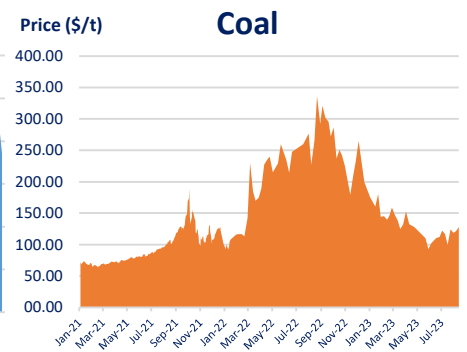
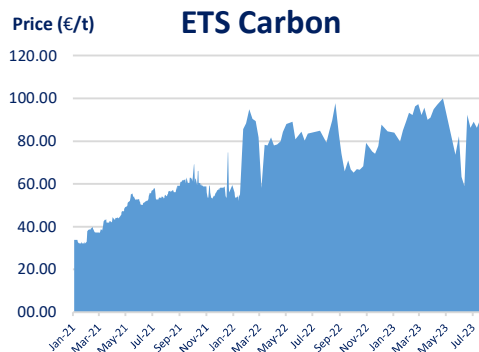
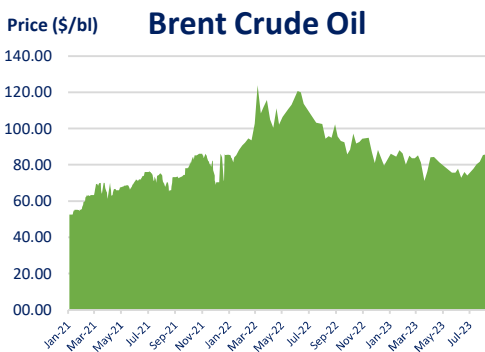
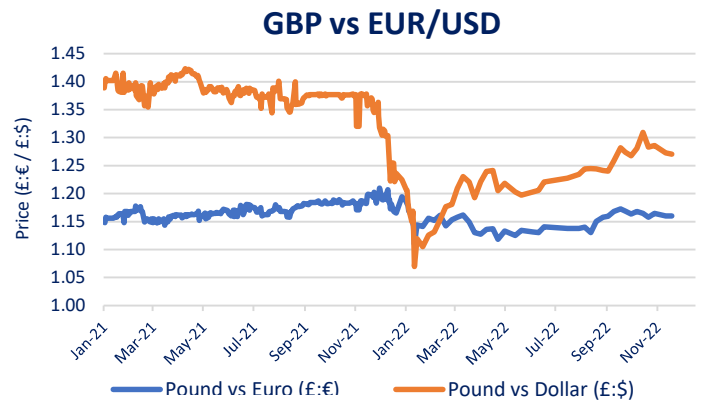


After the week closed with prices tumbling across Europe on Friday, this morning's session has opened with some minor bullish movements being posted across the curve, though the extent of these movements are to no great effect at the time of reporting. The UK system has opened the week in slight oversupply, owing to the increased send out of LNG gas into the system for immediate consumption and an increase in Norwegian pipeline flows into the UK. The roll out of pipeline maintenance this week could see some nervousness creep into short-term contract prices, which could be exacerbated by the forecast of low levels of wind generation this week. Temperatures, however, are forecast above seasonal normal levels which has negated the need for gas-for-heating demand. The supply picture has also been aided by the promise of two LNG deliveries set to arrive in the UK this week.

Oil prices traded bearishly in this morning's session, owing to renewed concerns around China's faltering economic recovery and a stronger US Dollar dissuading would-be investors in the Dollar-indexed commodity. This has overpowered a market which has largely focused on bullish indication recently: namely the tightening supply levels in the market which have resulted from OPEC+ led production cuts. Further direction will likely be indexed to the relative strength or otherwise of the two major Oil-related economies: the US (the world's largest consumer of the commodity), and China (the world's largest importer). Pound Sterling's strength is being viewed with a touch more optimism at the moment as investors begin to shift their collective focus to UK Employment data releases. The currency was recently buoyed by UK factory activity for June and Q2 GDP outperformed expectations significantly. This, coupled with suggestions of a tighter labour market in the UK, could increase expectations that the interest rate has peaked and that the Bank of England will forgo any further potential increases.

Currency & Commodities

Pound vs Dollar (£:\$)	1.271
Pound vs Euro (£:€)	1.160
Brent Crude Oil (\$/bl)	86.58
EU ETS Carbon (€/t)	97.39
API2 Coal (\$/t)	128.19



Weekly Energy Market Report

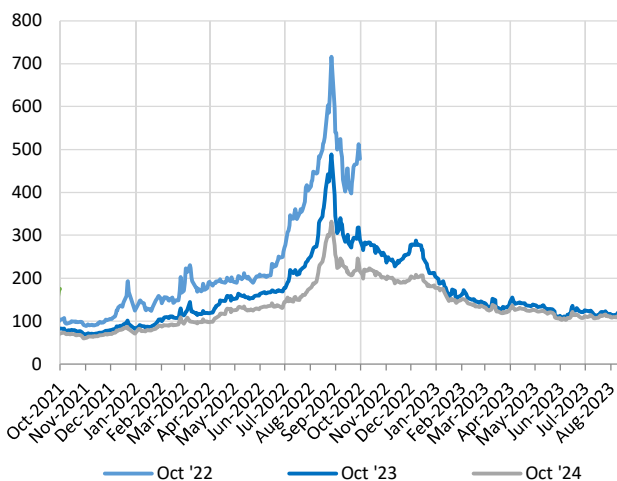
Power Analysis

Power £/MWh	14/08/2023	Previous Day		Last Week		Last Month	
		10/08/2023	Change	07/08/2023	Change	14/07/2023	Change
Day Ahead	86	81	6.17%	80	7.17%	88	-1.71%
Sep-23	89	89	0.46%	79	12.74%	79	12.40%
Oct-23	97	95	1.66%	87	12.01%	84	15.38%
Q4 23	113	114	-0.69%	110	3.04%	107	5.35%
Q1 24	125	125	0.28%	121	3.19%	122	2.30%
Winter 23	119	119	-0.18%	115	3.12%	115	3.73%
Summer 24	111	111	-0.10%	108	2.52%	106	4.46%
Winter 24	128	119	7.37%	115	10.92%	115	11.57%
Summer 25	94	95	-1.54%	95	-1.56%	92	2.30%

Gas Analysis

Gas p/th	14/08/2023	Previous Day		Last Week		Last Month	
		11/08/2023	Change	07/08/2023	Change	14/07/2023	Change
Day Ahead	83	78	7.10%	71	16.25%	64	30.20%
Sep-23	90	89	0.65%	76	17.66%	68	31.77%
Oct-23	100	99	1.10%	87	15.41%	81	23.53%
Q4 23	118	117	0.93%	107	10.15%	106	11.30%
Q1 24	138	138	0.13%	130	6.35%	128	8.01%
Winter 23	128	127	0.50%	118	8.07%	117	9.50%
Summer 24	129	129	0.28%	124	4.44%	119	8.75%
Winter 24	144	127	13.06%	118	21.58%	117	23.19%
Summer 25	110	111	-0.47%	110	0.04%	102	8.35%

UK Power - Annual Prices (£/MW)



UK Gas - Annual Prices (p/th)

