

Catalyst Weekly Energy Element / Week 12



UK Natural Gas & Power Market: Week Commencing 11-03-2019

Consumption falling nearly 16%, the return of supply from North Sea facilities, a strong LNG send out and further falls in the Carbon and Coal markets all contributed to strong price losses during the week. Downside was further boosted by the expected arrivals of LNG to the UK. Supply from wind power was well above the seasonal norm resulting in less demand for gas from power (CCGT) generators. The Oil price gained +2.16% but bullishness from this commodity once again failed to stem the falling trajectory seen in UK wholesale pricing. By close of play on Friday (15th March) the April 2019 annual contracts for electricity and gas closed lower -6.51% and lower -9.48% respectively, in line with Catalyst's forecasts and expectations.

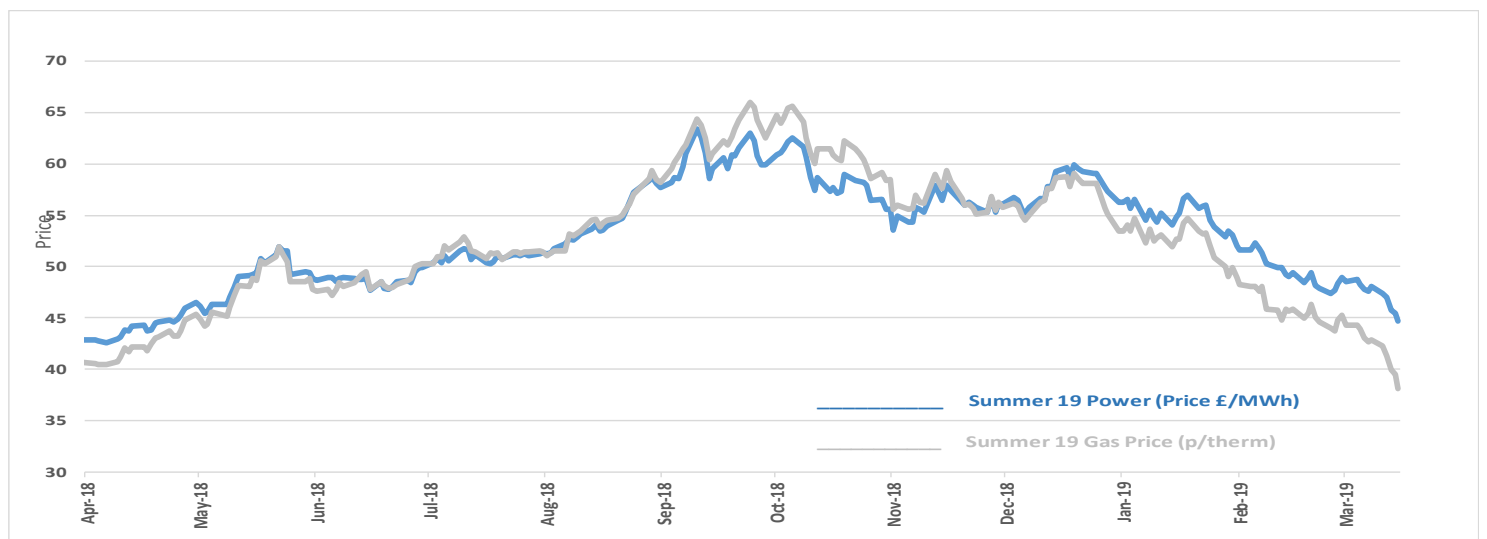
Outlook and drivers: Week Commencing 18-03-2019

Consumption is expected to fall further, low demand and strong supply for now remains a good cocktail for further falling prices for end users. Norwegian gas imports to the UK are expected higher. LNG send out is expected to remain at current strong levels (50s to 60s MCM).

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 15/03	Fri 08/03				Fri 15/03	Fri 08/03			
01 April 2019 - 12 Months		£49.58	£53.03	-3.45	-6.51%	▼	44.83	49.52	-4.70	-9.48%	▼
01 April 2019 - 24 Months		£49.41	£52.56	-3.15	-5.99%	▼	46.11	50.34	-4.23	-8.40%	▼
01 October 2019 - 12 Months		£50.05	£53.28	-3.23	-6.05%	▼	47.08	51.30	-4.22	-8.24%	▼
01 October 2019 - 24 Months		£49.73	£52.29	-2.56	-4.90%	▼	47.25	51.12	-3.87	-7.57%	▼

Wider Fuel Complex						Summary			
Fuel	Settlement Price		Price Change	% Change	Direction	Item	Dates		% Change
	Fri 15/03	Fri 08/03					Fri 15/03	Fri 08/03	
Coal \$ Per Ton	73.40	76.00	-2.60	-3.42%	▼	Demand MCM	173.88	206.91	-15.96%
Carbon Euros Per Ton	22.36	22.91	-0.55	-2.40%	▼	Total Gas Stock (MCM)	664.51	783.80	-15.22%
Brent Crude Front Month \$ Per Barrel	67.16	65.74	1.42	2.16%	▲	LNG Send out MCM	53.00	63.00	-15.87%



Catalyst Commercial Services' independent approach enables clients to manage their exposure to energy price risk, while at the same time benefiting from a first class service from a range of major and independent suppliers. Catalyst Commercial Services' procurement solutions make it simple, so contact a member of the team to discuss requirements.

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