

# Weekly Energy Market Report

## 12th April 2017



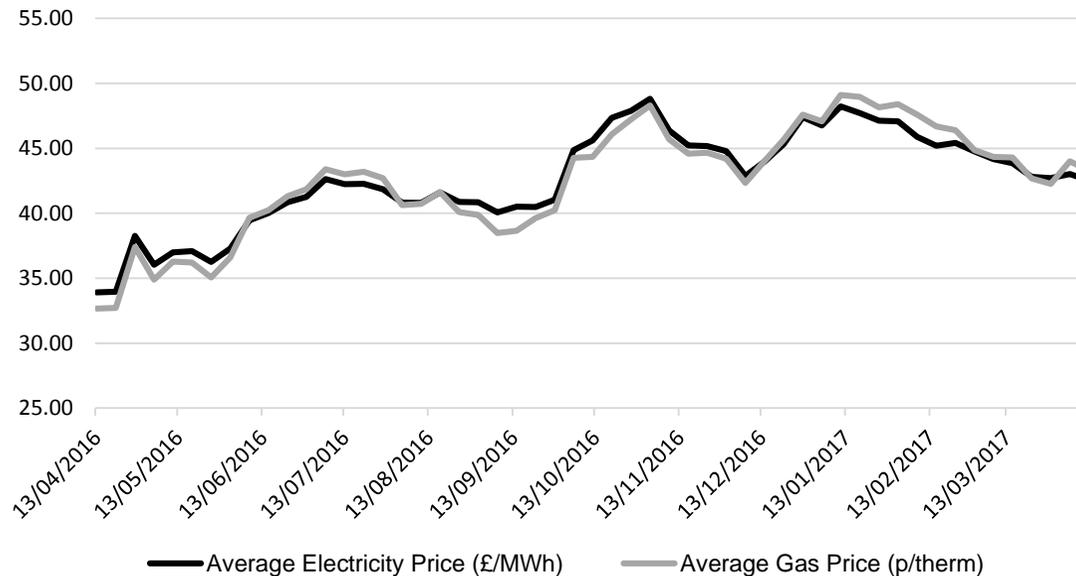
Electricity and gas prices have decreased over the last week. This is mainly due to higher wind generation and the return of a healthy supply of gas now that the outage at Kvitbjorn gas field has been resolved.

Gas prices have been the main driver over the last week. Gas fired power stations have taken an increased share of electricity generation due to nuclear power outages and higher demands due to cooler weather (although temperatures are average for the time of year). Gas prices have been bearish due to an oversupplied system. This is thanks to increased imports from Norway and LNG deliveries received this week. However gas demands may increase due to cooler temperatures. Winter prices have also received upward pressure on news that Rough gas storage facility will not be available for injections until April 2018. Electricity prices have been driven by gas.

Oil prices are continuing to increase due to rising global tensions in Syria and North Korea. They have received further bullish sentiment from the expectation that OPEC will extend production cuts and production outages in Libya and Canada. Coal prices have decreased due to the seasonal drop in demand.

The pound has strengthened over the last week.

YEAR AHEAD PRICING (ENERGY ONLY)



Electricity (£/MWh)		
Summer Price	Winter Price	Average Price
39.24	45.77	42.51



Gas (p/Therm)		
Summer Price	Winter Price	Average Price
40.30	46.25	43.28



PRICE MOVEMENTS OVER PAST WEEK