

Week Ending: 03 February 2023

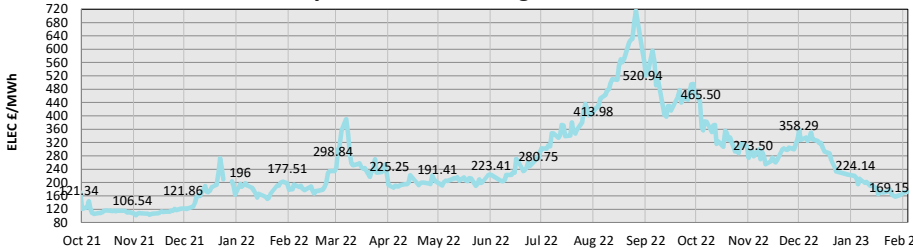
UK Baseload Electricity Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	£150.25	£154.43	£139.58	£164.19	£184.81
Qtr Ahead	£156.71	£156.55	£141.96	£188.05	£187.70
Season Ahead	£157.82	£158.06	£143.07	£186.72	£185.52
Year Ahead	£172.21	£171.53	£157.41	£211.41	£194.06



Electricity

Electricity Year Ahead Pricing Information



Electricity Cost Movement (£/MWh)

	Last W/D	Last Week	Last Month	Last Year
M	-£4.18	£10.67	-£13.94	-£34.56
Q	£0.16	£14.75	-£31.34	-£30.99
S	-£0.24	£14.75	-£28.91	-£27.70
Y	£0.68	£14.80	-£39.20	-£21.85

Insight

At the start of the week, the electricity market lost value amid rising wind generation that reduced fossil fuel demand, and 10 LNG deliveries were confirmed for Feb-23 to increase short-term supply security. The IFA-1 interconnector also returned to operation increasing supply potential between UK and France, further supporting short-term securities. Throughout the week, increased temperatures supported reduced demand, and the UK is forecasted to take record imports from France in 2023 with increased nuclear capacity and the return of IFA-1. UK exports are expected to reduce with French nuclear capacities peaking this month, increasing supplies, but falling wind generation applied some gas demand increases. At the end of the week, weather fundamentals for the week ahead and nuclear outages provided strong bullish moves.

Electricity Real Movement (%)

	Last W/D	Last Week	Last Month	Last Year
M	-2.7%	7.6%	-8.5%	-18.7%
Q	0.1%	10.4%	-16.7%	-16.5%
S	-0.2%	10.3%	-15.5%	-14.9%
Y	0.4%	9.4%	-18.5%	-11.3%

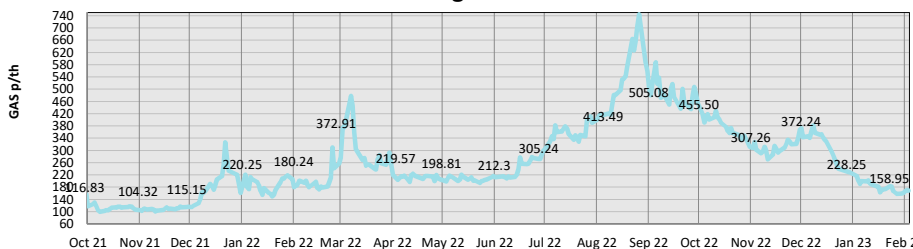
UK NBP Gas Prices

	Today	Last W/D	Last Week	Last Month	Last Year
Mth Ahead	148.44p	151.74p	140.88p	180.83p	199.35p
Qtr Ahead	153.69p	156.16p	143.47p	187.80p	197.50p
Season Ahead	155.15p	157.25p	144.32p	188.42p	197.28p
Year Ahead	168.21p	170.13p	158.11p	199.98p	201.25p



Gas

Gas Year Ahead Pricing Information



Gas Cost Movement (p/therm)

	Last W/D	Last Week	Last Month	Last Year
M	-3.30p	7.56p	-32.39p	-50.91p
Q	-2.46p	10.22p	-34.10p	-43.80p
S	-2.10p	10.83p	-33.27p	-42.13p
Y	-1.92p	10.10p	-31.77p	-33.04p

Insight

The gas market opened the week with increases due to a forecasted undersupplied close and extended nuclear outages that increased demand for gas in the short-term, despite healthy LNG expectations and rising wind generation. Gas demand shortly decreased following strong wind that provided a larger percentage into the mix, and Germany announced the start-up of an LNG facility for Feb-23 to support increased imports, reducing demand further. Rising temperatures and LNG outlooks provided continued bearish movement throughout the week, but Germany could cause increased competition in the LNG market and push gas prices up. Towards the end of the week, unplanned Norwegian outages and reduced wind increased gas demand. However, the market closed oversupplies and provided bearish movement.

Gas Real Movement (%)

	Last W/D	Last Week	Last Month	Last Year
M	-2.17%	5.36%	-17.91%	-25.54%
Q	-1.58%	7.13%	-18.16%	-22.18%
S	-1.34%	7.51%	-17.66%	-21.35%
Y	-1.13%	6.39%	-15.89%	-16.42%

Insight

Brent oil opened the week flat as the market was back and forth with impending interest rate hikes and the US inventory increases. There was some downward movement early in the week following an OPEC settlement that is likely to see oil production levels remain the same from their upcoming meeting. Russia later announced bans, which could last for 5 months, on exporters to the west due to current price-caps that may see significant increases if demand returns to the market with Chinese activity. Despite strong bullish potential, Brent closed lower at the end of the week than at open as supplies remain healthy.

Energy Commodities

Carbon €/t CO2	Coal \$/t	Oil \$/bbl	
€97.44	\$236.00	\$79.94	Present
€93.15	\$348.81	\$86.66	Last Week
4.61%	-32.34%	-7.75%	Movement

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