

Week Ending: 26 November 2021

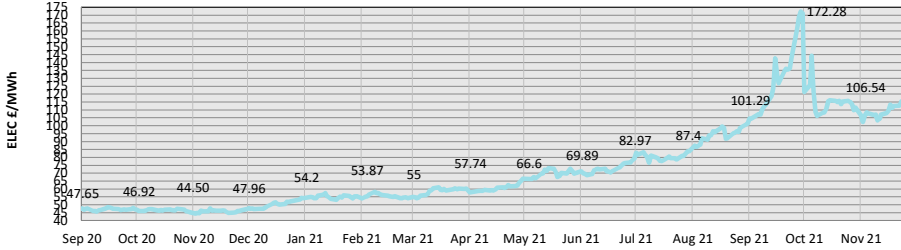
## UK Baseload Electricity Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	<b>£242.69</b>	£245.29	£229.85	£193.18	£49.08
Qtr Ahead	<b>£255.33</b>	£256.08	£224.83	£178.17	£50.78
Season Ahead	<b>£116.35</b>	£117.75	£111.23	£108.09	£43.31
Year Ahead	<b>£117.39</b>	£121.33	£112.39	£111.41	£46.56



## Electricity

### Electricity Year Ahead Pricing Information



Electricity Cost Movement (£)				
	Last W/D	Last Week	Last Month	Last Year
M	-£2.60	<b>£12.84</b>	<b>£49.51</b>	<b>£193.62</b>
Q	-£0.75	<b>£30.50</b>	<b>£77.16</b>	<b>£204.55</b>
S	-£1.41	<b>£5.12</b>	<b>£8.26</b>	<b>£73.04</b>
Y	-£3.95	<b>£4.99</b>	<b>£5.98</b>	<b>£70.83</b>

Electricity Real Movement (%)				
	Last W/D	Last Week	Last Month	Last Year
M	-1.1%	<b>5.6%</b>	<b>25.6%</b>	<b>394.5%</b>
Q	-0.3%	<b>13.6%</b>	<b>43.3%</b>	<b>402.9%</b>
S	-1.2%	<b>4.6%</b>	<b>7.6%</b>	<b>168.7%</b>
Y	-3.3%	<b>4.4%</b>	<b>5.4%</b>	<b>152.1%</b>

Insight

At the start of the week, European countries reinstated lockdown measures in response to increasing COVID-19 cases, which sent demand expectations falling and weakened contract prices. Furthermore, an additional downside was added by the declining NBP gas market. Continuing to mirror the NBP gas market, electricity contracts made gains and were supported by bullish cold and still weather forecasts. Electricity contracts continued the upward trend with increases from the NBP gas market, cold weather spells and a strengthened European carbon market throughout the majority of the week. Towards the end of the week, contract prices remain high due to previous bullish drivers.

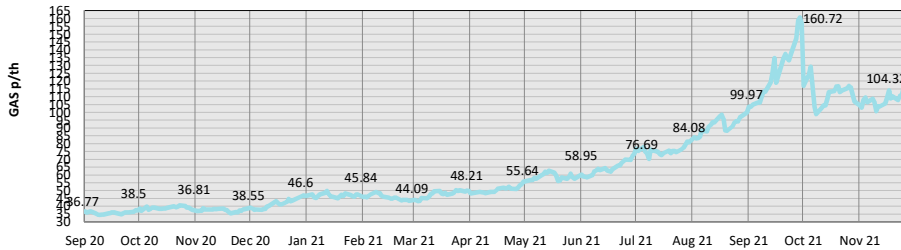
## UK NBP Gas Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	<b>£228.35</b>	£236.29	£223.79	£174.11	£41.49
Qtr Ahead	<b>£225.20</b>	£233.78	£220.81	£169.75	£41.18
Season Ahead	<b>£112.56</b>	£114.26	£108.82	£105.40	£33.58
Year Ahead	<b>£114.04</b>	£115.69	£110.15	£106.93	£37.89



## Gas

### Gas Year Ahead Pricing Information



Gas Cost Movement (£)				
	Last W/D	Last Week	Last Month	Last Year
M	-£7.94	<b>£4.56</b>	<b>£54.24</b>	<b>£186.87</b>
Q	-£8.59	<b>£4.39</b>	<b>£55.45</b>	<b>£184.02</b>
S	-£1.70	<b>£3.75</b>	<b>£7.16</b>	<b>£78.98</b>
Y	-£1.64	<b>£3.89</b>	<b>£7.11</b>	<b>£76.16</b>

Gas Real Movement (%)				
	Last W/D	Last Week	Last Month	Last Year
M	-3.4%	<b>2.0%</b>	<b>31.2%</b>	<b>450.4%</b>
Q	-3.7%	<b>2.0%</b>	<b>32.7%</b>	<b>446.9%</b>
S	-1.5%	<b>3.4%</b>	<b>6.8%</b>	<b>235.2%</b>
Y	-1.4%	<b>3.5%</b>	<b>6.7%</b>	<b>201.0%</b>

Insight

The NBP gas market lost value at the start of the week following the further lockdown measures introduced in Europe to reduce new COVID-19 cases, which sparked concern for demand growth, despite bullish demand and weather fundamentals. Cold and still weather fundamentals continued to support gas contract increases alongside an increase in CCGT demand. Throughout the week, supply concerns grew over signals that Russia would stop flows through Moldova while cold temperatures and strong trades in the European carbon market added to contract values. Gains within the carbon market and below-average temperatures continued towards the end of the week and supported NBP gas market gains. Longer-dated contracts continued the upward trend while shorter contracts eased over comfortable UK supply levels.

Insight

Following the wider commodity trend, Brent oil contracts lost value as fears sparked that demand would decrease with lockdown measures being reinstated within Europe. Meanwhile, investors expect supply increases to the market through national strategic reserves. Despite the release of strategic reserves from the US, China, India and Japan, Brent oil traded higher as investors predict this could be a short term fix to a tight supply outlook. Brent contracts took a slight dip as the strategic reserves took effect later into the week. Later into the week, oil remained level as investors waited for signals from the OPEC meeting next week, which could reduce production and limit supplies in response to the release of strategic reserves. At the end of the week, Brent lost value as a new COVID-19 variant was discovered in South Africa resulting in suspended flights and softened demand.

Energy Commodities				
	Carbon €/t CO2	Coal \$/t	Oil \$/bbl	
	<b>72.78</b>	<b>157.5</b>	<b>72.76</b>	Present
	<b>69.36</b>	<b>152.5</b>	<b>78.92</b>	Last Week
	4.93%	3.28%	-7.81%	Movement

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