

Weekly Energy Market Report

6th March 2024

Both gas and electricity prices have risen again for the second consecutive week. We see 12.9% and 9.4% increases for gas and electricity respectively.

Increases in gas prices have been caused by large reductions in UK gas storage over the week. The UK is also expected to receive only 2 LNG cargoes by 10th March, a third of what was received this time last year. Lower wind forecast played against higher temperatures forecasts over the next week ultimately leading to a small increase in the expected gas fired demand.

Following the fundamentals of the gas market power prices have also risen with lower wind generation forecast. The Hartlepool nuclear reactor is also not expected to be at full capacity until the 14th March.

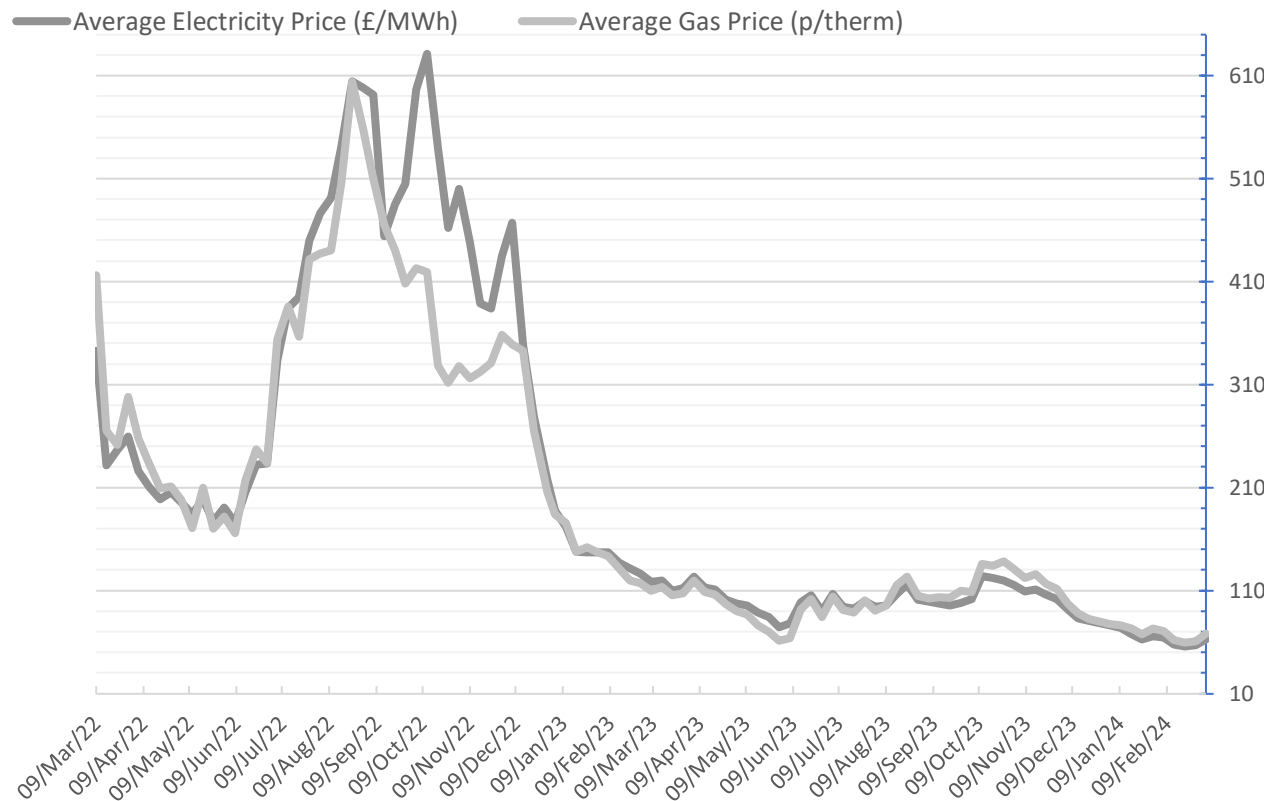
Oil prices have decreased from \$82.28/bbl to \$81.94/bbl this week. Prices over this week have been volatile with investors waiting on the OPEC+ announcement of further supply cuts. Production cuts were then announced to be extended into Q2 2024. There has also been a weakening in the US dollar with a high interest rate to help curb inflation.

Carbon prices have increased from €57.84/t to €58.89/t. Coal has increased from \$104.50/t to \$112.75/t.

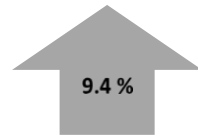
The pound has weakened against the euro from (€1.1696 to €1.1690) and Strengthened against the dollar (\$1.2688 to \$1.2753).



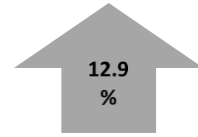
YEAR AHEAD PRICING (ENERGY ONLY)



| Electricity (£/MWh) | | |
|---------------------|--------------|---------------|
| Prompt Price | Future Price | Average Price |
| 62.74 | 62.39 | 62.56 |



| Gas (p/Therm) | | |
|---------------|--------------|---------------|
| Prompt Price | Future Price | Average Price |
| 68.28 | 68.25 | 68.27 |



PRICE MOVEMENTS OVER PAST WEEK