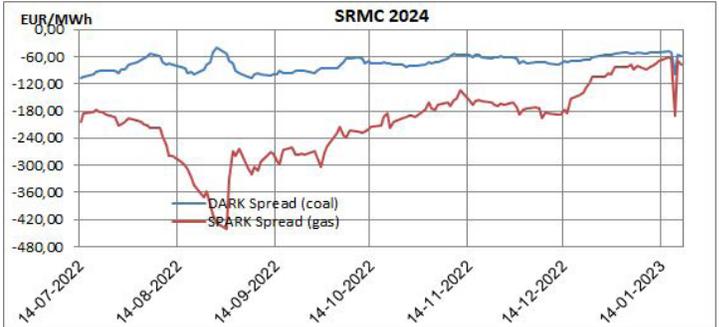
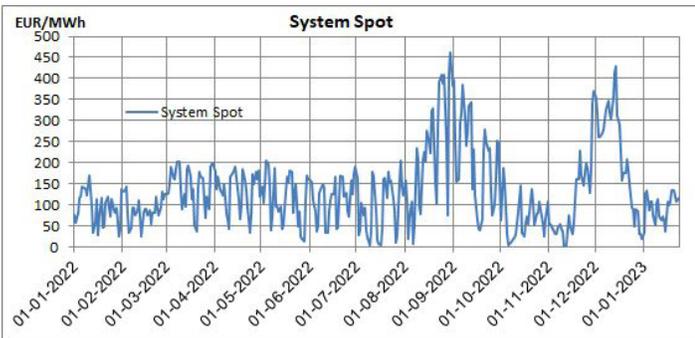


Expectation

- Oil** Prices continued to climb on the international oil market yesterday, as the fundamental situation remains largely unchanged. Although there are some concerns about the state of the global economy, the market is overall optimistic about the demand situation. This primarily due to strong Chinese key figures and the country's decision to open its borders following three years of corona virus lockdowns. We expect sideways trading Tuesday.
- Gas** On the gas market, the TTF front month contract once again moved largely sideways yesterday. After rising modestly during last week, prices fell slightly yesterday. Demand is increasing as prices have now fallen so much, that gas is becoming more competitive in the energy mix, but it will likely not be enough to prevent the market from falling today, as mild forecasts drive down prices.
- Coal** The week opened largely neutral on the European coal market as well. The API 2 2024 contract ended up falling marginally, closing at 177,27 USD/t, as high competition from gas currently limits coal demand at a time, where supply is solid. Stock levels in Europe are currently more than 30 % higher than at the same time last year.
- Carbon** Monday, the week opened largely neutral on the European carbon market. Falling coal consumption means less demand for allowances, but increased compliance buying to cover last year's emissions keeps buying interest floating nonetheless. The benchmark contract closed at 85,19 EUR/t but falls early Tuesday.
- Hydro** Early Tuesday, the weather forecasts suggest both temperatures and precipitation much higher than seasonal normal during the next ten days. Looking further into February, it seems likely that we will get colder weather, but temperatures should still not drop further than to around average for this time of the year. The signs that February opens mild is bearish for the Nordic power market.
- Germany** German power prices fell on the first day of the week, with the country's 2024 contract closing the day at 186,68 EUR/MWh. Following a rather cool week, temperatures in Germany are once again expected to rise this week, but any changes to the weather outlook could cause prices to rise again. Today, further losses seem most likely however.
- Equities** This week opened modestly bullish on the European stock markets, where strong signals from big tech companies led to optimism. The US markets were also up later in the day, despite the recent quite disappointing US key figures. We therefore expect high volatility today, where the European markets continue up while activity in Asia remains low due to New Year's celebration in several countries.
- Conclusion** Nordic power prices fell across the curve on the first trading day of the week. The continuously mild and wet weather forecasts drive contracts further down, as the deficit on the Nordic hydro balance also continues to narrow. The Q2-23 and 2024 contracts fell to 70,50 EUR/MWh and 73,75 EUR/MWh respectively yesterday, and we expect further decreases today as the forecasts do not expect any real winter weather in February either.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	STO	MAL	HEL	OSL	SYS
22-jan	149,34	123,98	102,10	123,76	66,81	141,37	109,50	February	129,75	126,00	107,75	116,00	114,25	125,00	105,00
23-jan	202,46	202,46	148,43	188,64	81,41	184,15	116,41	Q2-23	155,50	153,75	75,00	115,50	78,88	111,50	70,50
24-jan	198,13	198,13	114,25	175,64	114,91	172,43	106,26	2024	152,00	154,00	76,88	116,75	77,75	108,00	73,75



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