

Expectation

- Oil**

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Thursday, the downtrend continued on the international oil market. For the first time since early October, the Brent front month contract dropped below 90 USD/bbl, closing the day at 89,78 USD/bbl. The bearish sentiment is attributed to concerns about global demand amid rising corona virus figures in China, which could lead to new lockdowns, and higher interest rates in the US. The market opens largely sideways early Friday morning.
- Gas**

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On the gas market, day-ahead prices have climbed noticeably this week amid the much colder weather which has struck Europe. During the last few days, prices have increased to above 100 EUR/MWh on the spot market. Curve contracts fell yesterday amid prospects that temperatures will rise above seasonal average once again at some point next week.
- Coal**

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European coal prices rose in yesterday's session, where the API 2 2023 contract rose to 198,75 USD/t. The market faces supply concerns from some of the world's top exporters, including Australia and Colombia, while the issues about the South African supply appear to have been solved. We expect a relatively calm session today as gas moves sideways as well.
- Carbon**

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Yesterday, the European carbon market continued its steady decline amid the losses on the gas market. The benchmark contract settled at 72,40 EUR/t, the lowest level in almost a month. Although prices have fallen, they remain within the 70-80 EUR/t price range, and the market still awaits further news from Brussels about the details of a potential market reform and which initiatives the EU will take to prevent too big fluctuations in the future.
- Hydro**

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Early Friday, the Nordic weather forecasts project below-average temperatures during the weekend and the first days of next week. From that point on, milder conditions are expected once again, while precipitation amounts set to rise as well during the period. The outlook is not so different from what we saw yesterday and therefore likely unable to cause any big fluctuations on the Nordic power market as it is.
- Germany**

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Further losses on the gas market were instrumental for the German power market yesterday. Even-though the country has seen dropping temperatures this week, the market remain relatively calm due to the filled gas-storages and expectations that the weather will turn milder again next week. The country's 2023 contract was down 6 EUR/MWh yesterday and closed at 314,93 EUR/MWh. Today, we could see a consolidation as the market opens with sideways trading.
- Equities**

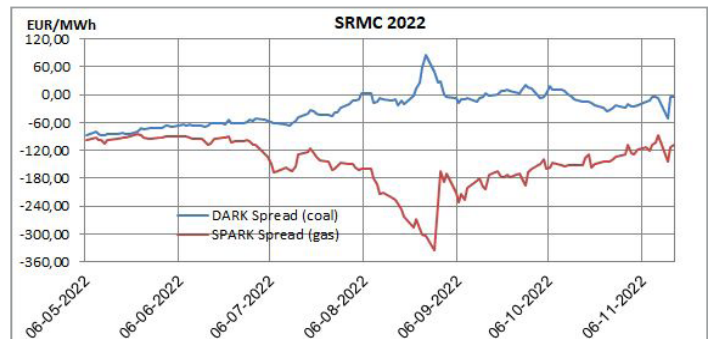
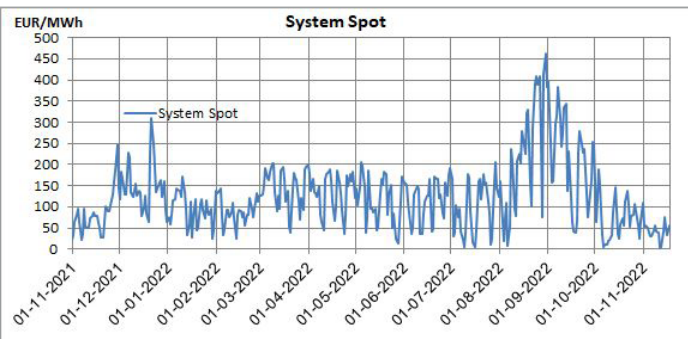
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Hawkish signals from the US Fed have caused a turnaround on the stock markets lately. Expectations are now further interest hikes in the country, and this is not well received by the international stock markets. Friday, the European markets do appear to rebound however, with focus today also on the rising corona virus figures in China.
- Conclusion**

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The Nordic power market opened bearishly Thursday, but despite the losses on the gas market and on the German power market, fluctuations ended up being rather small. At the end of the day, the Q1-23 and 2023 contracts settled at 221,50 EUR/MWh and 127 EUR/MWh respectively, both largely unchanged compared to Wednesday's close. Today, the market opens sideways again and we do not expect any big movements on the most traded contracts.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	STO	MAL	HEL	OSL	SYS
16-nov	26,66	26,74	26,74	26,74	299,62	26,74	32,92	December	211,50	208,50	187,00	207,00	279,50	216,50	167,00
17-nov	46,95	46,95	47,66	47,66	282,64	47,19	56,77	Q1-23	273,88	280,63	236,50	270,00	350,00	281,50	221,50
18-nov	109,94	111,42	108,36	108,36	274,63	108,40	109,79	2023	289,75	291,25	141,00	232,00	175,00	190,00	127,00



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