

Both gas and electricity prices continued to drop this week with gas prices decreasing by 8.8% and electricity by 23.3% compared to last week. Gas prices dropped as a larger number of LNG deliveries are expected towards the end of this month, easing supply concerns. A number of ongoing pipeline outages in the UK and Norway however stopped prices dropping any further. Weaker trading with coal and carbon markets earlier in the week also pushed prices lower.

Electricity prices dropped as they again followed the movements of the gas market. Forecasts of lower wind generation also pushed prices down.

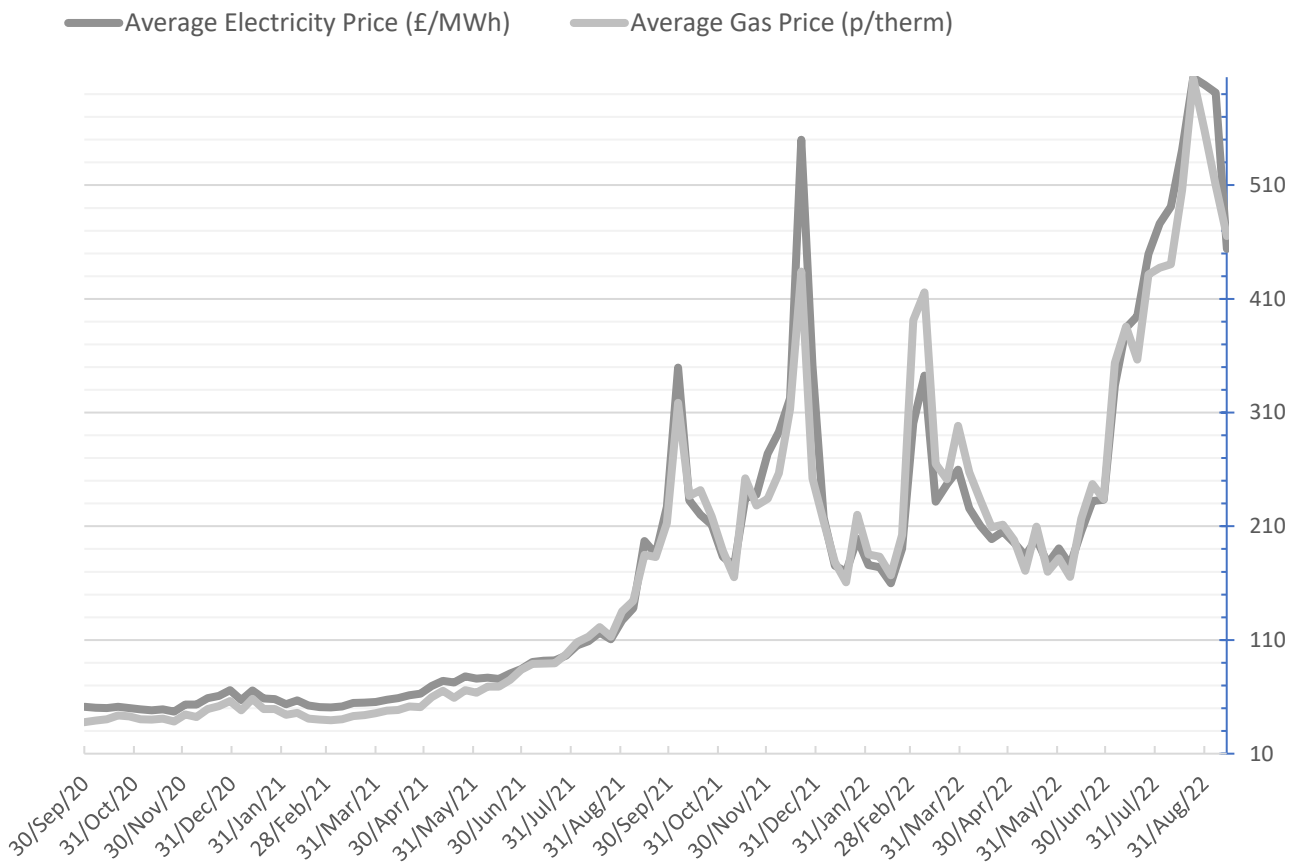
Brent crude oil prices increased throughout most of this week from \$88.00/bbl to \$94.10/bbl. Prices increased as European governments took action on increasing energy costs and the value of the US Dollar dropped. Potential measures being introduced to limit Russian oil production also pushed prices higher. Forecasts indicating a drop in demand stopped prices increasing any further.

Coal prices initially dropped earlier this week from \$302.89/t to \$300.81/t before increasing to \$310.00/t. Carbon prices also initially dropped from €69.03/t to €66.51/t before increasing back to €70.12/t.

The Pound weakened against both the Euro (€1.1568 to €1.1513) and the US Dollar (\$1.1474 to \$1.1416) this week.



YEAR AHEAD PRICING (ENERGY ONLY)



Electricity (£/MWh)		
Prompt Price	Future Price	Average Price
442.38	465.35	453.86

Gas (p/Therm)		
Prompt Price	Future Price	Average Price
443.93	486.50	465.21

- 23.3 %

PRICE MOVEMENTS OVER PAST WEEK

- 8.8 %