

Weekly Energy Market Report
2nd November 2022

Both gas and electricity wholesale prices increased this week with gas increasing by 5.1% and electricity by 8.2% compared to last week. Gas prices increased earlier in the week due to concerns regarding the Freeport LNG terminal which has not yet reopened after being damaged by fire earlier this year. Prices dropped again later in the week as wind generation increased and a number of LNG deliveries arrived in the UK.

Electricity prices again followed the movements of the gas market as prices initially increased before dropping later in the week.

The price of Brent crude oil increased from \$93.52/bbl to \$96.96/bbl earlier this week before dropping to \$94.65/bbl. Prices initially increased following predictions of a lower supply outlook and a cut to interest rates. Improved demand forecasts also pushed prices higher. Prices dropped later in the week as China introduced new Covid lockdown measures and the US increased production.

Coal prices initially dropped this week from \$231.89/t to \$220.00/t before increasing back to \$230.00/t. Carbon prices increased initially from €75.79/t to €81.21/t before dropping back to €76.72/t this week.

The Pound strengthened against the Euro (€1.1528 to €1.1616) and weakened against the US Dollar (\$1.1535 to \$1.1469) this week.



YEAR AHEAD PRICING (ENERGY ONLY)

