

Weekly Energy Market Report

25th October 2017

Electricity and Gas prices have decreased this week.

UK Gas prices have dropped since last week, but have risen since yesterday with the system reserve levels going from oversupplied to short due to a few unexpected Gas infrastructure outages. Weather continues to be warmer than seasonal norm, therefore Gas supply rather than demand has caused the increase in price. LNG cargo is due in later this week

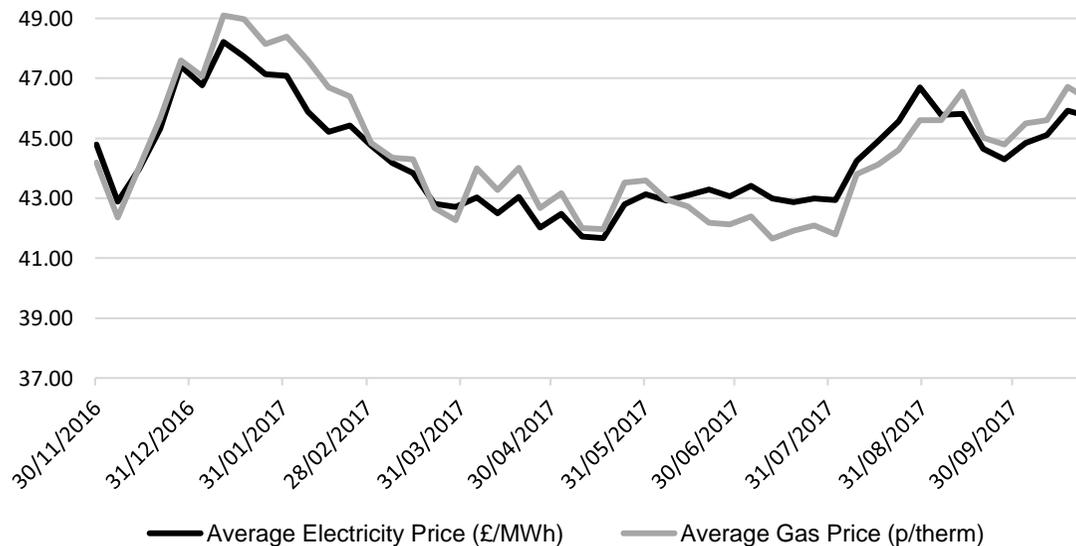
UK Electricity prices are also down from last week but have been on the rise this week with Coal and Carbon increasing in price, in addition with unexpected shortages with Gas supply. Concerns still remain around nuclear availability in France.

Oil continues to rise this week with the market currently in an undersupply state, this is expected to continue to the end of the year. Opec have reduced production by over 60% it is likely Opec will extend their reduced output agreement to the end of 2018. Drilling activity in the US still continues to drop. Political issues in the Middle East still remain.

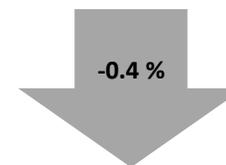
Last week the £/pound fell to a two-week low at \$1.308/£ with fears Bank of England's interest rates were to be increased. In addition the ongoing Brexit battle continues to have an affect on UK currency.



YEAR AHEAD PRICING (ENERGY ONLY)



Electricity (£/MWh)		
Summer Price	Winter Price	Average Price
43.07	48.40	45.74



Gas (p/Therm)		
Summer Price	Winter Price	Average Price
42.5	50.10	46.30



PRICE MOVEMENTS OVER PAST WEEK