

Weekly Energy Market Report

25th November 2020

Both gas and electricity prices dropped this week with gas falling by 6.2% and electricity by 4.3%. Gas prices fell continuously throughout the week with an expected increase in the number of LNG deliveries having a large impact. An increase in wind generation, weaker trading within the carbon market and above average temperatures also pushed prices lower.

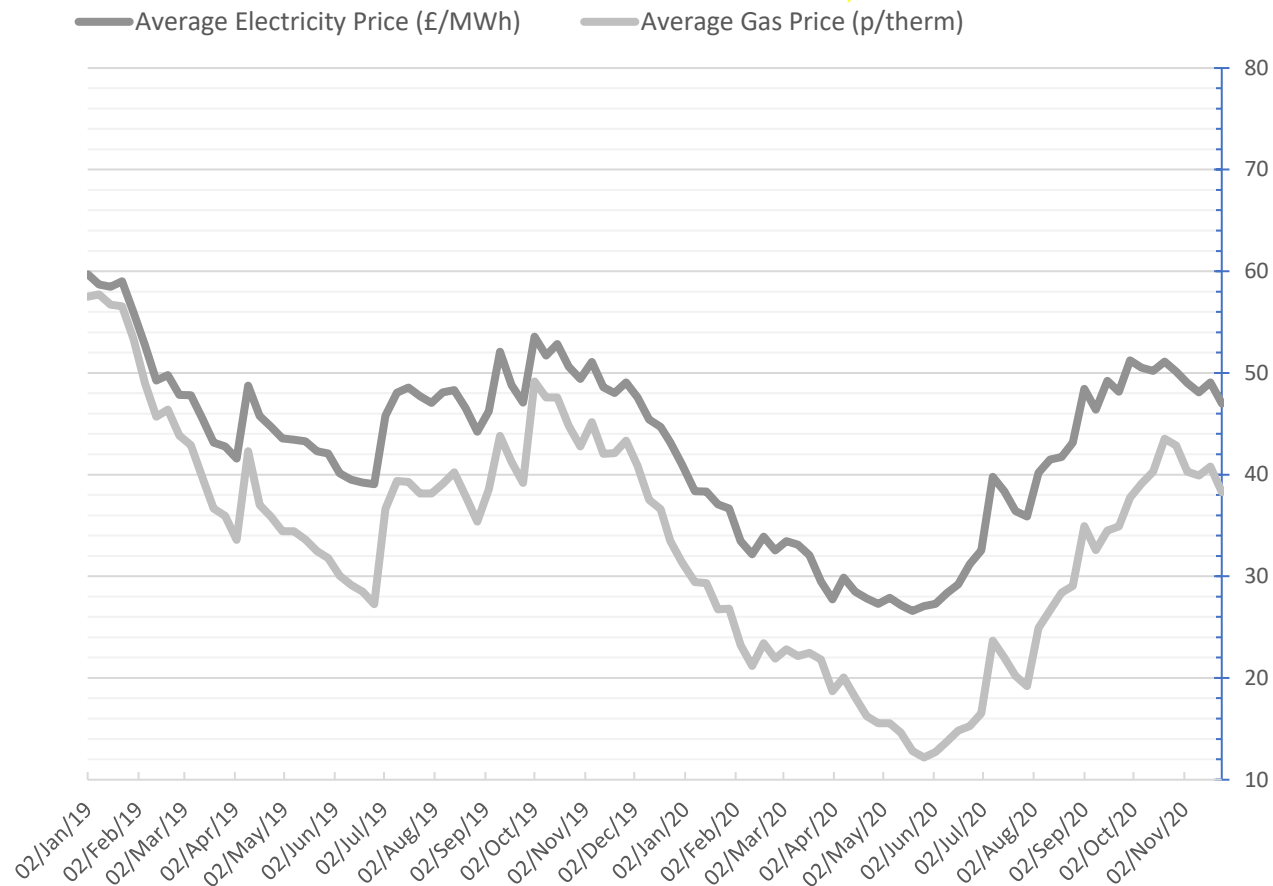
Electricity prices followed the gas market and also fell throughout the week. Again, higher temperatures and weak trading within the wider energy market had the greatest impact on the prices.

The price of Brent crude oil continually rose throughout this week from 44.20 USD/bbl to 48.11 USD/bbl. News of several successful Coronavirus vaccine trials pushed prices higher as investors became hopeful of recovery in oil demand. Less uncertainty around the US election results and hopes of OPEC announcing a suspension in the increase of production quotas also pushed prices higher.

Coal prices dopped throughout the week from \$56.40/t to \$54.50/t before rising to \$57.00/t. Carbon prices fell from €27.39/t to €26.27/t before recovering to €27.09/t.

The Pound strengthened against both the Euro (€1.1188 to €1.1213) and the US Dollar (\$1.3277 to \$1.3349) this week.

YEAR AHEAD PRICING (ENERGY ONLY)



Electricity (£/MWh)			-4.3%	PRICE MOVEMENTS OVER PAST WEEK
Prompt Price	Future Price	Average Price		
46.50	47.45	46.98		

Gas (p/Therm)			-6.2%	PRICE MOVEMENTS OVER PAST WEEK
Prompt Price	Future Price	Average Price		
38.37	38.16	38.26		