

Week Ending: 12 August 2022

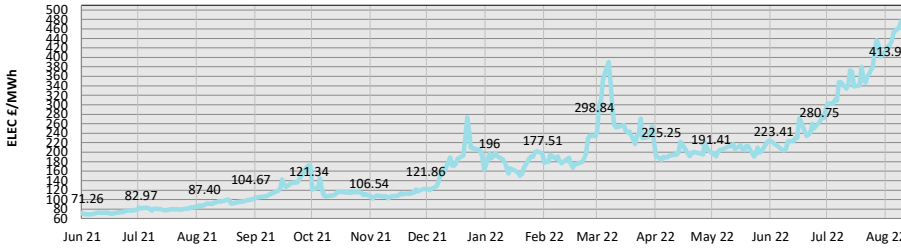
UK Baseload Electricity Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	£389.18	£391.69	£374.86	£240.15	£109.47
Qtr Ahead	£629.88	£633.38	£578.33	£456.78	£115.68
Season Ahead	£621.24	£622.10	£574.00	£436.75	£113.92
Year Ahead	£510.43	£498.78	£452.77	£339.00	£95.91



Electricity

Electricity Year Ahead Pricing Information



Electricity Cost Movement (£/MWh)

	Last W/D	Last Week	Last Month	Last Year
M	-£2.52	£14.32	£149.03	£279.71
Q	-£3.49	£51.55	£173.11	£514.21
S	-£0.86	£47.24	£184.49	£507.32
Y	£11.65	£57.66	£171.43	£414.52

Electricity Real Movement (%)

	Last W/D	Last Week	Last Month	Last Year
M	-0.6%	3.8%	62.1%	255.5%
Q	-0.6%	8.9%	37.9%	444.5%
S	-0.1%	8.2%	42.2%	445.3%
Y	2.3%	12.7%	50.6%	432.2%

Insight

At the start of the week, the electricity market lost value with increased wind generation despite forecasts for increased temperatures across Europe, potentially stretching supplies. Except for some short-term contracts, the rest of the market gained value amid CCGT demand and reduced French nuclear capacity due to increasing temperatures while the European carbon and oil market supported gains. Throughout the week, short-term contracts increased alongside the rest of the market due to temperature increases, which also forecasted demand to increase. Short-term temperature gains remained a key driver for the market with CCGT demand, while long-term concerns grew for supply and demand ahead of the winter period. At the end of the week, contracts made a slight dip despite ongoing bullish trends.

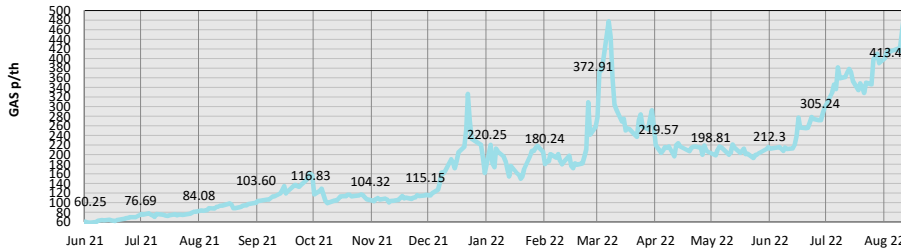
UK NBP Gas Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	395.25p	407.13p	372.23p	223.00p	112.17p
Qtr Ahead	491.54p	503.85p	463.66p	417.00p	116.87p
Season Ahead	507.20p	519.79p	469.27p	421.50p	115.03p
Year Ahead	480.91p	481.63p	416.37p	353.25p	93.60p



Gas

Gas Year Ahead Pricing Information



Gas Cost Movement (p/therm)

	Last W/D	Last Week	Last Month	Last Year
M	-11.88p	23.02p	172.25p	283.08p
Q	-12.32p	27.88p	74.54p	374.67p
S	-12.59p	37.93p	85.70p	392.17p
Y	-0.72p	64.54p	127.66p	387.31p

Gas Real Movement (%)

	Last W/D	Last Week	Last Month	Last Year
M	-2.92%	6.18%	77.24%	252.36%
Q	-2.44%	6.01%	17.87%	320.60%
S	-2.42%	8.08%	20.33%	340.92%
Y	-0.15%	15.50%	36.14%	413.78%

Insight

The NBP gas market lost value at the start of the week with ongoing Belgian interconnector outages, reducing UK exports, and forecasts for increased LNG imports and wind generation. The majority of the market saw increases soon after, as wind generation dropped, resulting in CCGT demand increases, while Norwegian supplies were reduced due to outages. Mid-week, UK interconnector exports increased, despite ongoing Norwegian outages and low wind generation, as did temperatures which caused further demand expectations. Towards the end of the week, contracts continued to sharply increase, particularly in the short-term, as supplies remained low with further reductions expected. The market remained high at the end of the week, with CCGT demand increasing and an uncertain supply outlook.

Insight

Brent oil contracts made slight value increases at the start of the week as demand forecasts improved due to increased Chinese exports, signalling bullish movement for their oil demand. The USD also lost value, promoting a buy-in to the market and supporting higher values and issues in Russia caused most supplies to halt, further increasing global supply and demand concerns and, therefore, contract values. Throughout the week, Iran's oil production increased and resulted in higher than expected supplies in the market to Europe. Despite increased supplies, investors remained concerned with forecasted demands signalling an upwards trend. Increasing demand concerns quickly outgrew the worry of potential increased COVID-19 restrictions in China, which would reduce global demand.

Energy Commodities

Carbon €/t CO2	Coal \$/t	Oil \$/bbl	
€88.87	\$407.65	\$98.15	Present
€84.76	\$361.00	\$94.92	Last Week
4.85%	12.92%	3.40%	Movement

Contact Utility SwapShop:

Call: 0333 9000 246

Email: info@utilityswapshop.co.uk