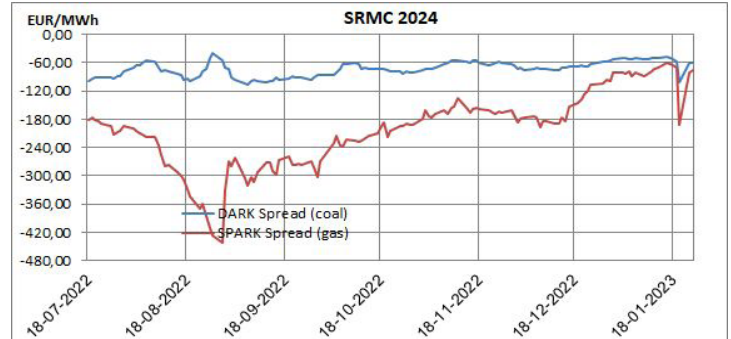
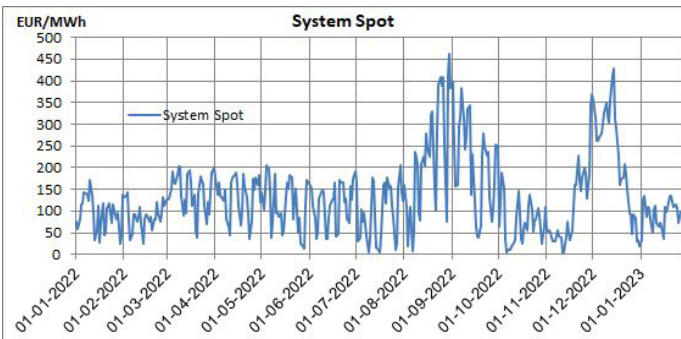


Expectation

- Oil** Yesterday, we saw a rebound on the international oil market, and as prices continue to rise early Friday, the Brent front month contract is once again trading around two-month highs. The hopes of a demand recovery were boosted by strong key figures from the US and by new data from China showing a decline in corona virus numbers in the country. Focus will now turn to next week's OPEC summit where the organization will discuss potential changes to the output strategy.
- Gas** European gas prices continued to fall in Thursday's trading. There are no changes to fundamentals to prevent the market from falling further right now, as continuously mild weather forecasts across the continent suggest that demand will remain low in the first half of February. The market remains oversupplied with LNG imports from the US set to increase again following the re-start of the important Freeport gas facility. Further losses appear likely today.
- Coal** Coal faces the same bearish fundamentals as gas at the moment, with limited demand due to mild weather and energy-saving initiatives while supply remains strong. Stock levels at the large European coal terminals in Amsterdam, Rotterdam and Antwerp are currently at around 6 million tons, significantly higher than average at this time of the year.
- Carbon** In contrast to the falling coal and gas markets, the European carbon market edged up in Thursday's trading. The uptrend was attributed to increased buying interest among financial investors and bullish technical signals, as the market wants to re-test the 90 EUR/t resistance level. The benchmark contract closed at 89,36 EUR/t, the highest level since Christmas. We expect the market to trade just below 90 EUR/t today.
- Hydro** Overall, the Nordic weather forecasts remain mild, wet and windy this Friday morning. There are some runs who show a potential cold period of a couple of days next week, but this will pass rather quickly and once again be replaced by above-average temperatures once again. The outlook should not cause any big fluctuations today since it has not changed a lot from yesterday.
- Germany** The German power market received mixed signals in Thursday's session, with further losses on the coal and gas markets offset by the 5% increase on the carbon market. At the end of the day, the country's 2024 contract closed at 164 EUR/MWh, marginally down from Wednesday. With no change to the bearish gas in sight, another day of falling prices appears likely today, although carbon could limit the losses.
- Equities** After the very negative session Wednesday, the European stock markets recovered a bit yesterday. The US markets rose as well later in the day, supported by strong economic key figures, and the S&P 500 Index closed at its highest level in more than a month. Today, the first signals from Asia are bullish and an upturn in Europe appears likely as well.
- Conclusion** Following six straight days of losses, the Nordic power market experienced a rare day of recovery yesterday. The weather forecasts remain mild, and since both gas and German power edged modestly down as well, there were no fundamental reason behind the modest increases, who were likely a correction after market had fallen substantially during the previous session. Today, a similar development as yesterday appears likely, with sideways or slightly upwards trading.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	STO	MAL	HEL	OSL	SYS
25-jan	134,80	128,11	24,33	86,80	24,33	128,52	73,94	February	114,50	109,00	91,75	103,50	96,00	109,00	89,00
26-jan	147,99	135,20	99,02	133,31	99,15	122,99	97,74	Q2-23	138,25	135,75	64,00	103,50	68,88	99,50	60,50
27-jan	166,69	160,14	128,81	157,19	112,28	142,97	100,97	2024	138,00	138,00	68,50	108,25	68,95	102,25	66,25



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