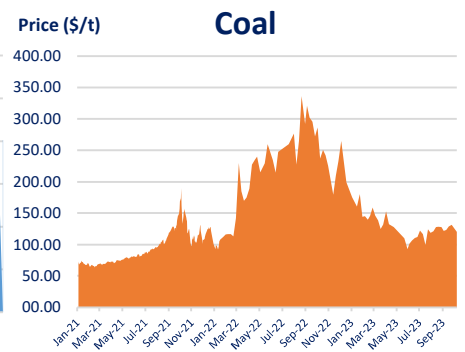
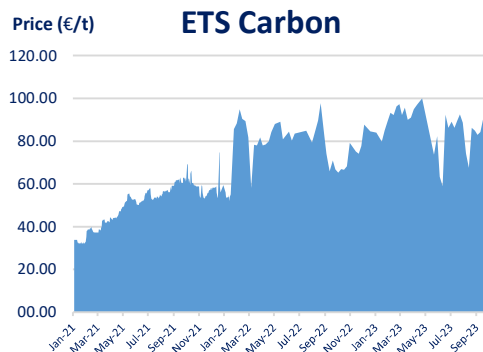
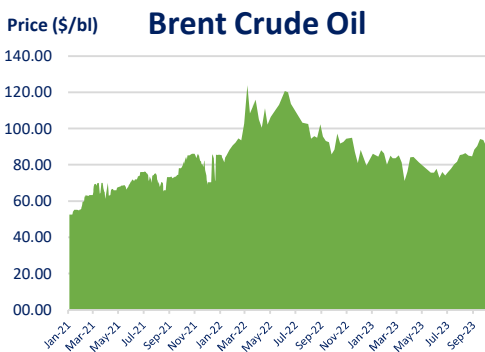
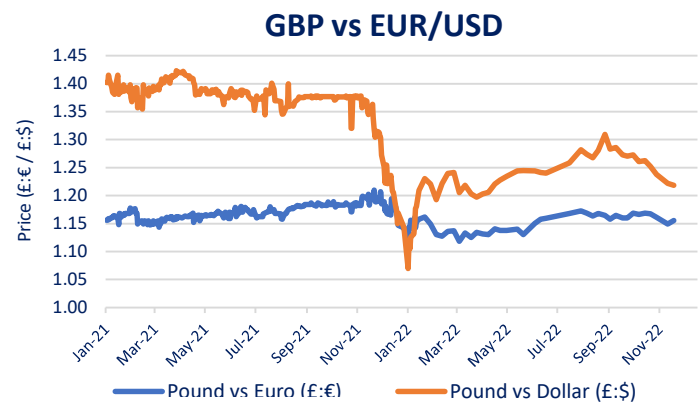


The UK gas system has opened this week in undersupply, instigating some early morning bullishness and upward market correction following some considerable downward movements witnessed earlier in the month. A reduction in Langed pipeline flows has prompted this shortness in supply, exacerbated further by strong exports from the UK to Europe. Furthermore, an unplanned outage in the North Sea at the Dvalin gas field hasn't helped proceedings but is expected to reach resolution tomorrow. Providing some downside risk are the long-term weather forecast, which has temperature predictions sat comfortably above seasonal norms for the majority of Q4 2023, and the promise of a further seven LNG cargo deliveries arriving in the UK over the coming weeks following the two deliveries seen last week.

Crude Oil prices surged in Monday's opening session as concerns that Hamas' attack on Israel could increase tensions across the Middle East, impacting on output from leading oil producers. While Israel themselves are not a producer, a prolonged conflict could trigger wider uncertainty in the region and lead to tougher sanctions on oil from Iran – whose foreign ministry backed Hamas' actions as self-defence – and could scupper efforts by Biden's administration in brokering a deal with Saudi Arabia to normalize ties with Israel. In turn this could affect Saudi willingness to raise oil output and hence reduce the price. Elsewhere, Friday's session saw UK carbon prices jump by over 5% after the UK Emissions Trading Scheme Authority announced that a reduction in allowances would materialize in 2024. After a fairly quiet run for the currency, Pound Sterling's relative strength (against the Euro in particular) is likely to come under some scrutiny in the coming days following a number of scheduled data releases. Indeed, the UK economic calendar comes back into life this week with Thursday's monthly GDP release and a number of other economic data reports. The headline figure, drawing the focus of traders and analysts, is August's monthly GDP figure where a 0.2% expansion is expected, which would signify a recovery from July's weather-impacted -0.5% retraction. Should the number beat expectations, a boost to the Pound would be forthcoming and the reverse would be likely should the number fall below.

## Currency & Commodities

<b>Pound vs Dollar (£:\$)</b>	1.216
<b>Pound vs Euro (£:€)</b>	1.155
<b>Brent Crude Oil (\$/bl)</b>	92.76
<b>EU ETS Carbon (€/t)</b>	84.14
<b>API2 Coal (\$/t)</b>	127.43



# Weekly Energy Market Report

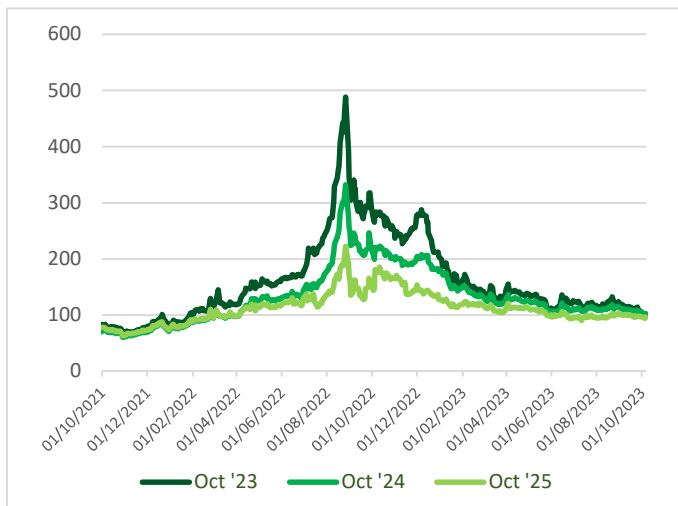
## Power Analysis

Power £/MWh	09/10/2023	Previous Day		Last Week		Last Month	
		06/10/2023	Change	02/10/2023	Change	08/09/2023	Change
Day Ahead	87	52	66.35%	66	30.57%	84	3.59%
Nov-23	96	90	6.13%	92	4.29%	106	-9.71%
Dec-23	103	90	14.10%	92	12.13%	106	-2.92%
Q1 24	107	110	-2.89%	112	-4.14%	124	-13.40%
Summer 24	98	99	-0.81%	100	-1.59%	110	-10.88%
Winter 24	116	116	-0.39%	117	-1.19%	127	-8.65%
Summer 25	91	92	-0.70%	92	-1.34%	95	-4.00%
Winter 25	106	107	-0.50%	107	-1.39%	115	-8.16%

## Gas Analysis

Gas p/th	09/10/2023	Previous Day		Last Week		Last Month	
		06/10/2023	Change	02/10/2023	Change	08/09/2023	Change
Day Ahead	90	80	13.21%	83	9.09%	86	4.65%
Nov-23	101	94	6.89%	98	2.68%	108	-6.71%
Dec-23	115	111	3.73%	114	1.23%	128	-9.83%
Q1 24	122	119	2.72%	122	0.30%	134	-9.23%
Summer 24	114	111	2.98%	113	0.55%	126	-9.26%
Winter 24	130	128	1.66%	131	-0.44%	142	-8.24%
Summer 25	106	104	2.12%	108	-1.47%	113	-5.93%
Winter 25	117	115	1.96%	117	-0.37%	123	-4.70%

UK Power - Annual Prices (£/MW)



UK Gas - Annual Prices (p/Th)

