

Weekly Energy Market Report

24th January 2024

We continue to see a decline in both gas and electricity prices this week with both dropping 8.0% and 7.1% respectively.

The decline in gas prices have occurred due to average temperatures increasing above seasonal norms and an increase in wind output in the UK resulting in lower requirement for gas fired heating. Delays in LNG deliveries thanks to Storm Isha did provide some resistance to falling price but overall supply has offset demand leading to the fall in price we see.

Electricity prices also continued to decline this week as they mirror changes in the gas market. Wind output greatly increasing thanks to recent storms has also played a role in the declining electricity price.

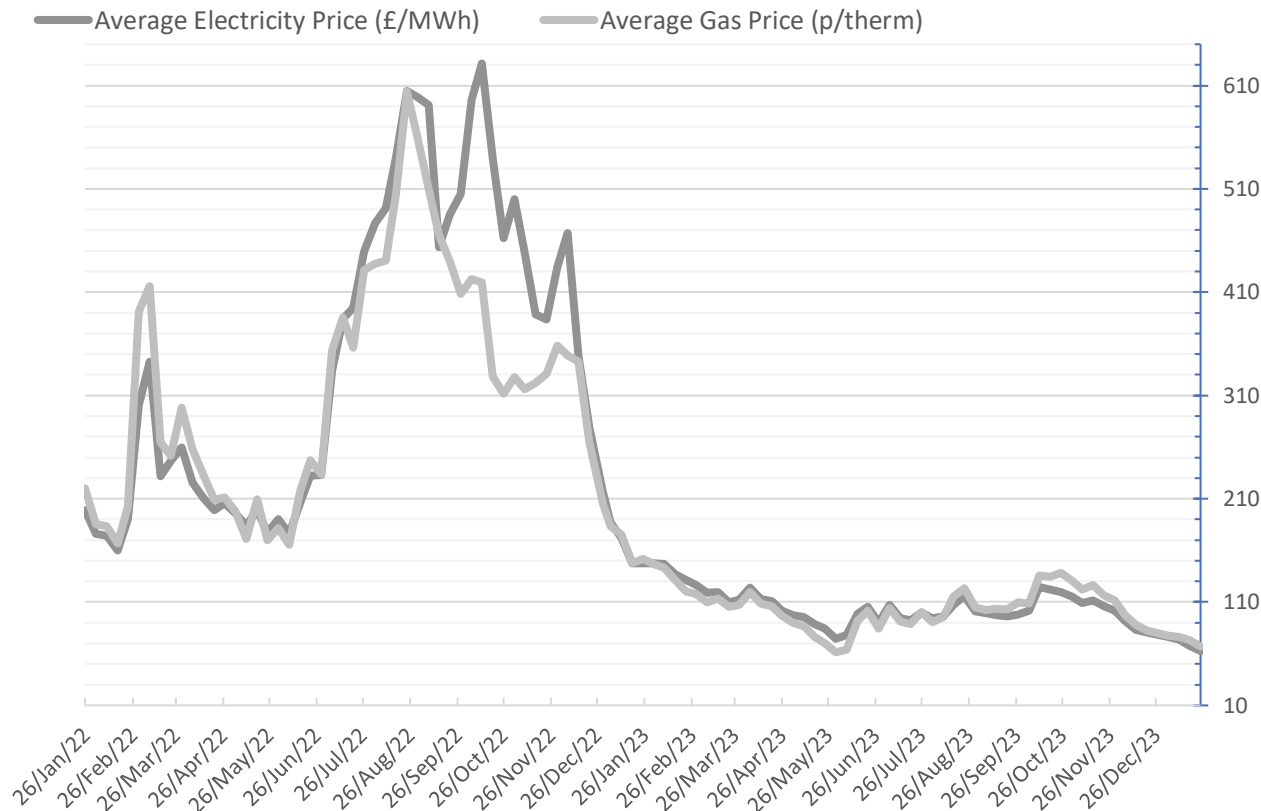
The price of oil has increased from \$77.88 to \$79.55 this week. Prices have increased as tensions in the Middle East continue to play on the sentiment of traders. Fuel and insurance cost for cargoes rounding South Africa to avoid conflict in the Middle East and the IEA predicting a growth in demand 2024 have all contributed to an increase in price.

Carbon prices have increased slightly from €63.15/t to €64.71/t and Coal prices have increased from \$107.10 to \$105.50.

The Pound has strengthened against the Euro (€1.1621 to €1.1691) and strengthened against Dollar (\$1.2638 to \$1.2740).

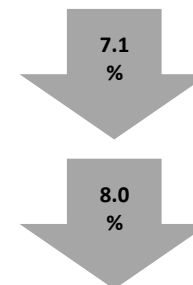


YEAR AHEAD PRICING (ENERGY ONLY)



Electricity (£/MWh)		
Prompt Price	Future Price	Average Price
63.77	61.55	62.66

Gas (p/Therm)		
Prompt Price	Future Price	Average Price
66.60	67.84	67.22



PRICE MOVEMENTS
OVER PAST WEEK