Weekly Energy Market Report 13th December 2023

Both gas and electricity prices dropped this week by 9.6% compared to last week's prices. Gas prices had initially increased earlier in the week due to increased demand caused by the colder temperatures. Prices soon dropped as temperatures became milder and a delivery of 8 LNG cargoes are expected next week. Upcoming lower demand during the festive period also pushed prices lower.

Electricity prices again followed the movements of the gas market, with an increase in wind generation and weaker trading with the carbon market also pushing prices lower.

Brent crude oil prices increased earlier in the week from \$74.30/bbl to \$76.03/bbl before dropping to \$73.24/bbl. Prices initially increased due to concerns around the Chinese economy as crude imports continue to fall. Opposing views regarding production cuts amongst OPEC members pushed prices lower later in the week.

Coal prices initially increased from \$120.75/t to \$122.90/t before later dropping to \$117.80/t this week. Carbon prices initially dropped from \in 70.17/t to \in 67.19/t before increasing to \in 68.58/t.

The Pound weakened against both the Euro ($\in 1.1676$ to $\in 1.1639$) and the US Dollar (\$1.2583 to \$1.3563) this week.

YEAR AHEAD PRICING (ENERGY ONLY)

Average Electricity Price (£/MWh) Average Gas Price (p/therm) 610 510 410 310 210 110 10 1515ep123 15/04/23 15/Dec/22 $\frac{e^{(1)^{2}}}{(1)^{2}} + \frac{1}{(1)^{2}} + \frac$ a12 Apr 12 Apr 1 Electricity (£/MWh) 9.6 Average Price % **Prompt Price** Future Price 82.43 82.92 83.41 PRICE MOVEMENTS OVER PAST WEEK Gas (p/Therm) 9.6 Prompt Price Future Price Average Price %

88.11

Information provided are comments on the current market and are not advice. SERVUS does not accept any liability in relation to any action taken based on the information provided. This information cannot be distributed without the consent of SERVUS.

88.20

88.02

Servus