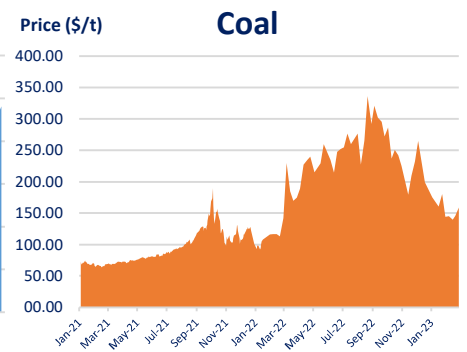
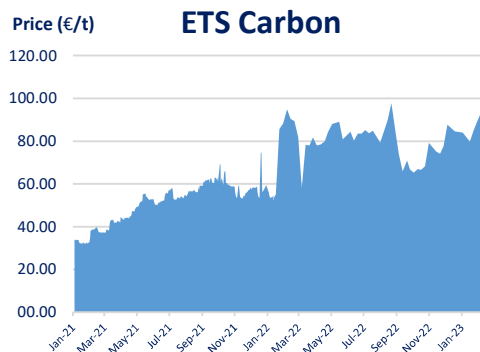
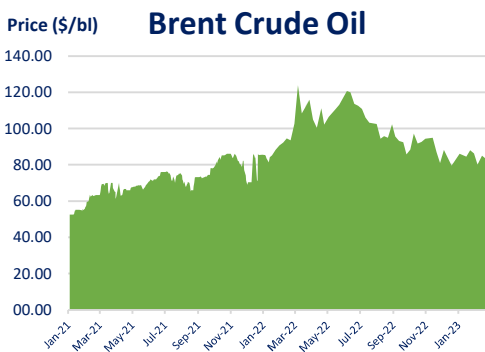
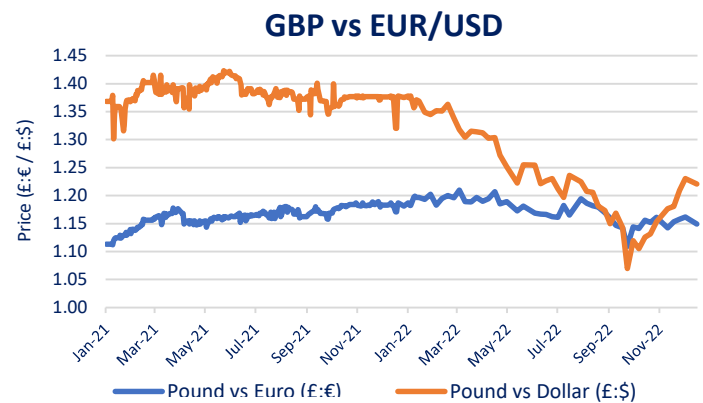


This morning has seen the UK's gas system open the week in slight undersupply. This is largely a result of a continuation of the cold spell that has been symptomatic of late-February 2023. There have been some contributions from mid-range storage and LNG deliveries to counter these short-term demand jolts but any concerns regarding demand meeting supply are fairly miniscule. Indeed, an unplanned outage at the Bacton gas terminal is scheduled to conclude today, which will help cover off any forecasted shortfalls in wind generation over this coming week and planned maintenance at five nuclear reactors in the UK. Ultimately, the short-term picture is one of abundant supply. Crucial to this are the healthy pipeline flows seen from Norway and the eleven LNG tanker deliveries scheduled over the next 3 weeks.

In the wider commodity mix, Brent Crude Oil prices edged higher on Friday, opening this week fairly flat. Prices are finding support from the prospect of reduced Russian exports of the fuel but any upside-risk is being curtailed by increased production and inventory levels in the US. At the time of reporting, either factor appears to be countering the other resulting in fairly static equilibrium. Chinese demand forecasts will also be crucial to the direction of the commodity's price. In the realm of coal, initial signs of strengthening Indian import demand have provided some upside potential for the commodity which has largely been trending downwards since Summer. Sentiment on Sterling's general direction is focalised on Bank of England Monetary Policy or the time being, though some fairly resilient economic data from the US has bolstered the short/mid-term prospects for the Dollar. Indeed, Sterling climbed against other notable currencies as data releases suggested an improving, though still fairly bleak, outlook for UK public finances. The March budget will be more telling for the UK's economic outlook and hence the Pound's direction, and inflation risks remain very much in focus and, needless to say, on the upside.

Currency & Commodities

Pound vs Dollar (£:\$)	1.198
Pound vs Euro (£:€)	1.135
Brent Crude Oil (\$/bl)	83.58
EU ETS Carbon (€/t)	97.39
API2 Coal (\$/t)	159.00



Weekly Energy Market Report

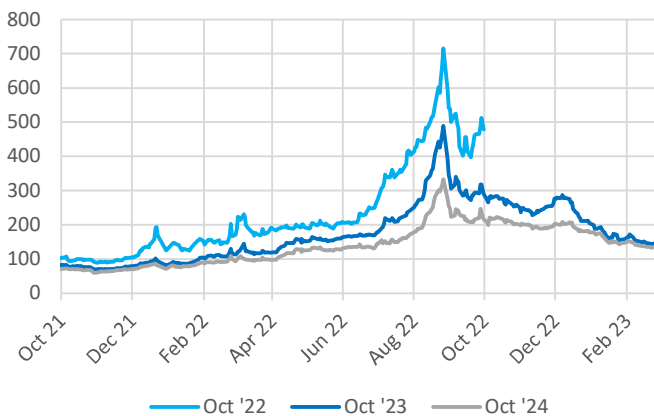
Power Analysis

Power £/MWh	27/02/2023	Previous Day		Last Week		Last Month	
		24/02/2023	Change	20/02/2023	Change	27/01/2023	Change
Day Ahead	142	132	8.21%	135	5.41%	139	2.37%
Mar-23	137	139	-1.27%	136	1.17%	140	-1.65%
Apr-23	131	134	-2.41%	132	-0.93%	142	-7.73%
May-23	132	134	-1.58%	133	-0.62%	143	-7.59%
Q2 23	135	134	0.68%	133	1.75%	142	-4.74%
Summer 23	136	137	-0.37%	135	0.58%	143	-4.86%
Winter 23	159	159	-0.11%	159	-0.11%	173	-7.96%
Summer 24	133	133	-0.06%	133	0.35%	140	-5.31%
Winter 24	155	159	-2.62%	159	-2.62%	173	-10.27%
Summer 25	118	118	-0.27%	116	1.44%	128	-7.64%

Gas Analysis

Gas p/th	27/02/2023	Previous Day		Last Week		Last Month	
		24/02/2023	Change	20/02/2023	Change	27/01/2023	Change
Day Ahead	128	130	-1.54%	128	0.39%	140	-8.57%
Mar-23	124	128	-2.89%	124	0.08%	140	-11.72%
Apr-23	122	126	-2.80%	123	-1.05%	141	-13.45%
May-23	123	127	-2.77%	125	-1.51%	142	-13.66%
Q2 23	123	127	-2.92%	125	-1.33%	142	-13.31%
Summer 23	124	128	-3.25%	126	-1.57%	143	-13.21%
Winter 23	148	152	-2.77%	151	-2.18%	170	-13.02%
Summer 24	135	139	-3.08%	136	-1.03%	150	-10.09%
Winter 24	146	152	-4.08%	151	-3.50%	170	-14.19%
Summer 25	116	118	-1.40%	113	2.68%	117	-1.10%

UK Power - Annual Prices (£/MWh)



UK Gas - Annual Prices (p/therm)

