

Weekly Energy Market Report

7th June 2023

After significant drops in the markets, we now have a week of prices rises in both electricity and gas.

Gas prices this week have fallen largely due to the reduced amount of supply and storage in the UK. LNG supply fell by almost half on Monday, along with unexpected maintenance at the Barrow gas terminal causing prices to remain higher despite forecasted lower demand.

Electricity prices have largely moved along with gas prices, increases being supported by nuclear unavailability and small increases in the carbon market.

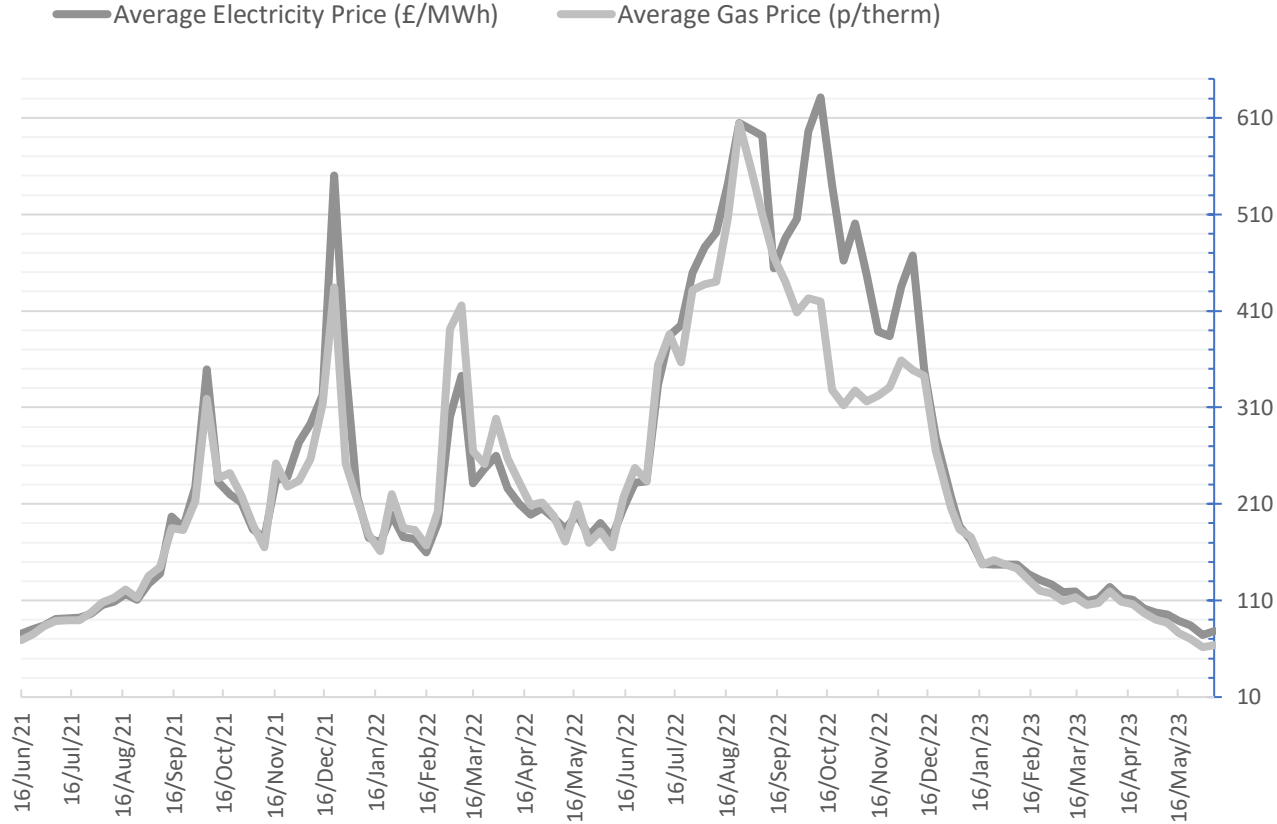
Oil prices have increased this week from \$72.66/bbl to \$76.29/bbl. This rise can be attributed mostly supply concerns; The US reserve is set to miss key targets, OPEC (Organisation of Petroleum exporting countries) pledging production cuts to counter rising demand and Saudi Arabia reducing production by 1 million barrels a day have all lead to rising prices.

Carbon prices have increased from €81.05/t to €81.25/t. Coal prices have increased from \$95.50/t to \$106.65/t.

The pound has strengthened against the euro (€1.1577 to €1.1643) and also strengthened against the dollar (\$1.2387 to \$1.2476).

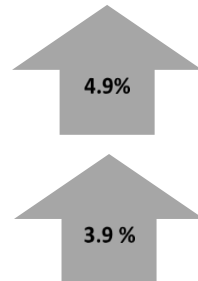


YEAR AHEAD PRICING (ENERGY ONLY)



Electricity (£/MWh)		
Prompt Price	Future Price	Average Price
77.01	79.22	78.12

Gas (p/Therm)		
Prompt Price	Future Price	Average Price
62.70	65.20	63.95



PRICE MOVEMENTS OVER PAST WEEK