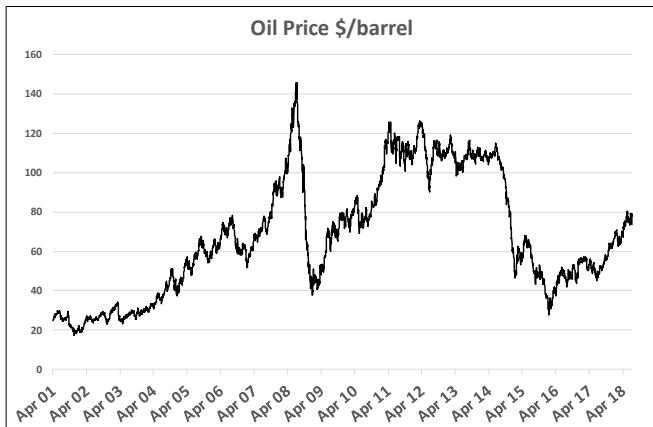


Energy Market Snapshot

13th July 2018

Oil:

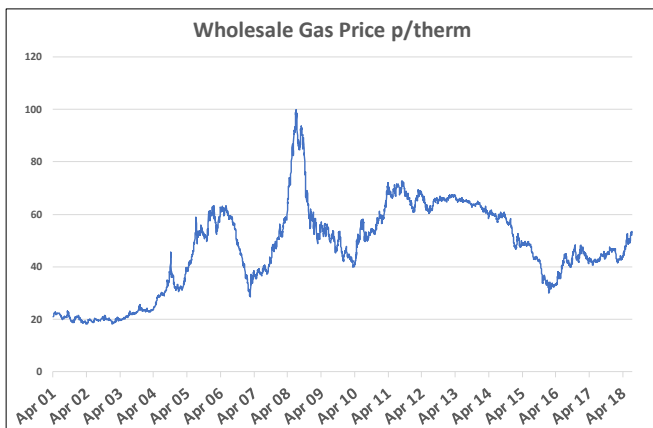


Brent rose on Monday over \$1/barrel as global production outages continued. The gains continued into Tuesday's session as Oil workers went on strike in Norway and Gabon.

Prices eased on Wednesday and front month Brent fell nearly \$2/barrel day on day. The escalating trade war between China and the US pressured prices down, tariffs on imports from China is expected to have significant repercussions on the Global economy.

The bears continued to drive prices lower on Thursday. OPEC announced output had increased in June as Saudi Arabia increased its output to its highest level since 2016. Brent fell \$3.55/barrel day on day to close at \$73.51/barrel.

Gas:



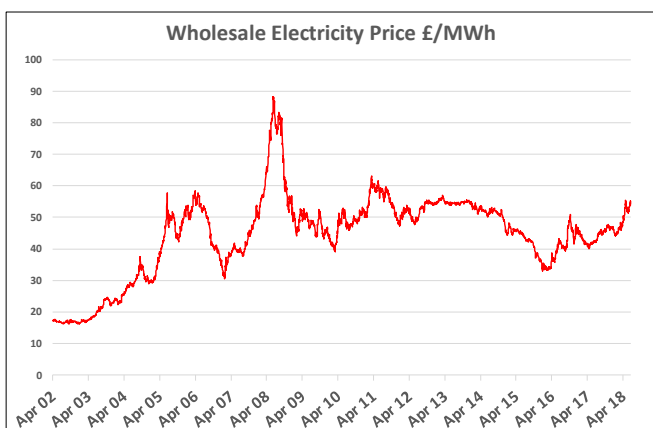
The bulls were firmly in charge on Monday amid a weak supply demand position. Demand increased at the start of the month as exports to the continent rose. Demand was further supported by a drop in Wind generation.

Most contracts eased on Tuesday as demand eased, however longer dated contracts were directed higher on the back of rising Oil.

As Oil prices softened on Wednesday so did Gas. All prices made notable losses on Thursday, again in line with Oil. Q1 2019 fell 1.85p/therm day on day.

Last night all contracts closed lower than last Friday losing between 0.5 - 1.5p/therm.

Electricity:



Power prices rose on Monday taking direction from higher Gas and Coal prices. Movements were mixed on Tuesday with near term contracts losing value and longer dated contracts taking bullish direction from the wider fuel complex.

The downward movement of Gas directed Power prices throughout Wednesday and Thursday.

Last night, all contracts closed lower than last Friday. Winter 18 lost £1/MWh.