

Catalyst Weekly Energy Element / Week 35



UK Natural Gas & Power Market: Week Commencing 19-08-2019

UK energy prices ended the week lower with a stark loss seen in Carbon price, -3.35%. Demand from the domestic sector fell week-on-week -16.99% which helped to offset the risk of a reduction in Norwegian imports to the UK. The easing demand helped with system balance overall. UK gas production also fell during the week but is expected to recompose in week 26/08. LNG deliveries remained unchanged at 5 MCM. Gas stocks continued to grow and are now higher than where stocks levels were the same last year and the same time in 2017. By close of play on Friday (23/08) the October-2019 annual contracts for electricity and gas closed lower -2.34% and -3.61% respectively.

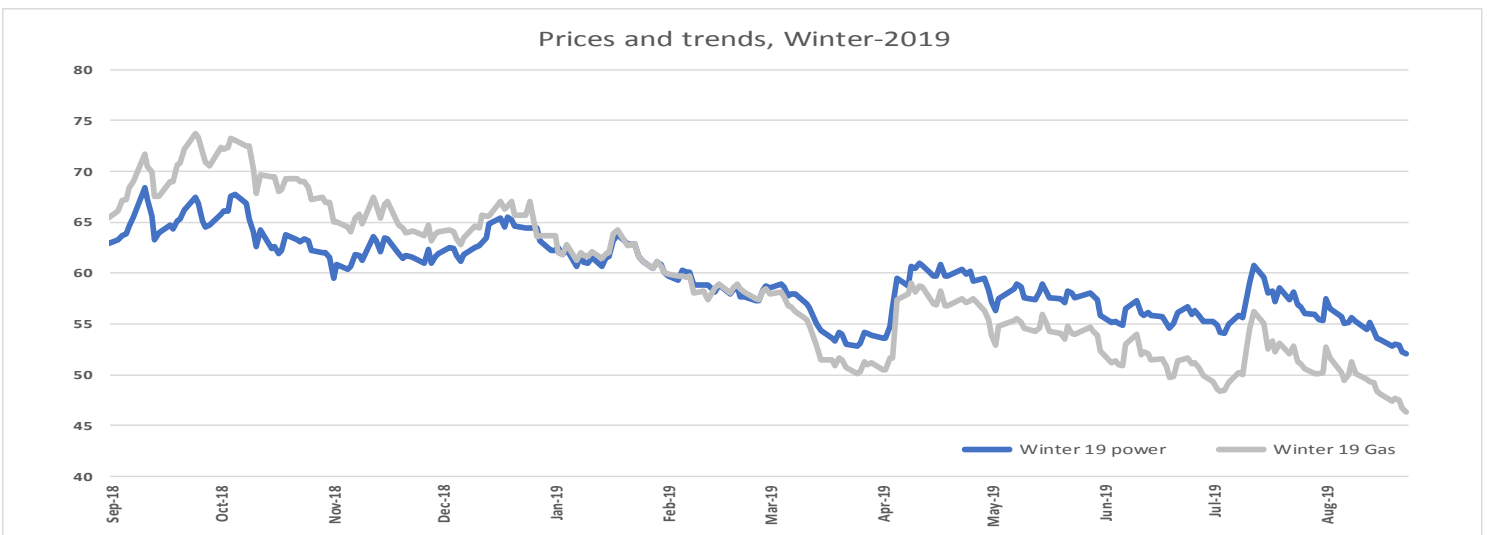
Outlook and drivers: Week Commencing 26-08-2019

Household demand is expected to rise owing to cooler weather. UK gas production is expected higher but Norwegian gas imports is expected to decrease further due to heavy maintenance at Troll/Kollsnes. At the time of writing the Oil price (front month Brent Crude) trades at \$60.24 per barrel which is higher than where this commodity settled at the end of last week.

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 23/08	Fri 16/08				Fri 23/08	Fri 16/08			
01 October 2019 - 12 Months		£49.71	£50.90	-1.19	-2.34%	▼	44.68	46.35	-1.68	-3.61%	▼
01 October 2019 - 24 Months		£49.91	£50.97	-1.07	-2.09%	▼	46.61	47.83	-1.22	-2.54%	▼
01 April 2020 - 12 Months		£50.56	£51.53	-0.97	-1.88%	▼	47.50	49.06	-1.56	-3.17%	▼
01 April 2020 - 24 Months		£50.28	£51.12	-0.84	-1.65%	▼	48.29	49.08	-0.79	-1.61%	▼

Wider Fuel Complex						Summary			
Fuel	Settlement Price		Price Change	% Change	Direction	Item	Dates		% Change
	Fri 23/08	Fri 16/08					Fri 23/08	Fri 16/08	
Coal \$ Per Ton	63.50	63.75	-0.25	-0.39%	▼	Demand MCM	55.99	67.45	-16.99%
Carbon Euros Per Ton	25.08	25.95	-0.87	-3.35%	▼	Total Gas Stock (MCM)	1434.34	1328.93	7.93%
Brent Crude Front Month \$ Per Barrel	59.34	58.64	0.7	1.19%	▲	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.

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