

Catalyst Weekly Energy Element / Week 37

UK Natural Gas & Power Market: Week Commencing 02-09-2019



UK energy prices ended the week considerably lower despite an elevation in domestic demand. A considerable rise in LNG sendout created additional supply surplus to our domestic requirements. The European Carbon price dropped to a level not seen since June 2019 on Brexit nervousness ahead of the first Parliament meetings after the traditional summer break. The Oil price gained from a drawdown in US crude inventory according to EIA data. Gas stocks ended the week higher also. By close of play on Friday (06/09) the October-2019 annual contracts for electricity/gas closed lower -1.90%/-2.13% respectively.

Outlook and drivers: Week Commencing 09-09-2019

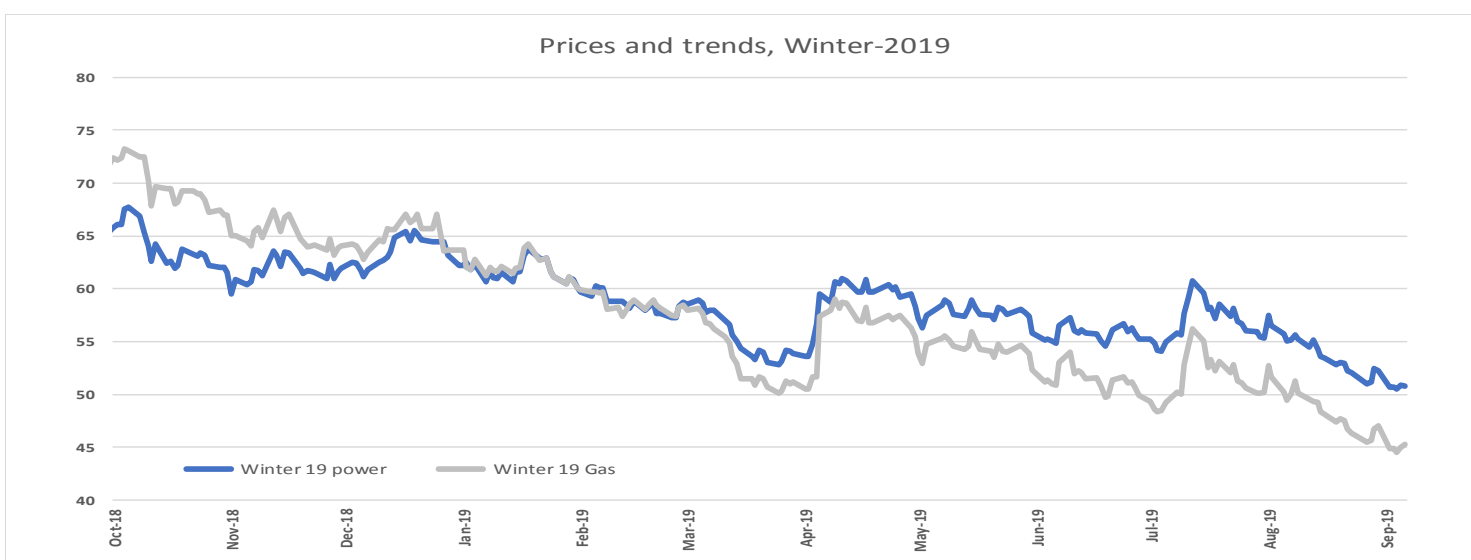
Markets have recovered since the end of last week despite the UK system being oversupplied and additional LNG cargo arrivals expected to the UK. LNG sendout remains high. These factors should help to offset the shutdown of the (Norwegian) Langeled pipeline.

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 06/09	Fri 30/08				Fri 06/09	Fri 30/08			
01 October 2019 - 12 Months		£48.81	£49.75	-0.95	-1.90%	▼	43.90	44.86	-0.96	-2.13%	▼
01 October 2019 - 24 Months		£49.26	£50.11	-0.84	-1.69%	▼	45.88	46.69	-0.82	-1.75%	▼
01 April 2020 - 12 Months		£50.22	£50.63	-0.41	-0.80%	▼	47.13	47.64	-0.51	-1.07%	▼
01 April 2020 - 24 Months		£49.44	£50.37	-0.93	-1.86%	▼	47.67	48.14	-0.47	-0.98%	▼

Wider Fuel Complex					
Fuel	Settlement Price		Price Change	% Change	Direction
	Fri 06/09	Fri 30/08			
Coal \$ Per Ton	65.80	63.90	1.9	2.97%	▲
Carbon Euros Per Ton	25.08	26.31	-1.23	-4.68%	▼
Brent Crude Front Month \$ Per Barrel	61.54	60.43	1.11	1.84%	▲

Summary			
Item	Dates	Dates	% Change
	Fri 06/09	Fri 30/08	
Demand MCM	74.81	58.30	28.32%
Total Gas Stock (MCM)	1474.54	1442.40	2.23%
LNG Send out MCM	29.00	5.00	480.00%



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