.75	\$141.74	\$71.78	Last Week
-2.28%	-2.67%	-0.11%	Movement

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