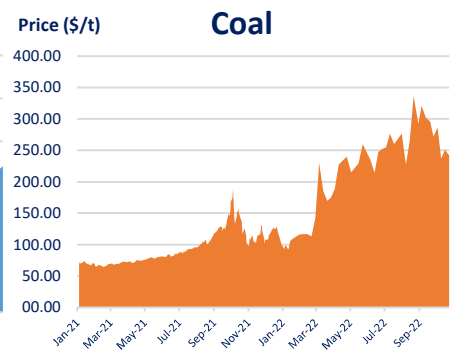
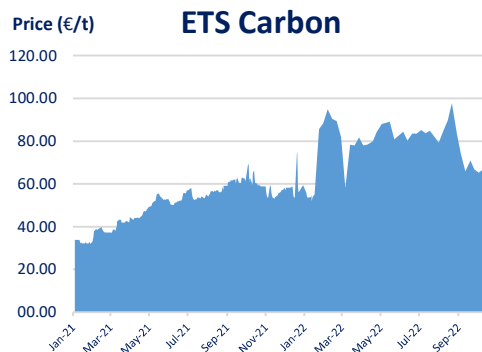
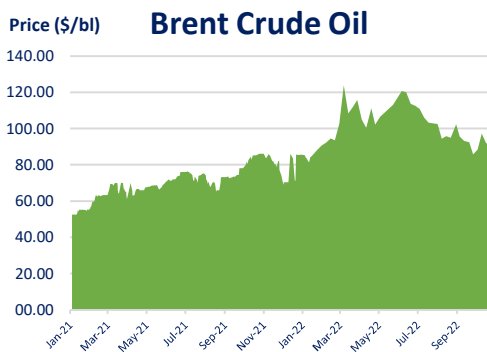
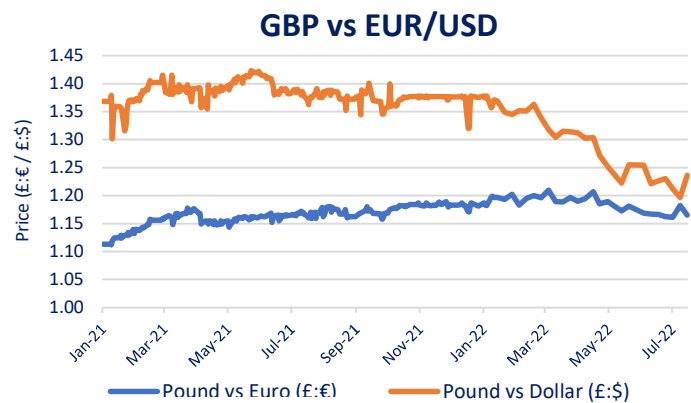


A more palatable supply dynamic weighed in on price movements again on Friday and has continued to do so this morning. Indeed, the UK system has opened in slight oversupply this morning, with Langed pipeline flows having increased and gas for power demand down. Winter demand has yet to materialize in the UK, ensuring that gas-for-heating demand has yet to spike. While UK wind speeds are forecast to remain in line with seasonal norms today, they are expected to rise considerably by the end of the week, which should alleviate pressure on gas-for-power demand in making up the National Grid's generation stack and allow for more room for manoeuvre should there be spike in heating demand. Furthermore, having received 3 cargoes over the weekend, there are now 10 LNG tanker deliveries expected to arrive on UK shores within the next three weeks.

Oil prices retracted downwards this morning after released Chinese data showed demand from the world's largest crude importer remained fairly tame in September. Strict COVID-19 policies in China and global fuel export curbs suppressed consumption of the fuel and hence overall demand. Despite levels reporting higher than August, China's September crude imports were actually 2% lower than the September 2021's figure. While not necessarily having a direct correlation to UK energy prices, Brent Crude's performance provides an indication of the global economy's direction, hence having a derived impact on the direction of UK Baseload/UK NBP. Both gilts and Pound Sterling rallied on Monday morning following Boris Johnson's withdrawal from the race to become the UK's next prime minister. There was a general feel from investors that his rivals – namely Rishi Sunak – were more likely to persist with the economic policies that have calmed markets in recent days. Johnson's departure from the leadership contest brought relief to the markets who saw his presence as an destabilizing influence amid the ongoing privileges committee investigation into lying to parliament that he is undergoing, and the abiding memory of the acrimony of his exit from number 10 just one month ago.

Currency & Commodities

Pound vs Dollar (£:\$)	1.131
Pound vs Euro (£:€)	1.152
Brent Crude Oil (\$/bl)	92.84
EU ETS Carbon (€/t)	68.27
API2 Coal (\$/t)	242.14



Weekly Energy Market Report

Power Analysis

Power £/MWh	24/10/2022	Previous Day		Last Week		Last Month	
		21/10/2022	Change	17/10/2022	Change	23/09/2022	Change
Day Ahead	82	104	-21.63%	145	-43.79%	200	-59.25%
Nov-22	277	251	10.32%	331	-16.50%	611	-54.78%
Dec-22	452	411	10.02%	516	-12.37%	654	-30.88%
Jan-23	812	782	3.82%	905	-10.25%	639	27.00%
Q1 - 23	625	641	-2.57%	763	-18.06%	615	1.55%
Q2 23	220	307	-28.39%	309	-28.73%	356	-38.28%
Summer 23	288	290	-0.71%	289	-0.43%	338	-14.80%
Winter 23	300	317	-5.40%	326	-7.88%	369	-18.76%
Summer 24	221	222	-0.39%	228	-3.00%	220	0.52%
Winter 24	243	317	-23.37%	326	-25.38%	369	-34.20%

Gas Analysis

Gas p/th	24/10/2022	Previous Day		Last Week		Last Month	
		21/10/2022	Change	17/10/2022	Change	23/09/2022	Change
Day Ahead	50	85	-41.18%	58	-13.79%	215	-76.74%
Nov-22	176	204	-13.78%	232	-24.22%	428	-58.84%
Dec-22	328	364	-9.98%	380	-13.74%	546	-39.96%
Jan-23	360	390	-7.75%	403	-10.73%	559	-35.60%
Q1 - 23	364	204	78.29%	408	-10.69%	555	-34.42%
Q2 23	355	355	-0.08%	367	-3.24%	445	-20.22%
Summer 23	322	349	-7.74%	358	-10.10%	435	-26.00%
Winter 23	346	366	-5.47%	379	-8.79%	449	-22.95%
Summer 24	257	258	-0.32%	271	-5.05%	257	-0.09%
Winter 24	266	366	-27.33%	379	-29.88%	449	-40.77%

