

Weekly Energy Market Report
9th September 2022

Both gas and electricity prices dropped this week with gas dropping 8.6% and electricity by 1.2% compared to last weeks prices. Gas prices initially dropped sharply as the Nordstream pipeline was initially expected to return to service. Forecasts of increased LNG deliveries to the UK also pushed prices lower. Prices have however started to increase again later this week as Nordstream did not return to service as expected and due to unplanned outages in Norwegian gas pipelines.

Electricity prices mirrored the movements of the gas market throughout this week again due to the Nordstream news. Prices also dropped when the government made their announcement on the energy price caps. Expectations of further market price measures being introduced across Europe also pushed prices lower.

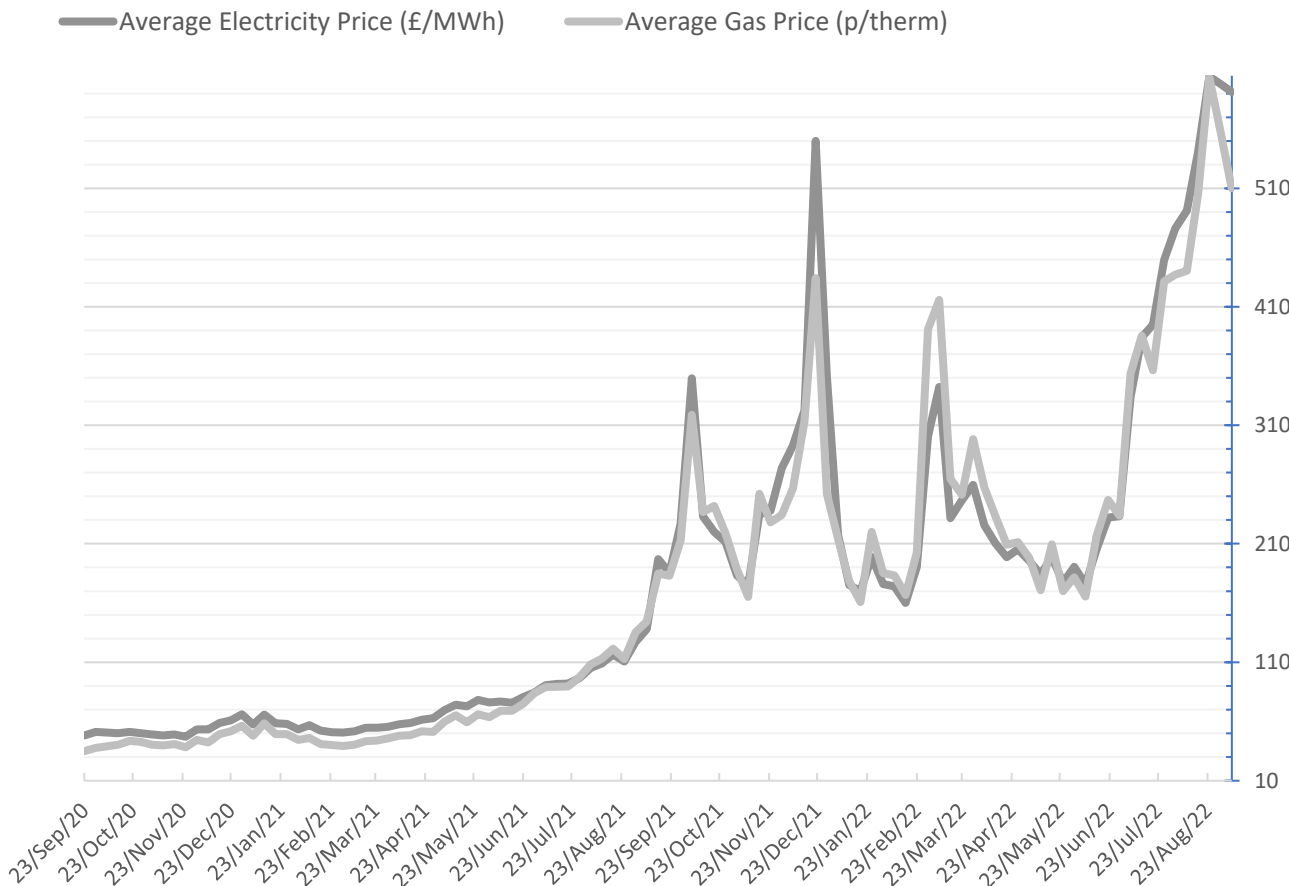
The price of Brent crude oil dropped sharply this week from \$99.31/bbl to \$88.00/bbl. Prices dropped due to forecasts of reduced global demand and the impact on the global economy as China and other Asian countries announced additional Covid restrictions this week.

Coal prices increased steadily throughout this week from \$303.60/t to \$333.45/t. Carbon prices however dropped throughout this week from \$80.03/t to \$70.78/t.

The Pound weakened against both the Euro (€1.1677 to €1.1505) and the US Dollar (\$1.1643 to \$1.1474) this week.



YEAR AHEAD PRICING (ENERGY ONLY)



| Electricity (£/MWh) | | |
|---------------------|--------------|---------------|
| Prompt Price | Future Price | Average Price |
| 577.73 | 605.00 | 591.36 |

| Gas (p/Therm) | | |
|---------------|--------------|---------------|
| Prompt Price | Future Price | Average Price |
| 486.75 | 533.50 | 510.13 |

- 1.2 %

PRICE MOVEMENTS OVER PAST WEEK

- 8.6 %

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