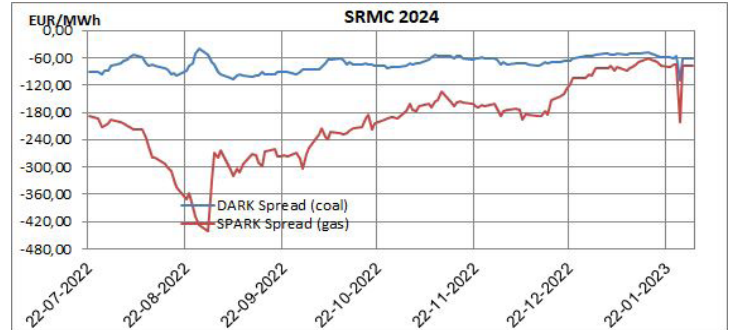
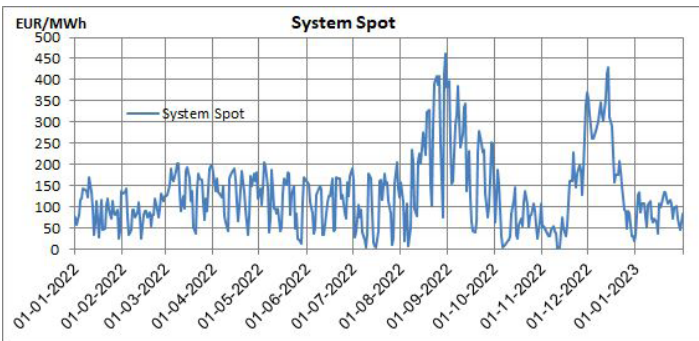


## Expectation

- Oil** International oil prices fell on the first trading day of the week, with the Brent front month contract edging down to close at 84,90 USD/ bbl. The market has now fallen around 10 % over the last week as concerns about the global economy have caused the optimism to fade, despite hopes about increased demand in China. The market continues down Tuesday amid fears of further interest rate increases and high production in Russia.
- Gas** Fluctuations on the European gas market are relatively small at the moment, with only modest daily movements compared to the extreme increases and losses we have seen during the previous year. Minor changes to the weather outlook are not enough to cause any upturn, as forecasts remain relatively mild while storage levels across the continent are high as well. Today however, the forecasts signal much cooler weather next week and this should be able to drive up prices.
- Coal** On the coal market, the situation is somewhat similar as with gas. The weather forecasts for parts of Europe had actually turned cooler over the weekend, but this caused only a relatively small increase on the market, as high stock levels and seasonably low demand limited the upside significantly. We expect prices to rise again Tuesday.
- Carbon** Monday, prices climbed slightly on the gas and coal markets, and this led to a bullish session on the European carbon market as well. The market continues upwards early Tuesday as the sentiment remains overall bullish across the markets, and the benchmark carbon contract could close above 90 EUR/t for the first time this year.
- Hydro** Early Tuesday, we see a cooler weather outlook for the Nordic area for next week. Both temperatures, precipitation and wind output should decrease noticeably, and remain below average for most of week 6. The change in weather should play a major role on the Nordic power market today and cause a bullish development.
- Germany** In the wake of rising prices on both the coal, gas and especially carbon markets, the German power market opened this week bullishly as well. The country's 2024 contract rose to 170,78 EUR/MWh. We expect further increases today as all markets rise due to noticeably colder and less windy weather forecasts for the coming week.
- Equities** Following a strong start to the year, investors have started hesitating a bit. Fears about higher interest rates and a general slowdown in the economy continue to loom, and this sent the markets down yesterday. The S&P 500 Index fell 1,3 % and we expect a day with cautious trading ahead of the big upcoming events, including interest meetings in the US Fed and key figures on GDP in the Eurozone.
- Conclusion** This week opened with another rather neutral day on the Nordic power market, continuing the sideways trend from late last week. The Q2-23 and 2024 contracts closed at 58,25 EUR/MWh and 65,75 EUR/MWh respectively. Early Tuesday however, prices are rising rapidly due to the noticeable change in the weather forecasts, which indicate cooler, drier and less windy conditions from next week, something which will also influence the related markets.

| Spot   | DK1   | DK2   | SE3   | SE4   | HEL   | OSL   | SYS   | Forwards | DK1    | DK2    | STO   | MAL    | HEL   | OSL    | SYS   |
|--------|-------|-------|-------|-------|-------|-------|-------|----------|--------|--------|-------|--------|-------|--------|-------|
| 29-jan | 95,53 | 30,39 | 30,39 | 30,39 | 30,39 | 95,06 | 58,98 | February | 113,38 | 113,00 | 90,70 | 107,50 | 92,50 | 107,50 | 87,50 |
| 30-jan | 71,87 | 22,97 | 22,97 | 22,97 | 44,27 | 83,57 | 45,83 | Q2-23    | 142,25 | 139,50 | 61,75 | 103,25 | 66,63 | 97,00  | 58,25 |
| 31-jan | 96,45 | 76,19 | 76,19 | 76,19 | 80,09 | 97,50 | 84,16 | 2024     | 141,25 | 141,25 | 68,13 | 108,50 | 68,60 | 101,75 | 65,75 |



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