

# Weekly Energy Market Report

## 07<sup>th</sup> February 2018

Forward curve Energy prices have further decreased this week.

Year ahead Gas prices continue to fall despite the recent drop in temperature and increase in demand. Storage levels are high and the system remains in an oversupplied state due to an increased level of imports frequently coming in from Norway and the continent. Temperatures are forecasted to remain low for the rest of the week.

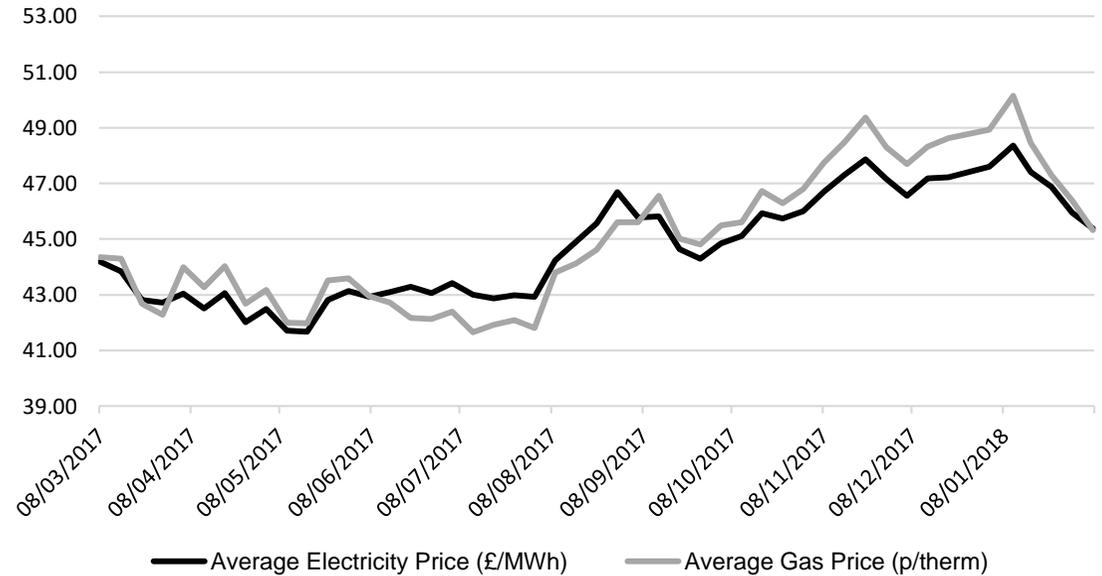
Electricity has benefited from lower Gas prices. Wind generation has been high and further benefit to the market has come from the return of Sizewell nuclear reactor to the grid, which provides an alternative source for Power production.

Oil prices have started to decline this week falling to it's lowest price in nearly a month \$67.44 a barrel. The dollar gaining in strength against other currencies and improved US production output are suggested to be contributing factors to oil prices decreasing.

The Pound this week has lost substantial recent gains it had made against the dollar these past few weeks following a huge global sell off in equities this week. The Dollar this week has benefited substantially bringing the trading price for the Pound as low as \$1.38/£. However these prices are still a lot higher than prices seen in 2017.



YEAR AHEAD PRICING (ENERGY ONLY)



Electricity (£/MWh)			-1.3%
Summer Price	Winter Price	Average Price	
42.4	48.35	45.38	

Gas (p/Therm)			-2.3%
Summer Price	Winter Price	Average Price	
41.33	49.33	45.33	

PRICE MOVEMENTS OVER PAST WEEK