

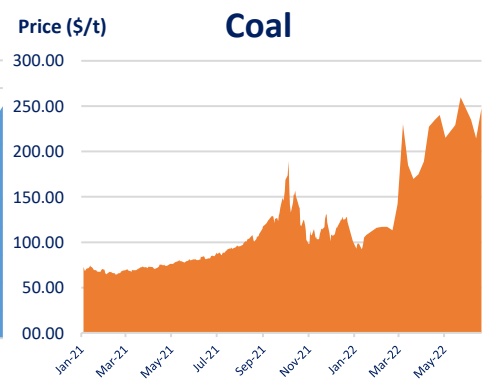
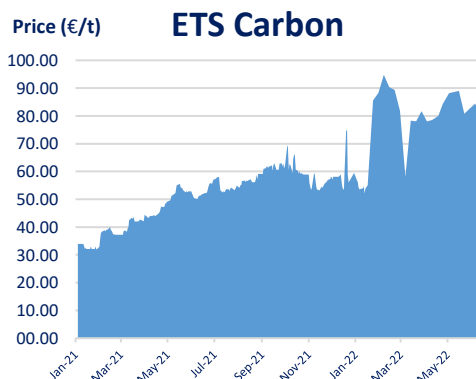
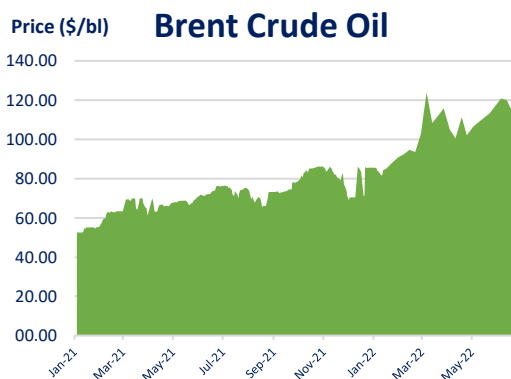
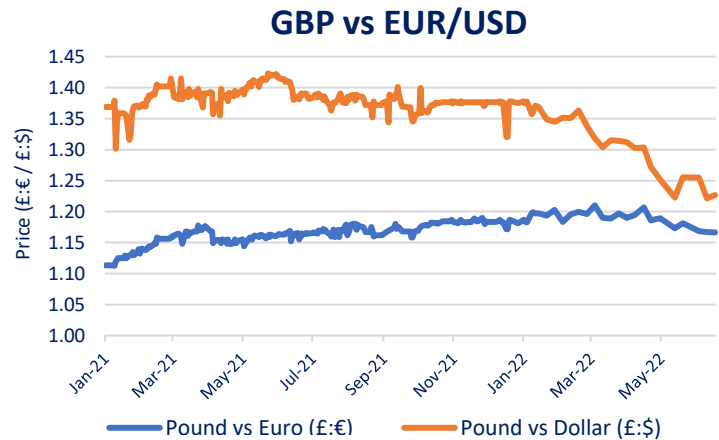
Gas for power demand is forecast to rise over the coming weeks in the UK as capacity at a number of nuclear sites will be reduced due to maintenance. The UK gas system is currently 15 mcm long with gas demand forecast to reach 214 mcm/day. Gazprom's announcement last week that delays at the Portovaya compressor station could lead to a cessation of gas flows via Nord Stream 1 has provided markets with uncertainty. Europe's supply picture remains uncertain with the prospect of a full closure of Nord Stream 1, further hampered by disrupted LNG supply due to the ongoing outage at the US Freeport LNG terminal. In response to the Nord Stream 1 flow reduction the German government has asked both business and domestic consumers to limit gas consumption in order to allow storage injections to continue prior to the next gas winter season. Nord Stream 1 flows are currently nominated at 703 GWh/d, roughly 40% down on recent levels.

Brent Crude oil shed value Friday as it approached the close, as fears surrounding Fed interest rate hikes and further hawkishness threatens to stifle economic growth and demand for the fossil fuel as it currently trades in the region of \$112/bbl. Elsewhere, Germany will burn more coal, the most polluting fossil fuel, amid concerns about possible power shortages caused by a cut in supplies from Russia, its economy minister has said. "That's bitter, but it's simply necessary in this situation to lower gas usage," said Habeck, from the environmentalist Green party. The government is also offering businesses incentives to limit gas use, planning to divert the spare fuel to fill up storage facilities ahead of next winter - the "top priority".

The Pound to Euro exchange rate is eroding its position and will face a battle to hold above the 1.16 handle this week unless a forthcoming flurry of UK economic data can dispel the market's gloomy view. Pound Sterling tumbled briefly below 1.15 against the single currency last week, its lowest level since April 2021, after the Office for National Statistics (ONS) announced a surprise economic contraction for April and the second consecutive fall in UK GDP. However, last Wednesday's curtailment of Russian gas flows to Germany and Italy helped place a floor under the Pound to Euro exchange rate.

Currency & Commodities

Pound vs Dollar (£:\$)	1.227
Pound vs Euro (£:€)	1.166
Brent Crude Oil (\$/bbl)	113.16
EU ETS Carbon (€/t)	83.60
API2 Coal (\$/t)	250.00



Weekly Energy Market Report

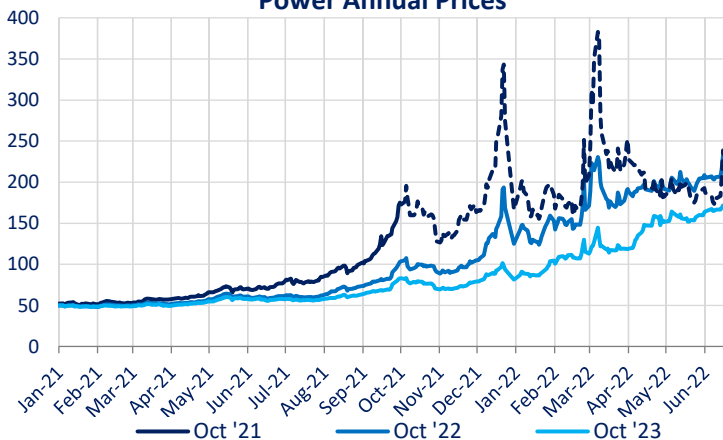
Power Analysis

Power £/MWh	Previous Day			Last Week		Last Month	
	20/06/2022	17/06/2022	Change	13/06/2022	Change	20/05/2022	Change
Day Ahead	210.12	128.75	63.20%	163.50	28.52%	112.50	86.78%
Jul-22	247.25	198.40	24.62%	162.62	52.04%	173.55	42.47%
Aug-22	255.75	217.59	17.54%	172.73	48.06%	181.53	40.89%
Sep-22	291.75	261.67	11.50%	214.86	35.79%	214.57	35.97%
Q3-22	219.25	225.89	-2.94%	183.40	19.55%	189.88	15.47%
Q4-22	268.50	281.10	-4.48%	243.25	10.38%	233.31	15.08%
Winter 22	267.88	279.31	-4.09%	244.17	9.71%	231.47	15.73%
Summer 23	180.73	174.37	3.65%	169.69	6.51%	157.93	14.44%
Winter 23	191.71	191.73	-0.01%	188.33	1.80%	172.12	11.38%
Summer 24	145.63	145.63	0.00%	145.23	0.28%	135.70	7.32%

Gas Analysis

Gas p/th	Previous Day			Last Week		Last Month	
	20/06/2022	17/06/2022	Change	13/06/2022	Change	20/05/2022	Change
Day Ahead	187.50	150.00	25.00%	155.00	20.97%	109.00	72.02%
Jul-22	212.45	201.80	5.28%	153.71	38.21%	167.52	26.82%
Aug-22	249.38	241.50	3.26%	181.71	37.24%	187.30	33.14%
Sep-22	289.69	275.22	5.26%	207.51	39.60%	214.10	35.31%
Q3-22	248.78	239.51	3.87%	180.98	37.47%	189.64	31.19%
Q4-22	308.26	291.74	5.66%	236.87	30.14%	226.85	35.89%
Winter 22	304.69	290.10	5.03%	242.46	25.67%	229.17	32.95%
Summer 23	200.25	195.82	2.26%	185.06	8.21%	168.34	18.96%
Winter 23	201.05	201.68	-0.31%	196.79	2.17%	179.91	11.75%
Summer 24	147.75	147.82	-0.04%	150.96	-2.12%	132.93	11.15%

Power Annual Prices



Gas Annual Prices

