

Week Ending: 22 October 2021

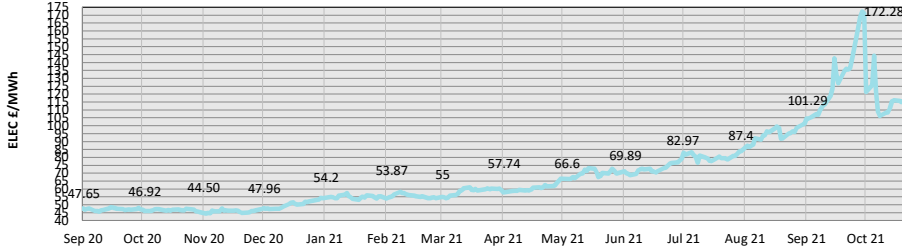
## UK Baseload Electricity Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	<b>£211.08</b>	£215.05	£249.92	£188.01	£51.45
Qtr Ahead	<b>£223.81</b>	£224.43	£247.39	£192.76	£52.94
Season Ahead	<b>£113.34</b>	£112.17	£114.62	£186.08	£48.08
Year Ahead	<b>£115.33</b>	£113.68	£116.20	£142.92	£47.58



## Electricity

### Electricity Year Ahead Pricing Information



Insight

At the start of the week, electricity contracts made significant reductions as forecasts predicted higher temperatures and increased wind with further downside from a sell-off in the European carbon market. The downward trend continued with an increase in wind generation and nuclear generation following the operation of Heysham 2 reactors. Weather forecasts continued to weigh in on the market combined with reduced reliance on the fuel-powered generation sources that reduce electricity contracts. Later into the week, demand for CCGT dropped as wind generation remained strong and eased supply fundamentals. Electricity contracts tracked additional losses through the NBP gas market and closed lower.

### Electricity Cost Movement (£)

	Last W/D	Last Week	Last Month	Last Year
M	-£3.97	-£38.84	<b>£23.07</b>	<b>£159.63</b>
Q	-£0.62	-£23.58	<b>£31.05</b>	<b>£170.87</b>
S	<b>£1.17</b>	-£1.28	-£72.74	<b>£65.27</b>
Y	<b>£1.65</b>	-£0.86	-£27.59	<b>£67.75</b>

### Electricity Real Movement (%)

	Last W/D	Last Week	Last Month	Last Year
M	-1.8%	-15.5%	<b>12.3%</b>	<b>310.3%</b>
Q	-0.3%	-9.5%	<b>16.1%</b>	<b>322.8%</b>
S	<b>1.0%</b>	-1.1%	-39.1%	<b>135.8%</b>
Y	<b>1.5%</b>	-0.7%	-19.3%	<b>142.4%</b>

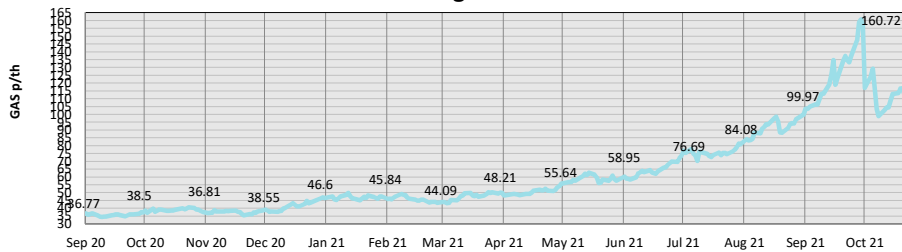
## UK NBP Gas Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	<b>£222.04</b>	£225.98	£247.08	£176.15	£44.11
Qtr Ahead	<b>£227.13</b>	£232.50	£253.15	£176.91	£45.93
Season Ahead	<b>£112.21</b>	£111.83	£111.93	£181.48	£36.75
Year Ahead	<b>£113.83</b>	£113.10	£113.04	£137.07	£40.64



## Gas

### Gas Year Ahead Pricing Information



Insight

The NBP gas market recorded losses at the start of the week following forecasts for increased LNG deliveries and wind generation output. Warmer weather forecasts weighed in on the market and provided additional downside, combined with the high wind output, which resulted in a significant drop off in demand for gas-powered generation sources. Throughout the week, the coal and European carbon markets weakened and longer-dated contracts continued to fall. Supplies were expected to increase following forecasts for additional LNG shipments and weak trading in the coal market pushed NBP values down. At the end of the week, warmer weather forecasts remain a key driver in the market while supplies from LNG increase and reduce NBP gas.

### Gas Cost Movement (£)

	Last W/D	Last Week	Last Month	Last Year
M	-£3.94	-£25.04	<b>£45.89</b>	<b>£177.93</b>
Q	-£5.38	-£26.03	<b>£50.22</b>	<b>£181.20</b>
S	<b>£0.38</b>	<b>£0.28</b>	-£69.27	<b>£75.46</b>
Y	<b>£0.73</b>	<b>£0.79</b>	-£23.25	<b>£73.19</b>

### Gas Real Movement (%)

	Last W/D	Last Week	Last Month	Last Year
M	-1.7%	-10.1%	<b>26.1%</b>	<b>403.4%</b>
Q	-2.3%	-10.3%	<b>28.4%</b>	<b>394.6%</b>
S	<b>0.3%</b>	<b>0.3%</b>	-38.2%	<b>205.3%</b>
Y	<b>0.6%</b>	<b>0.7%</b>	-17.0%	<b>180.1%</b>

Insight

Brent oil contracts rallied to record highs at the start of the week as global demand recovery increased and the fuel switch from gas to oil due to recent gas prices and further increased demand, despite a Chinese economic growth decline. Contracts continued to gain demand following an increase from the US due to production and supply damage sustained from previous hurricanes. Despite initial reports suggesting US oil inventory increases, an Energy Information Administration report contradicted this information and prices increased. Towards the end of the week, gains were shaved off as the USD increased value and promoted a sell-off. The demand growth and supply outlook still weighed on the market and closed contract values off at a high.

### Energy Commodities

Carbon €/t CO2	Coal \$/t	Oil \$/bbl	
57.98	228.5	<b>85.38</b>	Present
<b>59.44</b>	<b>240</b>	<b>84.81</b>	Last Week
-2.46%	-4.79%	0.67%	Movement

Contact Utility SwapShop:

Call: 0333 9000 246

Email: [info@utilityswapshop.co.uk](mailto:info@utilityswapshop.co.uk)