

Gas and electricity prices both dropped again this week with gas dropping by 13.9% and electricity by 13.3% compared to last week. Factors such as strong supply with increased LNG deliveries and large supplies from Norway as well as falling demand pushed prices lower. Russian supplies to Europe also increased and UK interconnector exports dropped this week which also forced prices lower.

As well as following the trend of the gas market, electricity prices dropped as the coal and carbon markets weakened. Strong wind generation also had an impact on the lowering prices.

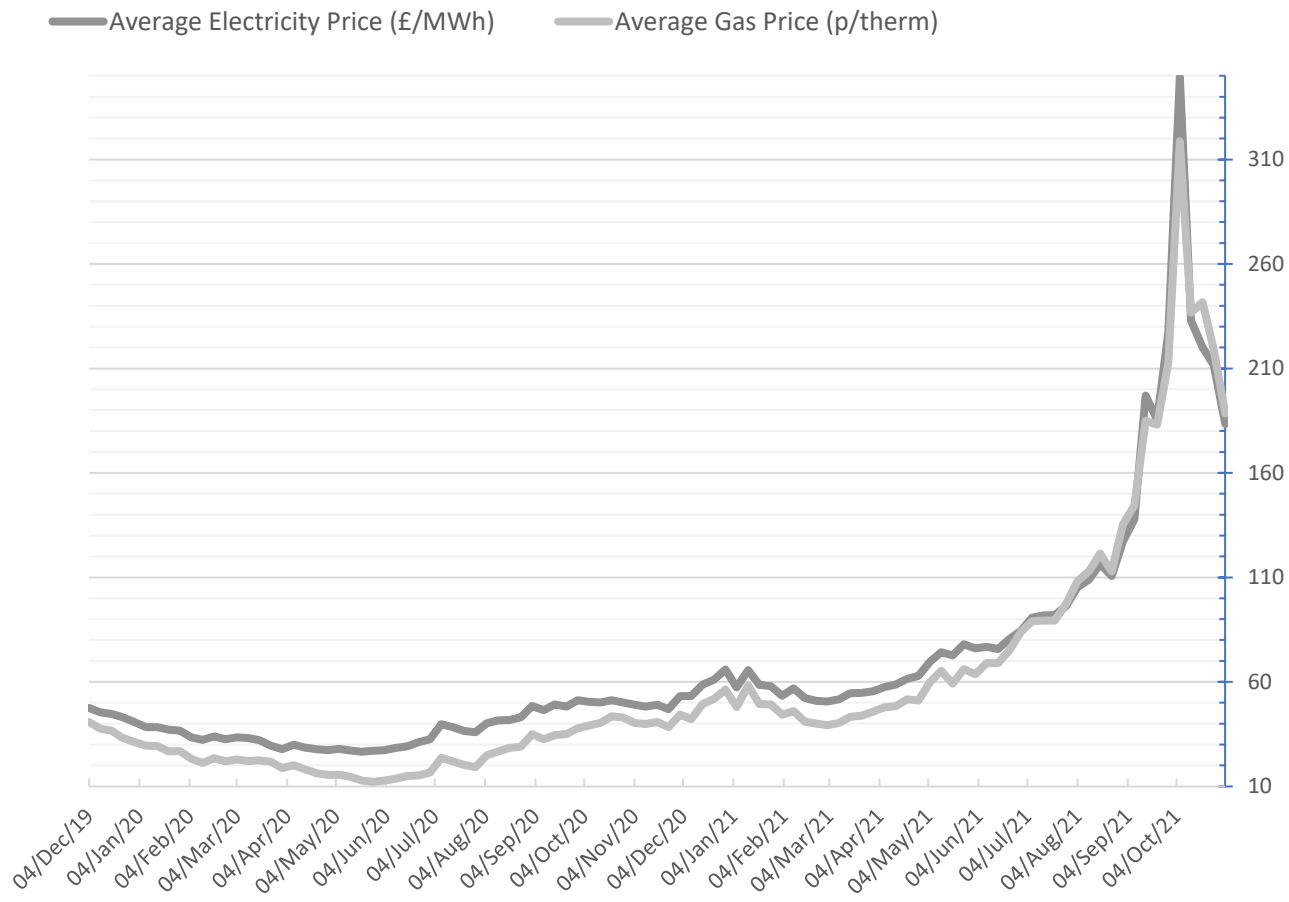
Brent crude oil prices fell from 84.58 USD/bbl to 84.32 USD/bbl before increasing to 84.72 USD/bbl. The initial drop in price was caused by a rise in US oil inventories as well as a strong US Dollar. An increase in coronavirus cases in Europe also pushed prices lower. Prices recovered as increased demand outpaced supply.

Coal prices initially dropped from \$116.50/t to \$96.25/t before rising back to \$111.20/t this week. Carbon prices dropped from €60.00/t to €56.94/t before rising to €59.68/t.

The Pound weakened against both the Euro (€1.1843 to €1.1772) and the US Dollar (\$1.3744 to \$1.3652) throughout this week.

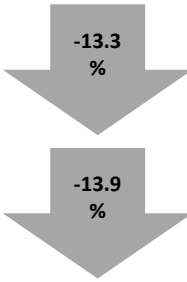


YEAR AHEAD PRICING (ENERGY ONLY)



Electricity (£/MWh)		
Prompt Price	Future Price	Average Price
193.75	173.00	183.38

Gas (p/Therm)		
Prompt Price	Future Price	Average Price
191.55	185.25	188.40



PRICE MOVEMENTS OVER PAST WEEK