

Week Ending: 26 August 2022

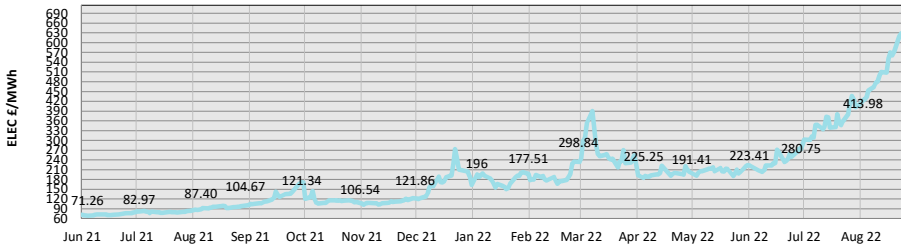
UK Baseload Electricity Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	£574.00	£554.35	£451.66	£310.67	£112.73
Qtr Ahead	£830.63	£792.00	£673.72	£540.53	£118.86
Season Ahead	£842.98	£804.28	£676.09	£525.37	£117.14
Year Ahead	£715.90	£684.16	£570.32	£401.68	£98.64



Electricity

Electricity Year Ahead Pricing Information



Electricity Cost Movement (£/MWh)

	Last W/D	Last Week	Last Month	Last Year
M	£19.65	£122.34	£263.33	£461.27
Q	£38.63	£156.91	£290.09	£711.77
S	£38.70	£166.89	£317.61	£725.84
Y	£31.74	£145.59	£314.22	£617.26

Electricity Real Movement (%)

	Last W/D	Last Week	Last Month	Last Year
M	3.5%	27.1%	84.8%	409.2%
Q	4.9%	23.3%	53.7%	598.8%
S	4.8%	24.7%	60.5%	619.6%
Y	4.6%	25.5%	78.2%	625.8%

Insight

At the start of the week, long-term supply concerns remained the market driver for increasing prices, with additional support from news that Nord Stream 1 would be closed for maintenance towards the end of the month. Despite low wind generation and demand for CCGT, the market lost value, mirroring the NBP gas market as supply concerns eased with increased Norwegian flows. The dips were short-lived as, throughout the week, Russian supply concerns remained with Nord Stream 1 maintenance pending an extended closure of the US Freeport LNG terminal. The bullish spikes continued towards the end of the week as Norwegian supplies unexpectedly dropped and the market mirrored NBP gas movement with continuous record highs. Extended EDF nuclear plant outages also supported further winter period contract increases.

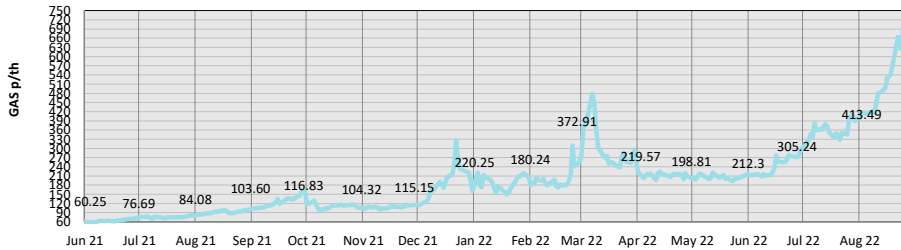
UK NBP Gas Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	578.00p	576.50p	457.29p	320.00p	117.72p
Qtr Ahead	733.50p	719.22p	579.13p	456.92p	122.08p
Season Ahead	787.80p	752.85p	602.13p	458.87p	121.05p
Year Ahead	744.65p	703.05p	575.43p	390.22p	96.81p



Gas

Gas Year Ahead Pricing Information



Gas Cost Movement (p/therm)

	Last W/D	Last Week	Last Month	Last Year
M	1.50p	120.72p	258.00p	460.28p
Q	14.28p	154.38p	276.59p	611.42p
S	34.95p	185.67p	328.94p	666.75p
Y	41.60p	169.22p	354.43p	647.84p

Gas Real Movement (%)

	Last W/D	Last Week	Last Month	Last Year
M	0.26%	26.40%	80.63%	391.00%
Q	1.99%	26.66%	60.53%	500.84%
S	4.64%	30.84%	71.68%	550.81%
Y	5.92%	29.41%	90.83%	669.19%

Insight

The NBP gas market sharply increased at the start of the week as Nord Stream 1 has planned maintenance for the end of the month. Additional increases were supported by Norwegian and UK outages. Supply concerns were slightly eased later on with the return of Norwegian supplies. Mid-week, wind generation continued to average below seasonal expectations and increased CCGT demand, supporting short-term increases, and Norwegian outages returned, further limiting supplies. The US Freeport LNG terminal closure was also extended, expected to re-open in November, supporting short-term increases and wind generation averages fell 20% below seasonal expectations, increasing CCGT demand. At the end of the week, the UK expect LNG deliveries to ease supplies as gas plants remain offline due to temperatures.

Insight

Brent oil lost value at the start of the week, despite potential COVID-19 measure increases in China, as the USD increased value and shifted forecasts for global demand to fall. Despite long-term demand predictions, the market increases following news of potential production reductions, which supported contract increases. Oil remained volatile throughout the week with increasing caused by Russian export concerns, potential OPEC production cuts and a partial shutdown of a US refinery. Towards the end of the week, investors were expecting Iranian oil to return to the market and bring additional supplies, but their nuclear program remained stalled. Increasing US interest rates sparked concerns that fuel demand would reduce, resulting in a slight dip in the market.

Energy Commodities

Carbon €/t CO2	Coal \$/t	Oil \$/bbl	
€90.31	\$417.40	\$100.99	Present
€98.01	\$416.25	\$96.72	Last Week
-7.86%	0.28%	4.41%	Movement

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