

NBP Natural Gas & GB Power Market Movement, Week Commencing 21-11-2016

The +19% increase in household demand offset the benefit of stronger supply, particularly from the UK-Belgium Interconnector and BBL gas line which connects the UK to the Dutch gas market. Improved imports of gas flows to the UK were a direct result of warmer weather in NW Europe (compared to the UK). Strong week on week rises failed to materialise in the Oil market due to a strengthening US dollar in parts and continued doubts that OPEC would agree to a large enough output cut to help reduce the global supply overhang. Trading in the US was also illiquid after the US Thanksgiving holiday leading up to the weekend keeping traders from place bets. The Coal price rose \$1.8 per tonne as a cold November hit NE Asia, raising demand strongly there with snow falling in Tokyo for the first time in >50 years. Further dated annual contracts ended the week higher as a result.

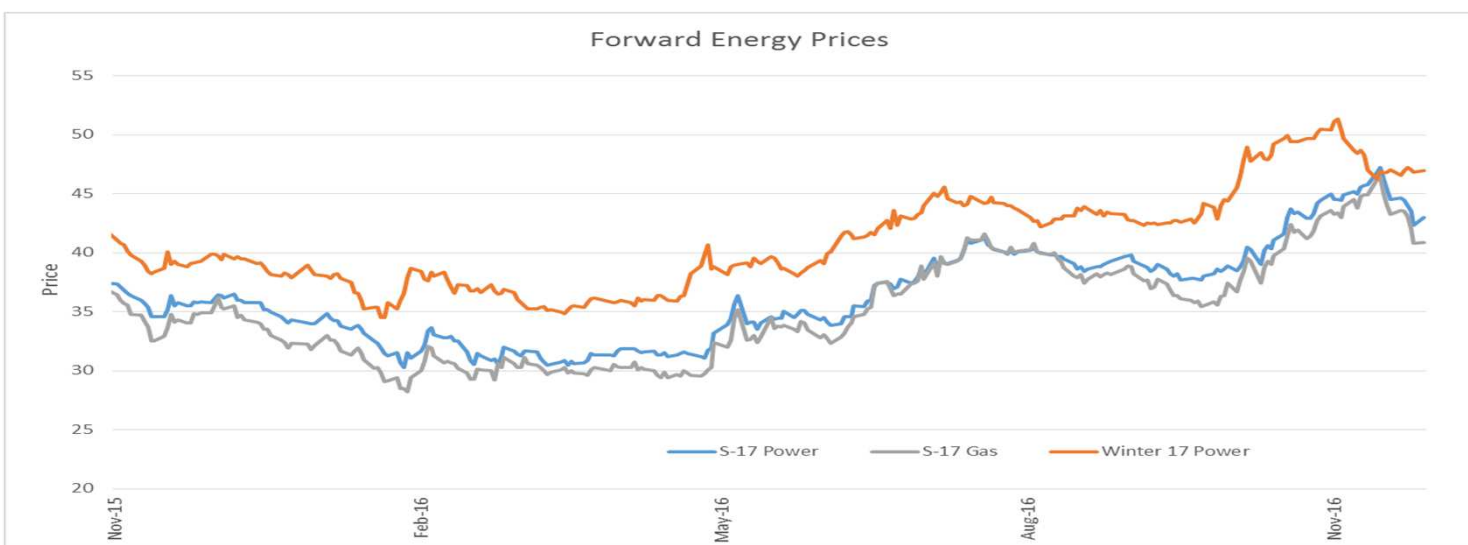
Outlook for the Week Ahead, Week Commencing 28-11-2016

Domestic consumption is expected 17-20% higher (weather driven) but what could neutralise this is expected higher UK gas production with the full return of Bacton and higher Vesterled gas. Norwegian gas flows should remain stable, close to capacity even which is around 70 mcm. LNG send-out was been slightly higher in w/c 21/11 and a higher week on week send-out could continue during the week with possible LNG shipments heading to the UK. Withdrawals from gas storages may be necessary to help with the dynamics of balance UK gas network. EDF nuclear outages in France and supply concerns continue for the balance of winter. The OPEC meeting on 30th November will drive the price of Oil higher should output cuts be announced. Any rise in the Oil market will feed through to UK energy markets.

Prices and Summaries

Contracting Period		Electricity £/MWh					Gas p Per Therm				
Date Range		Settlement Price		Price Change	% Change	Direction	Settlement Price		Price Change	% Change	Direction
		Fri 25/11	Fri 18/11				Fri 25/11	Fri 18/11			
01 April 2017 - 12 Months		£44.70	£45.01	-£0.31	-0.69%	▼	44.30	44.06	0.24	0.54%	▲
01 April 2017 - 24 Months		£42.78	£42.90	-£0.12	-0.28%	▼	43.91	43.73	0.18	0.41%	▲
01 April 2017 - 36 Months		£41.43	£41.06	0.375	0.91%	▲	-	-	-	-	-
01 October 2017 - 12 Months		£42.75	£42.89	-0.14	-0.33%	▼	44.25	43.75	0.5	1.14%	▲
01 October 2017 - 24 Months		£41.01	£40.52	0.49	1.21%	▲	44.31	44.12	0.19	0.43%	▲
01 October 2017 - 36 Months		£41.03	£40.58	0.45	1.11%	▲	-	-	-	-	-
01 April 2018 - 12 Months		£40.85	£40.78	0.07	0.17%	▲	43.53	43.40	0.13	-	-
01 April 2018 - 24 Months		£39.80	£39.08	0.72	1.84%	▲	-	-	-	-	-

Wider Fuel Complex						Summary			
Fuel	Settlement Price		Price Change	% Change	Direction	Item	Dates		% Change
	Fri 25/11	Fri 18/11					Fri 25/11	Fri 18/11	
Coal \$ Per Tonne	66.00	64.20	1.8	2.80%	▲	Demand MCM	212	177	19.77%
Carbon Euros Per Tonne	5.00	5.47	-0.47	-8.59%	▼	Rough Fullness	35%	35%	-
Brent Crude Front Month \$ Per Barrel	47.20	46.86	0.34	0.73%	▲	LNG Sendout MCM	14	13	7.69%



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