

Week Ending: 08 April 2022

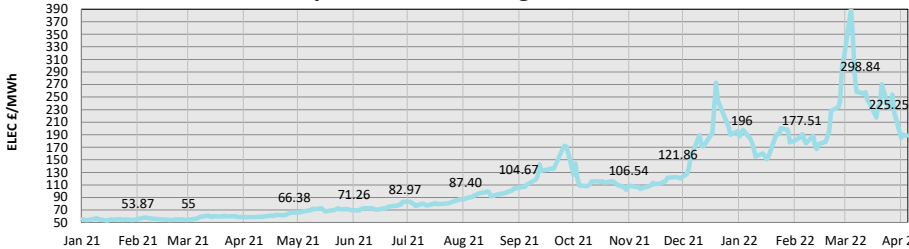
UK Baseload Electricity Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	£208.63	£209.53	£251.36	£266.58	£57.13
Qtr Ahead	£235.70	£222.70	£251.00	£263.62	£57.60
Season Ahead	£235.20	£233.03	£248.75	£256.35	£66.30
Year Ahead	£192.45	£188.87	£192.63	£252.02	£59.52



Electricity

Electricity Year Ahead Pricing Information



Electricity Cost Movement (£/MWh)

	Last W/D	Last Week	Last Month	Last Year
M	-£0.90	-£42.72	-£57.95	£151.51
Q	£13.00	-£15.30	-£27.92	£178.10
S	£2.17	-£13.55	-£21.15	£168.90
Y	£3.58	-£0.17	-£59.57	£132.94

Electricity Real Movement (%)

	Last W/D	Last Week	Last Month	Last Year
M	-0.4%	-17.0%	-21.7%	265.2%
Q	5.8%	-6.1%	-10.6%	309.2%
S	0.9%	-5.4%	-8.3%	254.8%
Y	1.9%	-0.1%	-23.6%	223.4%

Insight

At the start of the week, the electricity market lost value amid a bearish supply outlook with increased wind generation and high temperatures. Additional value was lost by mirroring the NBP gas market losses. Short term contracts continued to fall amid warmer temperatures that bring near term demand down, while long term contracts increased with the European coal and NBP gas markets. Throughout the week, most contracts started to regain value with revised weather forecasts indicating cold temperatures and talks on an EU ban on Russian coal which would limit supplies. Towards the end of the week, increased wind generation pushed back short term contracts with additional losses supported by weakened NBP gas contracts. The longer-term contracts increase with the European coal and carbon market trades.

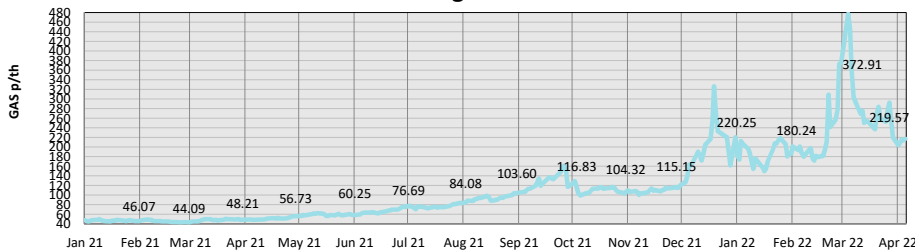
UK NBP Gas Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	237.75	236.00	286.37	306.89	47.28
Qtr Ahead	256.25	252.88	295.05	307.15	46.74
Season Ahead	264.93	264.08	288.49	303.75	55.63
Year Ahead	217.09	213.92	219.57	293.60	48.45



Gas

Gas Year Ahead Pricing Information



Gas Cost Movement (p/therm)

	Last W/D	Last Week	Last Month	Last Year
M	1.75	-48.63	-69.15	190.47
Q	3.38	-38.80	-50.90	209.51
S	0.84	-23.57	-38.83	209.30
Y	3.16	-2.49	-76.52	168.64

Gas Real Movement (%)

	Last W/D	Last Week	Last Month	Last Year
M	0.74%	-16.98%	-22.53%	402.84%
Q	1.33%	-13.15%	-16.57%	448.25%
S	0.32%	-8.17%	-12.78%	376.23%
Y	1.48%	-1.13%	-26.06%	348.06%

Insight

The NBP gas market opened the week low, losing value amid a healthy supply outlook from increased wind generation, LNG shipments and stable Russian gas flow into Europe. Unplanned Norwegian outages caused contracts to regain lost value as supplies shortened while additional support was provided from the European coal market. Midweek, contracts were pushed higher with forecasts of colder temperatures, continued Norwegian outages and additional sanctions being considered on Russian coal by the EU. Despite initial cold temperature forecasts, short term contracts lost value while wind generation picked up demand and revised forecasts indicated bearish weather. At the end of the week, longer-term contracts remained high due to the coal and carbon markets and demand increase following a drop in wind generation.

Insight

Brent oil gained value at the start of the week as investors continued to monitor the potential sanctions the West could impose on Russia that would disrupt supply. Despite tensions between Russia and the West, contracts lost value amid new COVID-19 cases in China that introduced lockdown restrictions and built concern for falling demand. Further sanctions were placed on Russia, initially increasing Brent contracts alongside an increasing US inventory, however, IEA announced a 120 million barrel emergency release to ease supply. The strategic release of supplies continued to ease the market, bringing contracts down, but some investors monitor the reducing COVID-19 cases in China that will increase demand. At the end of the week, contracts build value on the economic sanction placed on Russia but remain lower than last week.

Energy Commodities

Carbon €/t CO2	Coal \$/t	Oil \$/bbl	
80.09	291.6	102.78	Present
78.49	258.75	104.39	Last Week
2.04%	12.70%	-1.54%	Movement

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