

Week Ending: 13 January 2023

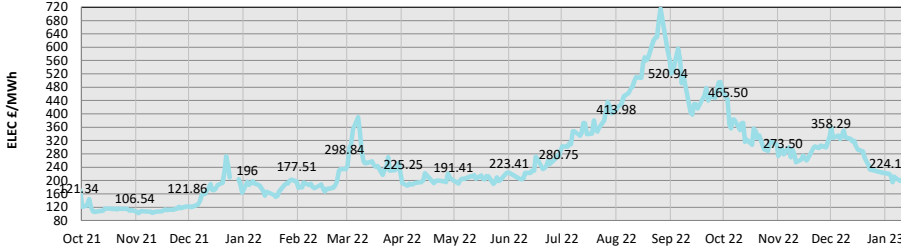
UK Baseload Electricity Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	£174.01	£169.38	£164.19	£326.78	£227.05
Qtr Ahead	£170.63	£168.12	£188.05	£318.07	£167.54
Season Ahead	£172.33	£167.73	£186.72	£275.22	£160.03
Year Ahead	£193.04	£190.27	£211.41	£293.25	£166.18



Electricity

Electricity Year Ahead Pricing Information



Electricity Cost Movement (£/MWh)

	Last W/D	Last Week	Last Month	Last Year
M	£4.63	£9.82	-£152.77	-£53.04
Q	£2.51	-£17.42	-£147.44	£3.09
S	£4.61	-£14.39	-£102.88	£12.30
Y	£2.77	-£18.37	-£100.21	£26.86

Electricity Real Movement (%)

	Last W/D	Last Week	Last Month	Last Year
M	2.7%	6.0%	-46.8%	-23.4%
Q	1.5%	-9.3%	-46.4%	1.8%
S	2.7%	-7.7%	-37.4%	7.7%
Y	1.5%	-8.7%	-34.2%	16.2%

Insight

At the start of the week, the electricity market was supported by bearish signals from wind generation increases as the UK hit record levels last week, with further increases forecasted throughout the week. Mild and windy weather continued to support generation but has stopped LNG shipments from docking in the UK. Despite some delays, 23 LNG deliveries are expected to arrive in the UK on Jan-23, adding additional support for short-term supply security. Wind forecasts remain above the seasonal average throughout the week limiting demand for CCGT, investors are also monitoring the LNG fundamentals as China's return to market from lockdowns will lead to increased competition while Europe is reliant. At the end of the week, Germany readied 2 LNG terminals for Jan-23, further boosting supplies.

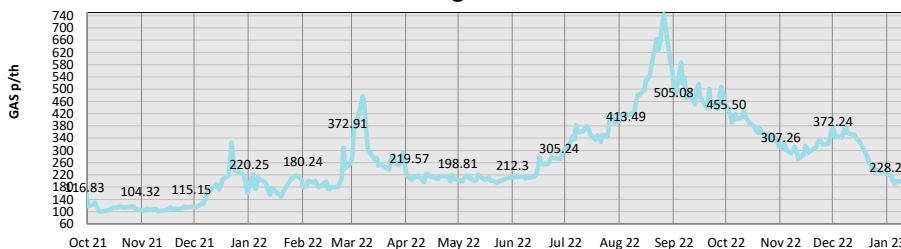
UK NBP Gas Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	167.40p	167.76p	180.83p	334.68p	216.00p
Qtr Ahead	172.70p	174.80p	187.80p	336.03p	174.35p
Season Ahead	173.50p	175.64p	188.42p	322.03p	172.77p
Year Ahead	186.04p	188.77p	199.98p	328.03p	176.69p



Gas

Gas Year Ahead Pricing Information



Gas Cost Movement (p/therm)

	Last W/D	Last Week	Last Month	Last Year
M	-0.37p	-13.43p	-167.28p	-48.60p
Q	-2.10p	-15.10p	-163.33p	-1.65p
S	-2.14p	-14.92p	-148.53p	0.73p
Y	-2.73p	-13.94p	-141.99p	9.35p

Gas Real Movement (%)

	Last W/D	Last Week	Last Month	Last Year
M	-0.22%	-7.43%	-49.98%	-22.50%
Q	-1.20%	-8.04%	-48.61%	-0.95%
S	-1.22%	-7.92%	-46.12%	0.42%
Y	-1.44%	-6.97%	-43.29%	5.29%

Insight

The NBP gas market saw a downward movement at the start of the week, following high levels of wind generation and health LNG delivery numbers for Jan-23. However, the U.S. Freeport LNG terminal is expected to be delayed by months, supporting long-term increases. Contracts continued to be supported by weather fundamentals that reduced CCGT demand. Mid-week, gas storage levels remained healthy but forecasted mild weather fundamentals throughout 2023 may impact hydro and nuclear generation, applying increases for the long term. Gas contracts remained low towards the end of the week, with wind generation supporting CCGT demand reductions, but were limited due to France's potential reliance on UK imports for the short term. Norwegian gas outages provided bullish movement at the end of the week.

Insight

Brent oil opened the week with upwards movement as China emerges from strict lockdowns and provides potential demand increases. Increases were short-lived as concerns for global interest rate increases threaten future demand. Throughout the week, forecasts for Chinese oil demand throughout 2023 support some bullish movement for the long term. Toward the end of the week, Brent remained lodged between the Chinese demand increase and global recession factors for flat trading. Potential for rising demand took over at the end of the week and provided upwards movement.

Energy Commodities

Carbon €/t CO2	Coal \$/t	Oil \$/bbl	
€83.72	\$370.25	\$85.28	Present
€81.50	\$400.00	\$78.57	Last Week
2.72%	-7.44%	8.54%	Movement

Contact Utility SwapShop:

Call: 0333 9000 246

Email: info@utilityswapshop.co.uk