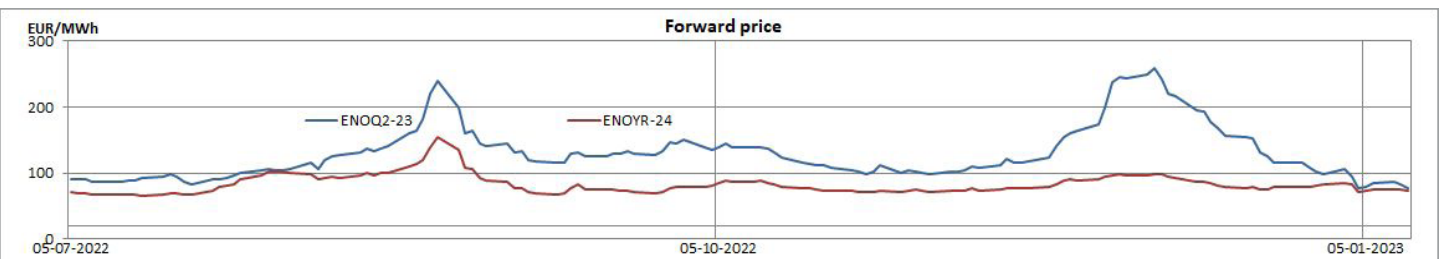
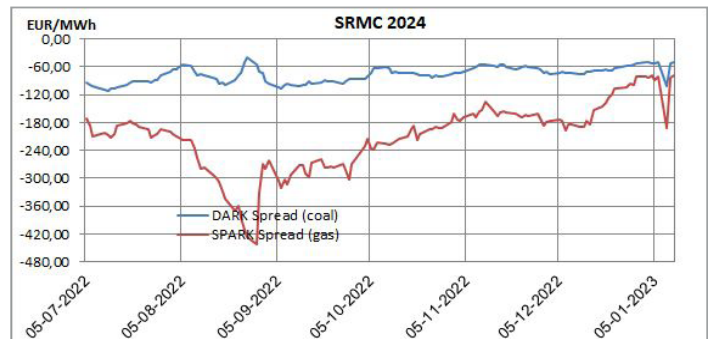
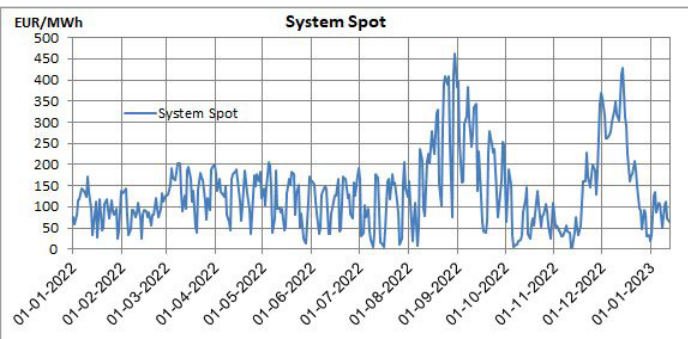


Expectation

- Oil** Prices continued to climb on the oil market yesterday, with the Brent front month contract rising an additional 3 % to close at 82,67 USD/bbl. The uptrend appears to be a reaction to a broad mix of bullish signals, with the looser Chinese corona virus restrictions as the most important. Easing inflation adds to the optimism, although the market remains nervous about a potential new global recession. The market opens sideways early Thursday.
- Gas** European gas prices dropped further in Wednesday's trading, and the TTF February contract is once again trading around a 1-year low due to the ongoing mild weather across the continent and the forecasts that fail to signal any winter weather whatsoever. Prices also fell on the day-ahead market, but cooler forecasts cause an upwards adjustment early Thursday.
- Coal** On the European coal market, the steady downtrend continued Wednesday, with the API 2 Cal-24 contract falling to a nine-month low of 160,68 USD/t. Demand remains low compared to normal for this time of the year, both because of the weather and because of the energy-saving initiatives we have seen implemented in the wake of last year's energy crisis.
- Carbon** Yesterday, the European carbon market edged down once again following the sharp increases earlier in the week. The current weather conditions, with mild and windy weather, limits demand for coal and this also has a clear effect on the carbon market. We expect the market to continue to track the development on the fuel markets in the coming sessions, which means that the weather forecasts are also decisive for this particular market.
- Hydro** Thursday morning, the Nordic weather outlook appears both cooler and less windy than yesterday. Temperatures could drop below average during next week, for the first time in several weeks, with precipitation and wind output also set to decrease. The outlook today appears bullish for the Nordic power market.
- Germany** With falling prices on both the gas, coal and carbon market yesterday, we also saw a bearish sentiment on the German power market. The country's 2024 contract fell around 8 % in a huge day-to-day decline and closed at 179,67 EUR/MWh, the lowest level since June last year. Today, we expect a calmer session with more modest fluctuations, and a rebound appears likely.
- Equities** Today, the US key figures on inflation will be published and the markets are showing optimism ahead of the very important indication on how the global economy is doing. Both the European and the US markets edged up, with the S&P 500 Index climbing 1,3 %. Today, all eyes are of course on how the inflation numbers will look, once they are published this afternoon.
- Conclusion** The Nordic power market retreated along with the fuel markets and the German power market yesterday, with no major changes to the weather outlook. The Q2-23 and 2024 contracts fell to 77,50 and 73,50 EUR/MWh respectively. Today however, the market appears ready for an upwards correction, due to cooler and drier signals from the forecasts, where both temperatures and wind output could now drop below average during next week.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	STO	MAL	HEL	OSL	SYS
10-jan	123,05	121,05	117,17	117,46	114,75	123,01	113,40	February	152,00	152,00	142,50	149,00	153,00	156,00	134,00
11-jan	83,01	62,16	56,83	62,04	63,51	90,56	71,41	Q2-23	157,50	161,00	83,63	152,50	87,50	117,00	77,50
12-jan	74,64	58,36	58,36	58,36	52,93	83,68	65,20	2024	130,75	136,75	79,30	140,00	80,00	109,50	73,50



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