

Week Ending: 19 November 2021

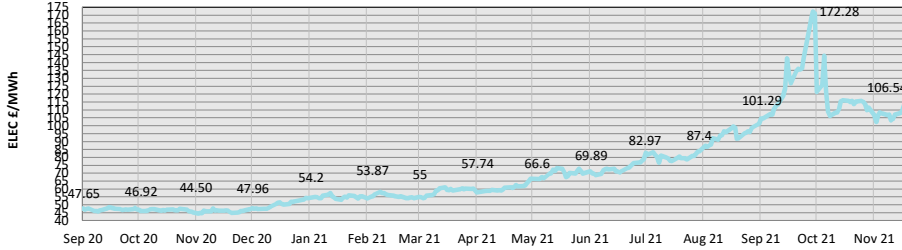
UK Baseload Electricity Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	£229.85	£225.88	£187.47	£211.08	£43.29
Qtr Ahead	£224.83	£225.96	£187.72	£223.81	£46.22
Season Ahead	£111.23	£109.89	£106.12	£113.34	£41.45
Year Ahead	£112.39	£111.21	£107.11	£115.35	£44.84



Electricity

Electricity Year Ahead Pricing Information



Electricity Cost Movement (£)				
	Last W/D	Last Week	Last Month	Last Year
M	£3.97	£42.38	£18.77	£186.56
Q	-£1.13	£37.11	£1.02	£178.62
S	£1.34	£5.11	-£2.11	£69.79
Y	£1.18	£5.28	-£2.95	£67.55

Electricity Real Movement (%)				
	Last W/D	Last Week	Last Month	Last Year
M	1.8%	22.6%	8.9%	431.0%
Q	-0.5%	19.8%	0.5%	386.5%
S	1.2%	4.8%	-1.9%	168.4%
Y	1.1%	4.9%	-2.6%	150.6%

Insight

At the start of the week, electricity contracts opened up high following the announcement that the IFA2 interconnector would be offline between the 16th and 17th of November. Weather forecasts also indicated lower winds and colder temperatures. Contracts then mirrored the NBP gas upward market movements throughout the week while forecasts delivered on low wind generation. Prices were also influenced by a reported delay to service the IFA2 and get it back online. Towards the end of the week, contracts initially mirrored the NBP gas market before parting away to an increase due to weather forecasts and strengthening coal and European carbon markets. The European carbon market continued to be a key driver alongside bullish weather for electricity contracts.

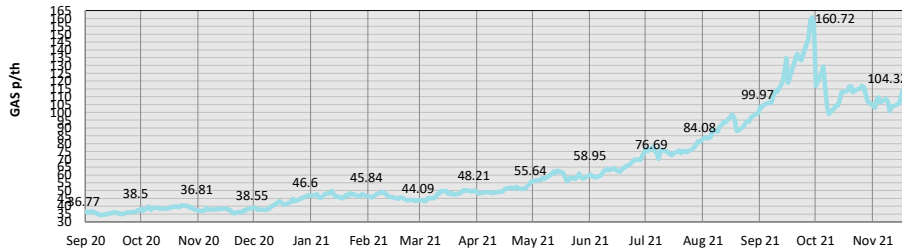
UK NBP Gas Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	£223.79	£232.25	£194.92	£222.04	£36.17
Qtr Ahead	£220.81	£228.00	£191.23	£227.13	£36.75
Season Ahead	£108.82	£107.20	£102.45	£112.21	£30.88
Year Ahead	£110.15	£108.85	£103.78	£113.83	£35.56



Gas

Gas Year Ahead Pricing Information



Gas Cost Movement (£)				
	Last W/D	Last Week	Last Month	Last Year
M	-£8.46	£28.88	£1.75	£187.63
Q	-£7.19	£29.58	-£6.32	£184.06
S	£1.61	£6.36	-£3.39	£77.94
Y	£1.30	£6.37	-£3.68	£74.60

Gas Real Movement (%)				
	Last W/D	Last Week	Last Month	Last Year
M	-3.6%	14.8%	0.8%	518.8%
Q	-3.2%	15.5%	-2.8%	500.9%
S	1.5%	6.2%	-3.0%	252.4%
Y	1.2%	6.1%	-3.2%	209.8%

Insight

NBP gas contracts gained value at the start of the week following forecasts for lower temperatures, Norwegian supply issues and limited Russian supplies into Europe reserved for December. Norwegian supply issues affected prices later into the week while the Nord Stream 2 approval delay was announced, which raised concerns about limited flows through winter while demand was increasing. The Nord Stream 2 continued to weigh in on the market and push prices higher with upside from cold temperature forecasts. At the end of the week, NBP gas contracts made a slight dip, despite reducing Russian supplies and an uncertain supply outlook for the winter. Contracts continued to fall with increased wind generation, Russian supply and reduced CCGT demand, ignoring colder weather forecasts.

Insight

Brent oil contracts remained low at the start of the week due to the USD increase being a key driver. OPEC also forecasted a fall in global demand compared to the last few months due to a slow demand increase from China and India. Global inventories were tightened later into the week causing an increase to Brent contracts but were limited by lockdown restriction within Europe. After a mixed period, Brent contracts lose value over fears that demand will significantly reduce due to increase COVID-19 cases and lockdowns which would result in an oversupplied system. Towards the end of the week, contracts continued to fall with the announcement from China and the US to consider releasing strategic reserves that would bring more supply to the market. Contracts made a slight recovery as investors saw the potential for demand increase when China and the US decide to refill their inventory in the future.

Energy Commodities				
	Carbon €/t CO2	Coal \$/t	Oil \$/bbl	
	69.36	152.5	78.92	Present
	63.27	153	82.15	Last Week
	9.63%	-0.33%	-3.93%	Movement

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