

Week Ending: 11 March 2022

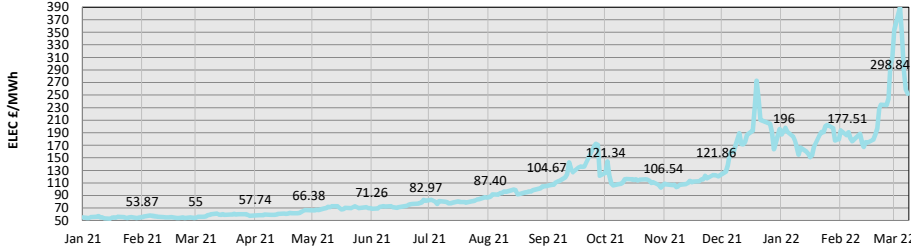
UK Baseload Electricity Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	£266.58	£274.81	£371.84	£169.99	£57.24
Qtr Ahead	£263.62	£272.45	£359.02	£176.15	£55.09
Season Ahead	£256.35	£263.37	£367.33	£174.58	£55.70
Year Ahead	£252.02	£258.70	£353.92	£179.56	£60.35



Electricity

Electricity Year Ahead Pricing Information



Electricity Cost Movement (£/MWh)

	Last W/D	Last Week	Last Month	Last Year
M	-£8.22	-£105.25	£96.59	£209.34
Q	-£8.84	-£95.41	£87.46	£208.53
S	-£7.02	-£110.98	£81.77	£200.65
Y	-£6.68	-£101.90	£72.46	£191.67

Electricity Real Movement (%)

	Last W/D	Last Week	Last Month	Last Year
M	-3.0%	-28.3%	56.8%	365.7%
Q	-3.2%	-26.6%	49.7%	378.5%
S	-2.7%	-30.2%	46.8%	360.2%
Y	-2.6%	-28.8%	40.4%	317.6%

Insight

At the start of the week, the electricity market continued to grow to record highs alongside the NBP gas market as Europe called to ban the import of Russian oil, potentially reducing Russian gas supplies in retaliation. Despite Russian threats to cut off the Nord Stream 1 gas pipeline, Russian gas increased and reversed significant gains from previous sessions. Throughout the week, increased wind and higher temperature forecasts supported downside for electricity contracts while Ukraine and Russia continue discussions to reduce conflict. Towards the end of the week, bearish weather fundamentals continued to drive the market down alongside the losses in the NBP gas market. Increased wind generation also eased supplies to close off the week.

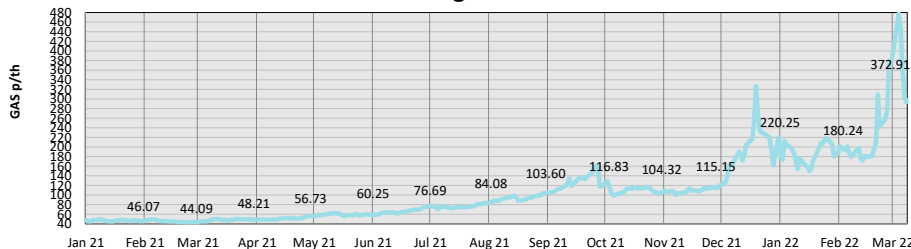
UK NBP Gas Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	306.89	332.87	455.85	180.19	46.83
Qtr Ahead	307.15	329.45	445.30	180.26	45.02
Season Ahead	303.75	321.42	439.80	179.78	44.79
Year Ahead	293.60	304.50	397.20	184.39	49.52



Gas

Gas Year Ahead Pricing Information



Gas Cost Movement (p/therm)

	Last W/D	Last Week	Last Month	Last Year
M	-25.98	-148.96	126.70	260.07
Q	-22.30	-138.15	126.89	262.14
S	-17.67	-136.05	123.97	258.96
Y	-10.90	-103.59	109.21	244.08

Gas Real Movement (%)

	Last W/D	Last Week	Last Month	Last Year
M	-7.80%	-32.68%	70.31%	555.40%
Q	-6.77%	-31.02%	70.39%	582.33%
S	-5.50%	-30.93%	68.96%	578.16%
Y	-3.58%	-26.08%	59.23%	492.87%

Insight

The NBP gas market opened the week with significant gains as Eastern conflict continued and potential supply disruptions of Russian gas sparked fear. Additional value was added by bullish weather fundamentals and reducing LNG supplies. Fortunately, the market made significant losses as Russian gas flows and LNG shipments increased with a reversal of weather forecasts to support losses. Europe continued to receive healthy Russian gas flows, despite previous threats to pause the pipeline. Meanwhile, higher temperature and wind forecasts added to the downside. Healthy supplies into Europe continued to be a key market mover and bring stability. At the end of the week, UK demand reduced as strong wind generation contributed to supplies, and Russian gas flow to Europe remained stable.

Insight

The Brent oil market experienced high volatility at the start of the week following reports that Europe and the US were discussing a ban on Russian oil exports, which would significantly reduce supplies. Despite other markets easing off, Brent contracts continued to gain value as the US announced a ban on all Russian oil imports. The oil market lost some value throughout the week as investors awaited reports that key oil producers would support an OPEC increase for oil production with Russia removed from the US market. Brent oil continued to lose value as OPEC called for the US to increase production quotas, despite concerns that this may not be enough to replace Russian oil. At the end of the week, oil contracts opened higher as the market struggled to increase supplies.

Energy Commodities

Carbon €/t CO2	Coal \$/t	Oil \$/bbl	
76.76	366	112.67	Present
65.1	418.75	118.11	Last Week
17.91%	-12.60%	-4.61%	Movement

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