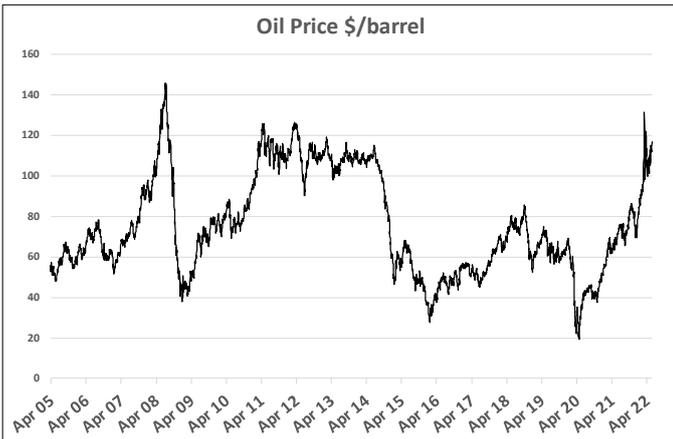


Energy Market Snapshot

27th May 2022

Oil:



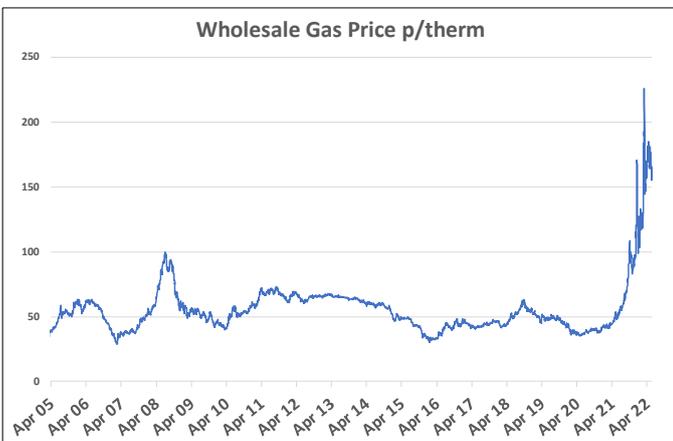
Front month Brent closed relatively flat on Monday as a potential ban on Russian Oil imports by the EU was offset by weakness seen in both the US and Chinese economies.

Prices rose on Tuesday due to a tight supply outlook.

On Wednesday the US demand forecast was raised whilst supplies decreased. US commercial stocks fell by 1M barrels compared to the previous week. As a result, front month Brent closed up \$0.24/barrel day on day.

Oil continued to rise on Thursday and closed at \$116.7/barrel, up \$4.32/barrel compared to last Friday.

Gas:



Most Gas contracts eased on Monday, a strong LNG supply outlook coupled with higher temperature forecasts and bearish Coal and Carbon markets weighed down on prices.

Contracts rose throughout Tuesday taking direction from stronger wider commodity markets. Temperature forecasts were revised downwards which provided support for near-term contracts.

The bulls took charge of Wednesday's session. Chinese demand increased, which strengthened the Asian LNG markets and temperature forecasts were revised downwards once again.

Near-term contracts eased on Thursday whilst curve contracts remained supported.

Last night, near-term contracts closed lower compared to last Friday whilst contracts from Winter 22 onwards closed higher.

Electricity:



Wind generation forecasts were revised upwards and weakness seen in the Gas markets pressured UK power prices lower throughout Monday.

Power prices took direction from their NBP Gas counterparts on Tuesday and indeed Wednesday, closing up day on day.

Near-term contracts eased on Thursday, taking direction from weaker Gas although liquidity remained low. Overall all contracts, except for June 22 closed higher than last Friday.