

Weekly Energy Market Report

24th October 2018

Gas prices have fluctuated over the week as Norwegian flows have risen and fallen daily.

As of this date, the system is currently oversupplied and losses in coal and Brent crude have seen gas prices pushed lower, although the market retains a level of unpredictability.

Power continues to be strongly linked to the NBP gas prices and this is shown in the fact that Power prices by almost exactly the same degree as Gas.

Oil markets continue to fall following a sizeable increase in domestic crude inventories in the US.

Falling stock markets and a pledge by Saudi Arabia that they would increase supply to meet demand counteracted any potential diplomatic hostilities by the US and Saudi Arabia.

Brent crude trading at \$75.51/bbl, well down from the previous highs in excess of \$80.

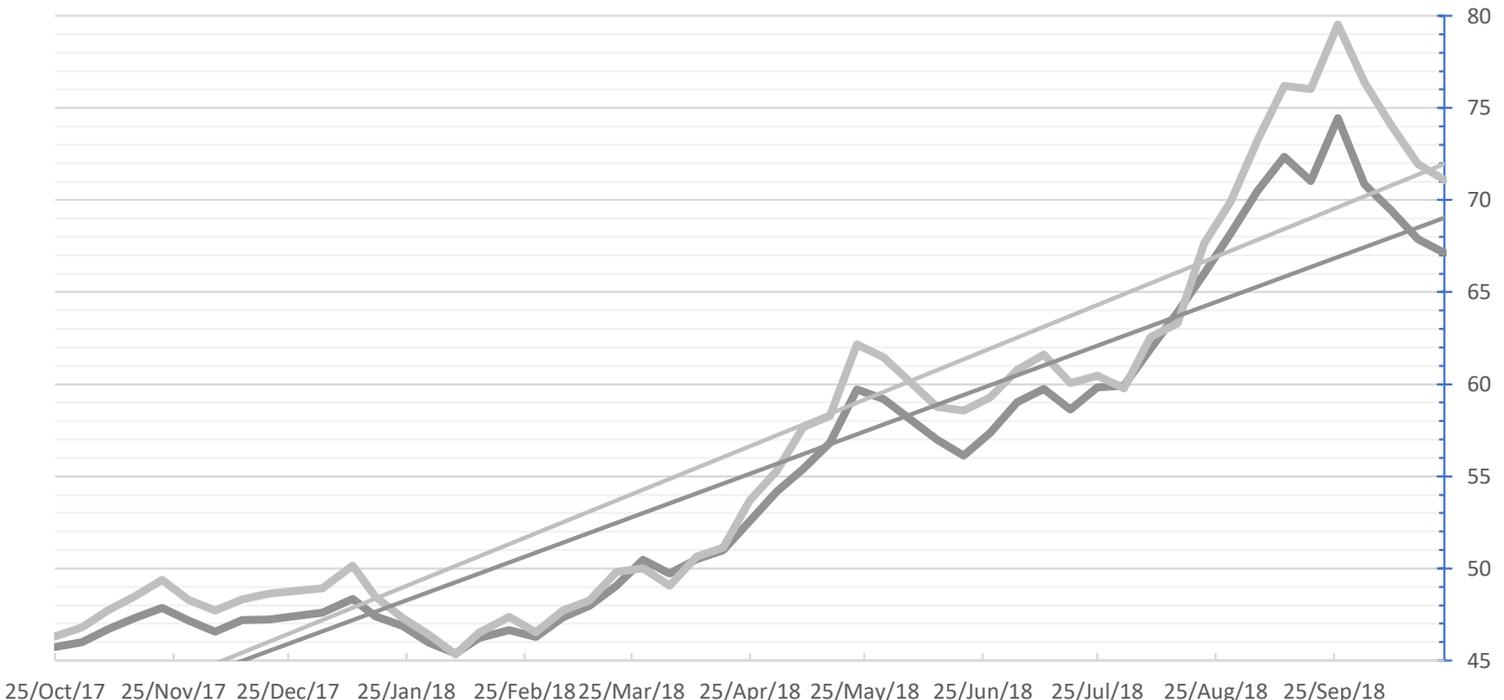
This week has seen PM May tell parliament that a Brexit deal is "95% done", then reports of an offer from the EU for a UK-wide customs union and the Prime Minister give reassurances that she would not accept the UK remaining "indefinitely" in either an extended transition or backstop.

She appears to have, for now, dodged the Tory Party vote of no confidence but the high-stakes games being played have seen the pound slide this week to just \$1.2910 USD.



YEAR AHEAD PRICING (ENERGY ONLY)

- Average Electricity Price (£/MWh)
- Linear (Average Electricity Price (£/MWh))
- Average Gas Price (p/therm)
- Linear (Average Gas Price (p/therm))



Electricity (£/MWh)		
Summer Price	Winter Price	Average Price
66.45	67.80	67.13



PRICE MOVEMENTS OVER PAST WEEK

Gas (p/Therm)		
Summer Price	Winter Price	Average Price
70.30	71.85	71.08

