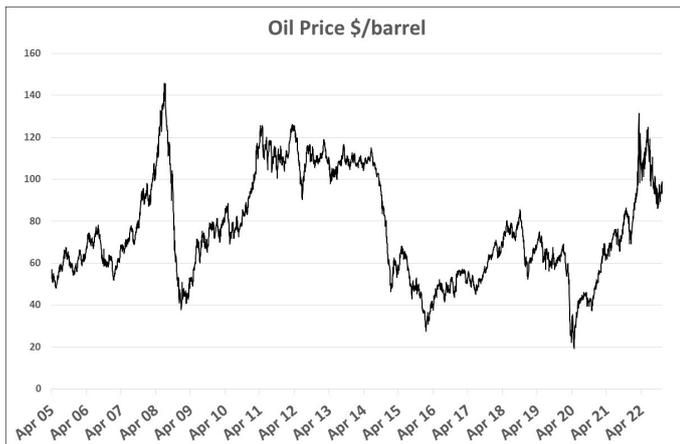


Energy Market Snapshot

18th November 2022

Oil:

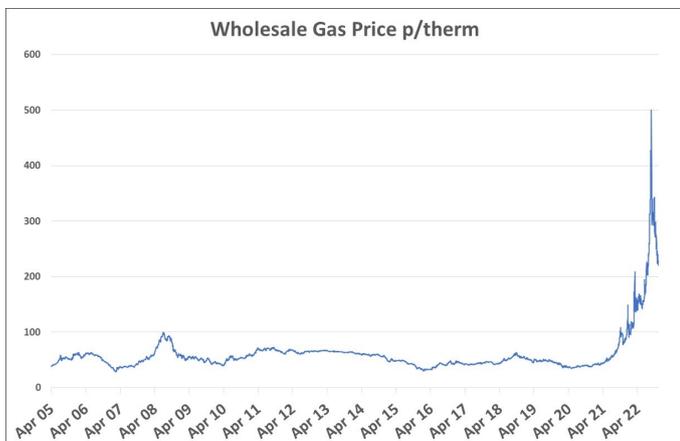


Monday's session was bearish and the front month contract lost \$1.89/barrel day on day. Prices were driven lower by a rise in Covid cases across Asia.

Brent prices continued to fall on Tuesday and into Wednesday. Prices softened despite a reduction in the US crude stocks by 5.4M barrels and largely directed by revised demand forecasts.

Prices continued to soften on Thursday and front-month Brent closed at \$91.34/barrel, down \$5.47/barrel compared to last Friday.

Gas:



A drop in Wind generation, temperatures returning to the seasonal norm, and both planned and outages pressured prices higher on Monday. December 22 saw the biggest rise, climbing 56.48p/therm day on day.

Prices continued to climb on Tuesday. Revised forecasts suggesting a drop in temperatures by the end of the week appeared to be the key driver, however ongoing maintenance on the BBL pipeline and a fire at the Norwegian Asgard field reducing supplies into the UK also supported prices.

All contracts eased on Wednesday as the system was long for most of the day. Forecasts also suggested an increase in LNG arrivals scheduled over the Winter.

Thursday's session was mixed with most near-term contracts rising and contracts beyond Winter 24 losing value.

Last night, most contracts closed higher than last Friday – near-term contract rose around 20% whilst contracts from Summer 25 onwards fell.

Electricity:



Power contracts tracked their Gas counterparts on Monday with the exception of Q1 23 which fell marginally.

All power contracts rose on Tuesday taking direction from Gas.

Prices eased on Wednesday as Wind generation picked up and Gas prices softened.

All Power contracts rose on Thursday with the exception again of Q1 23 which lost £15/MWh, however Summer 23 gained £30.1/MWh.