

Week Ending: 22 July 2022

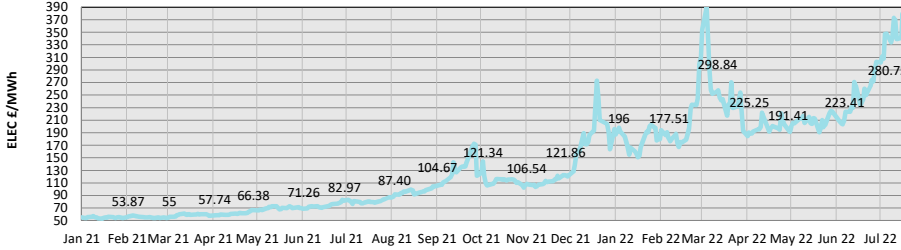
UK Baseload Electricity Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	£284.30	£264.00	£240.15	£201.53	£89.27
Qtr Ahead	£490.79	£468.73	£456.78	£246.30	£95.79
Season Ahead	£464.57	£450.03	£436.75	£314.03	£94.90
Year Ahead	£357.97	£346.70	£339.00	£250.03	£78.67



Electricity

Electricity Year Ahead Pricing Information



Electricity Cost Movement (£/MWh)

	Last W/D	Last Week	Last Month	Last Year
M	£20.30	£44.15	£82.77	£195.03
Q	£22.06	£34.02	£244.49	£395.00
S	£14.53	£27.82	£150.53	£369.66
Y	£11.27	£18.97	£107.93	£279.30

Electricity Real Movement (%)

	Last W/D	Last Week	Last Month	Last Year
M	7.7%	18.4%	41.1%	218.5%
Q	4.7%	7.4%	99.3%	412.4%
S	3.2%	6.4%	47.9%	389.5%
Y	3.2%	5.6%	43.2%	355.0%

Insight

At the start of the week, short-term contracts lost value following increased wind generation, while long-term contracts gained value as demand increased due to temperatures causing generation issues. Short-term prices remained low with forecasts for temperatures to drop, which could eliminate heat-related issues for nuclear generation. Mid-week, uncertainty grew over Russian gas ahead of the planned opening of Nord Stream 1, and wind generation dropped, with continued heat-related gas plant issues. Despite low wind generation, electricity contracts lost value, mirroring the NBP gas market and positive gas outlook with returned Russian supplies. At the end of the week, contracts increased with low wind generation, interconnector outages and increased interconnector exports, which reduced supplies.

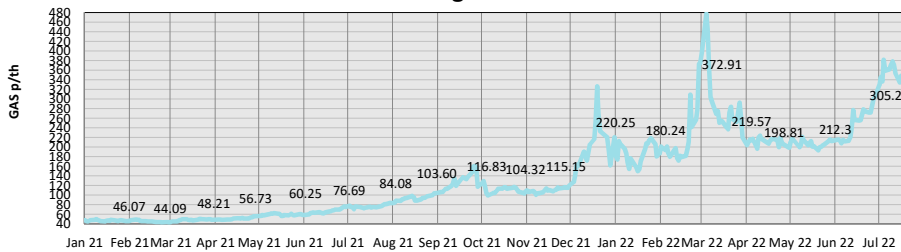
UK NBP Gas Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	326.06p	251.00p	223.00p	182.72p	88.81p
Qtr Ahead	411.72p	376.97p	417.00p	240.22p	94.14p
Season Ahead	409.97p	377.80p	421.50p	338.30p	93.22p
Year Ahead	349.99p	328.52p	353.25p	274.65p	74.62p



Gas

Gas Year Ahead Pricing Information



Gas Cost Movement (p/therm)

	Last W/D	Last Week	Last Month	Last Year
M	75.07p	103.06p	143.35p	237.25p
Q	34.75p	-5.28p	171.50p	317.58p
S	32.18p	-11.53p	71.67p	316.76p
Y	21.46p	-3.26p	75.34p	275.36p

Gas Real Movement (%)

	Last W/D	Last Week	Last Month	Last Year
M	29.91%	46.22%	78.45%	267.14%
Q	9.22%	-1.27%	71.39%	337.35%
S	8.52%	-2.74%	21.19%	339.81%
Y	6.53%	-0.92%	27.43%	369.01%

Insight

The NBP gas market lost value at the start of the week, despite high demand in extreme temperatures, as Norwegian supplies eased the supply outlook. The heatwaves caused issues early in the week for gas and nuclear plants resulting in reduced supplies, with wind generation also low, and increasing contract prices, particularly in the short term. Throughout the week, the market moved upwards with anticipation of the Nord Stream 1 opening from maintenance as Russian supplies to Europe may be lower than expected. Towards the end of the week, Russian supplies returned to Europe following the finished maintenance of Nord Stream 1, easing the supply outlook. However, demand sharply increased as wind generation fell and the Russian gas outlook remained uncertain, increasing contract values.

Insight

Brent oil opened the week high as investors followed concerns over Russian gas supplies ahead of Nord Stream 1 return to service. The USD lost value early in the week, causing a buy-in to the market, and further increased contract values. Throughout the week, contracts initially increased with continued concern over Russian supplies but soon after lost value with the US increasing capacity and potential for additional supplies. The USD recovered towards the end of the week, and interest rates increased, causing a reduction in contract prices; Additional Chinese COVID measures were also introduced, which threatened demand and supported the downwards shift. Brent oil remained on a downwards trend as previous supply concerns were eased.

Energy Commodities

Carbon €/t CO2	Coal \$/t	Oil \$/bbl	
€76.30	\$409.20	\$103.20	Present
€85.38	\$410.00	\$101.16	Last Week
-10.63%	-0.20%	2.02%	Movement

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Call: 0333 9000 246

Email: info@utilityswapshop.co.uk