

Despite closing in on the winter months we continue to see a falling market prices for both gas and electricity. Declines of 1.3% and 2.2% respectively.

This week an overall drop in prices has been impacted by the grid being amply supplied by LNG cargoes and lower demand thanks to warmer temperatures at the beginning of the week. The UK is expected to receive 3 more LNG cargoes by the 18<sup>th</sup> of October meaning a healthy supply looks secure. Tensions in the Middle East did raise concern however, report of a transit deal between Ukraine and Azerbaijan did also help to keep the market lower.

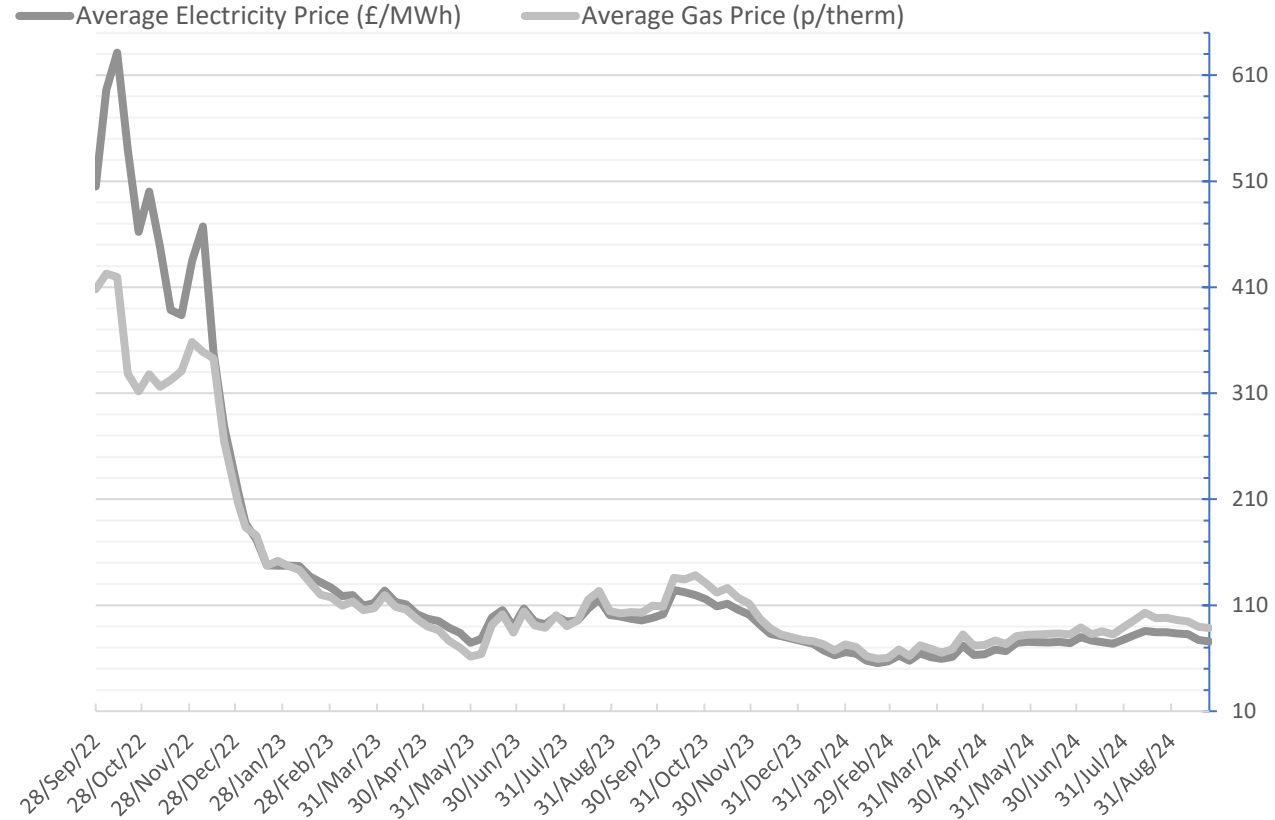
Power also feel largely tracking the wider energy complex and gas market. Wind generation remains around 20% above seasonal norms keeping prices down.

Oil prices rose from \$73.65/bbl to \$75.17/bbl. US interest rate cuts has led to hope that demand for oil would increase. Escalating tensions in the Middle East and a weakening US Dollar have contributed to oil prices rising.

Carbon prices have seen a slight increase from €63.7/t to €63.87/t. Coal prices have increased from \$114.25/t to \$114.80/t.

The pound has strengthened against the Euro (€1.1838 to €1.1951) and also strengthened against the Dollar (\$1.3165 to \$1.3368).

## YEAR AHEAD PRICING (ENERGY ONLY)



Electricity (£/MWh)		
Prompt Price	Future Price	Average Price
74.85	76.38	75.62

Gas (p/Therm)		
Prompt Price	Future Price	Average Price
87.68	89.33	88.50

**PRICE MOVEMENTS OVER PAST WEEK**

Electricity: -2.2%

Gas: -1.3%