

Catalyst Weekly Energy Element / Week 42



UK Natural Gas & Power Market: Week Commencing 09-10-2017

Shorter term prices fell thanks to unseasonable warmer weather both suppressing demand and leaving the gas network with excess supply. However limiting losses was maintenance on the Norwegian gas shelf and the 2.79% increase in the oil price which rose as EIA data showed a weekly drop in US crude production and on evidence that the supply glut was tightening. Coal also gained during the week on higher demand from China and India and a higher fuel burn in Germany. By Friday, the April 18 annual electricity and gas products rose 0.84% and 0.81% respectively.

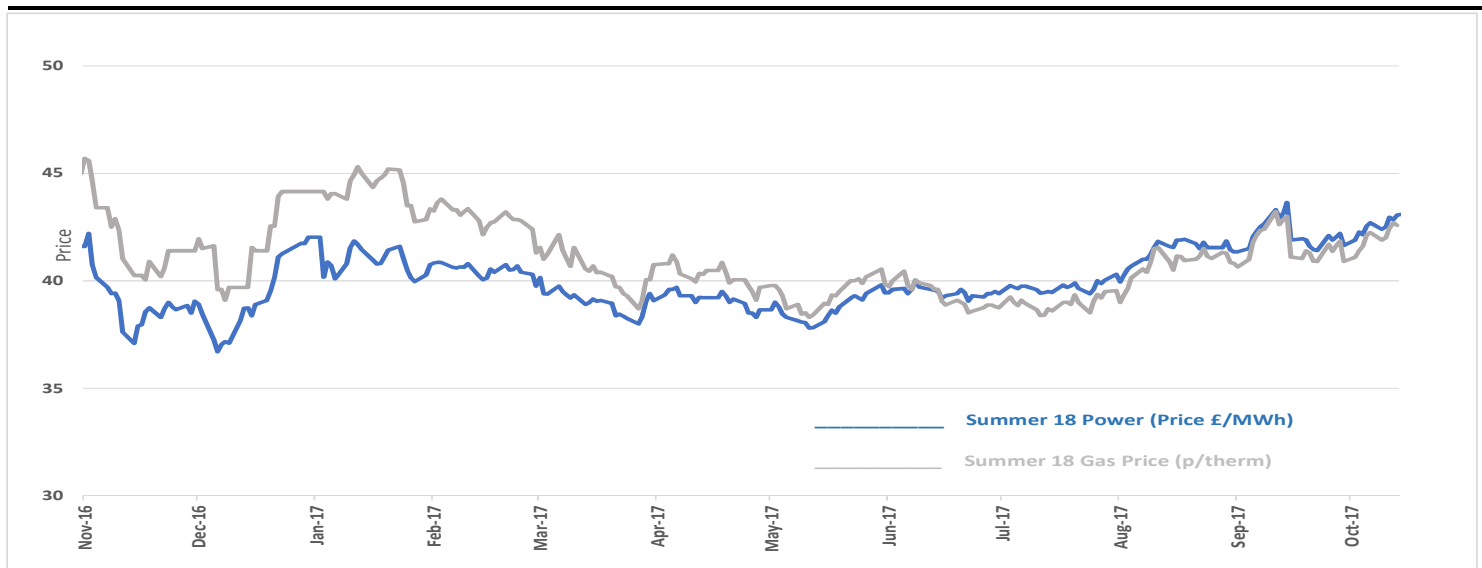
Outlook and drivers: Week Commencing 16-10-2017

Consumption is forecasted lower with temperatures remaining higher for the time of year. Higher winds are expected which will inevitably reduce gas demand for power generation. Supply should be higher next week due to maintenance, especially at the Ormen Lange gas field which is ending earlier than programmed. LNG is expected to remain relatively low. There is however a possible arrival from Qatar late next week to South Hook which may lift send-out.

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 13/10	Fri 06/10				Fri 13/10	Fri 06/10			
01 April 2018 - 12 Months		£45.53	£45.15	0.38	0.84%	▲	£46.20	£45.83	0.37	0.81%	▲
01 April 2018 - 24 Months		£44.17	£43.85	0.32	0.73%	▲	£45.32	£44.99	0.33	0.73%	▲
01 Oct 2018 - 12 Months		£44.13	£43.90	0.23	0.52%	▲	£45.24	£44.93	0.31	0.69%	▲
01 Oct 2018 - 24 Months		£43.41	£42.72	0.69	1.62%	▲	£44.88	£44.33	0.55	1.24%	▲
01 April 2019 - 12 Months		£42.81	£42.55	0.26	0.61%	▲					

Wider Fuel Complex						Summary			
Fuel	Settlement Price		Price Change	% Change	Direction	Item	Dates		% Change
	Fri 13/10	Fri 06/10					Fri 13/10	Fri 06/10	
Coal \$ Per Ton	84.00	79.00	5	6.33%	▲	Demand MCM	95.17	115.90	-17.89%
Carbon Euros Per Ton	7.32	6.99	0.33	4.72%	▲	Rough Stock (MCM)	851.12	935.00	-8.97%
Brent Crude Front Month \$ Per Barrel	57.17	55.62	1.55	2.79%	▲	LNG Send out MCM	5.00	5.00	-



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.

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