

Gas prices are continuing to trend downward this week. For much of this week the price drop can be attributed to increases in LNG imports and forecasts of healthy levels of gas storage. This has been helped further by an increase in temperature this week. Yesterday saw a small increase in price as wind output was forecast at 20% below the seasonal average. However, the UK is expecting a larger number of LNG cargoes than this time last year.

The price of electricity has also fallen this week. Yesterday prices still managed to fall despite the rise in gas however thanks to a 20% increase in solar generation forecasted combatting the decrease in the wind forecast.

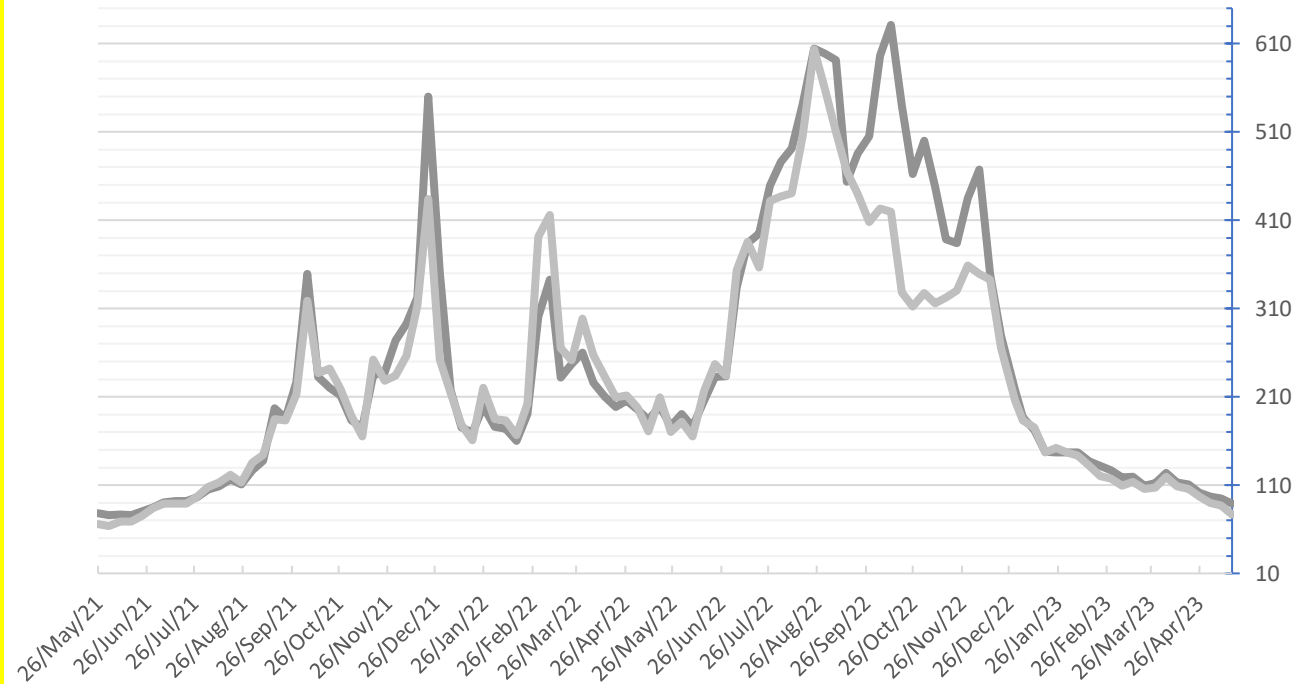
The price of oil is at \$78.27/bbl compared to \$76.96/bbl this time last week. Prices fell through the week thanks to a drop in US demand as the dollar increased in value. This however has begun to increase in price again thanks to further production cuts hinted at by OPEC(Organization of Petroleum exporting Countries) and hopes of a rise in demand.

The price of carbon has fallen this week from €88.15/t to €85.50/t. The prices of coal has increased from \$188.50/t to \$119.00/t.

The value of the pound has slightly increased against the euro (€1.1487 to €1.1489) and weakened against the dollar (\$1.2458 to \$1.2365).

YEAR AHEAD PRICING (ENERGY ONLY)

— Average Electricity Price (£/MWh) — Average Gas Price (p/therm)



Electricity (£/MWh)			- 5.4 %	PRICE MOVEMENTS OVER PAST WEEK
Prompt Price	Future Price	Average Price		
81.15	86.93	84.04		
Gas (p/Therm)			- 8.3 %	
Prompt Price	Future Price	Average Price		
67.05	73.18	70.11		