

Catalyst Weekly Energy Element / Week 43



UK Natural Gas & Power Market: Week Commencing 15-10-2018

Prices fell once again week-on-week. All wider fuel considerations, with the exception of the Coal price, fell during the week with the starkest of (downward) movement seen once again in the Carbon market where there was a +3.00% price drop. LNG send out remained stable but well above the average seen so far in October thanks to cargo arrivals to the UK. Further cargo arrivals are due at the South Hook terminal in week commencing 22/10. Whilst national demand rose, the impact of this was offset by falling demand in the power sector, a result of higher wind power output. By close of play Friday (19/10) the April-19 annual electricity and gas contracts closed -0.11% and +0.31% respectively. Stronger falls were recorded in the October 19 12 and 24 month contracts.

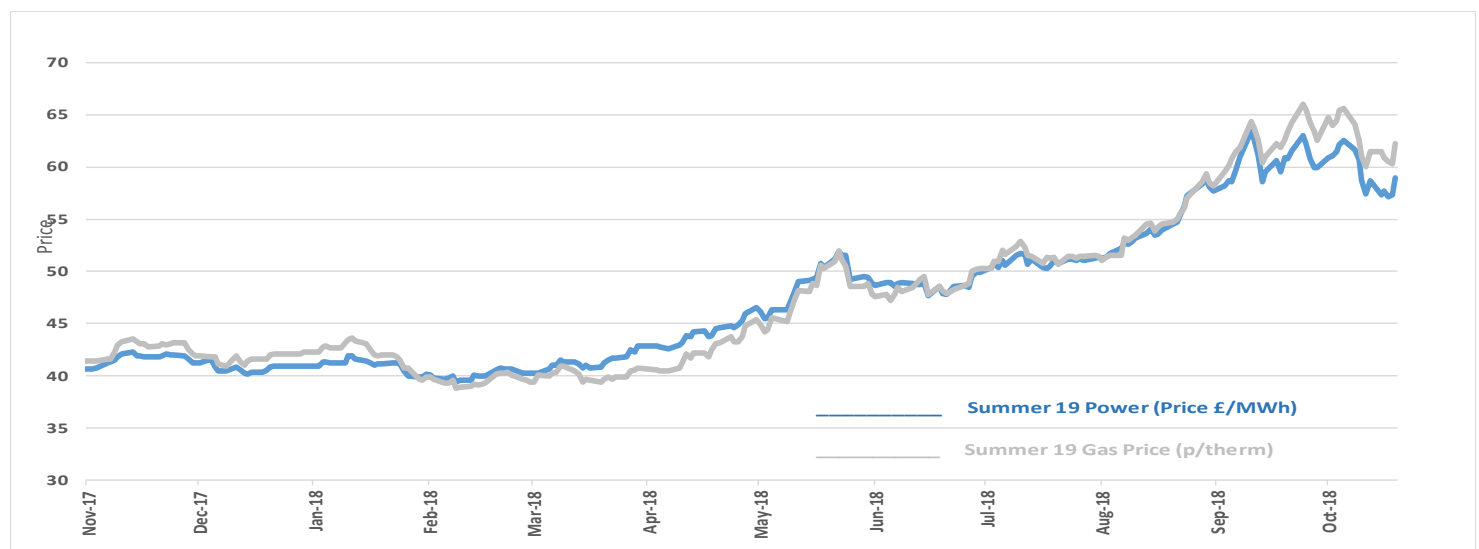
Outlook and drivers: Week Commencing 22-10-2018

Strongly below normal temperatures are expected for the period 26/10 to 31/10. Whilst demand is expected higher, higher wind power will likely incur a lower appetite of demand from the power (generation) sector.

Prices and Summaries

Contracting Period		Electricity £/MWh				Gas p/Therm					
Date Range		Settlement Price		Price Change	% Change	Direction	Settlement Price		Price Change	% Change	Direction
		Fri 19/10	Fri 12/10				Fri 19/10	Fri 12/10			
01 April 2019 - 12 Months		£61.36	£61.43	-0.06	-0.11%	▼	65.75	65.55	0.2	0.31%	▲
01 April 2019 - 24 Months		£57.81	£58.17	-0.37	-0.63%	▼	61.54	61.71	-0.17	-0.28%	▼
01 October 2019 - 12 Months		£57.50	£58.14	-0.64	-1.10%	▼	61.28	61.75	-0.48	-0.77%	▼
01 October 2019 - 24 Months		£54.13	£55.71	-1.58	-2.84%	▼	57.99	58.49	-0.50	-0.85%	▼

Wider Fuel Complex						Summary			
Fuel	Settlement Price		Price Change	% Change	Direction	Item	Dates		% Change
	Fri 19/10	Fri 12/10					Fri 19/10	Fri 12/10	
Coal \$ Per Ton	99.30	95.50	3.8	3.98%	▲	Demand MCM	132.82	92.78	43.16%
Carbon Euros Per Ton	19.70	20.35	-0.65	-3.19%	▼	Total Gas Stock (MCM)	1268.74	1150.12	10.31%
Brent Crude Front Month \$ Per Barrel	79.78	80.43	-0.65	-0.81%	▼	LNG Send out MCM	22.00	23.00	-4.35%



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T +44 (0) 870 710 7560 | W www.catalyst-commercial.co.uk