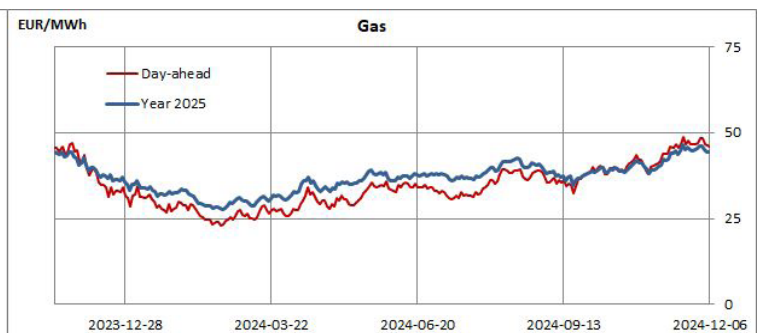
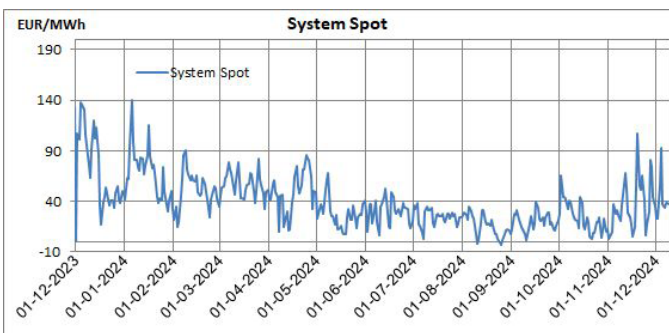


Expectation

- Oil** Ahead of the weekend, the oil market was focused on the OPEC+ summit. The cartel and their allies decided once again to postpone the output hikes which it originally agreed upon this summer but has had to delay due to the circumstances on the market. The market retreated on the agreement with the Brent front month contract closing at 71,12 USD/bbl, but recovers again early Monday after the dramatic events in the Middle East this weekend, with the toppling of the government in Syria.
- Gas** European gas prices fell for a third straight session Friday, but the downside is limited by the quite cold weather outlook for the coming week. Temperatures in Northern Europe are expected below average throughout this week, before next week on the other hand looks somewhat milder. The market opens this week slightly down Monday as the forecasts are milder looking at next week.
- Coal** The downtrend on the European coal market continued without interruption Friday. Demand is low both in Europe and in other continents, and there are no signs of this situation changing fundamentally in the nearest future. It would take a significant turnaround on the gas market to cause a shift in sentiment for coal, but further price falls appear likely today.
- Carbon** Friday, the European carbon market edged down, with the benchmark contract closing the day at 68,31 EUR/t. The contract is now entering the final phase of trading before expiring and this could cause some fluctuations this week, where the market is trading up Monday. There is still technical resistance around 70 EUR/t which should limit the upside however.
- Hydro** Over the weekend, we have not seen any major changes to the Nordic weather outlook. Both temperatures and precipitation amounts are overall expected around average during the next couple of weeks, with wind output also set for periods both above and below normal. The hydro balance surplus is still expected around 9 TWh ahead of Christmas.
- Germany** German power prices fell further ahead of the weekend, with the country's 2025 contract falling to 95,07 EUR/MWh, marginally below the previous close. The market also retreats Monday as gas appears to continue the downtrend, and because the weather forecasts suggest milder conditions next week following low temperatures this week.
- Equities** A bullish week ended with another uptick on the European indexes Friday, where the Stoxx600 Index rose 0,94 %. The US markets were up as well later in the day, although the S&P 500 Index only rose 0,25 %. The first signals from Asia Monday are rather bearish however due to the ongoing political unrest in South Korea, but this topic should not lead to major losses in Europe.
- Conclusion** On the Nordic power market, the bearish sentiment returned Friday, where the most traded contracts edged down amid mild weather forecasts for the remainder of December and a strong surplus on the hydro balance. Falling prices on the related markets added to the downside as the Q1-25 and 2025 system futures fell to 53,80 EUR/MWh and 36,55 EUR/MWh respectively. We consider falling prices as the most likely scenario again today, where the forecasts remain mild and where gas, German power also looks set to retreat further.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Gas	TTF
07-dec	60,42	60,95	45,26	51,70	39,08	46,17	37,84	January	97,88	100,05	68,25	71,00	74,00	69,50	55,50	Day-ahead	45,89
08-dec	62,63	62,76	54,40	54,24	59,00	50,12	38,12	Q1-25	91,08	87,45	62,70	68,95	76,45	68,20	54,45	Year 2025	44,30
09-dec	77,35	73,14	66,81	69,02	57,72	65,25	37,28	2025	84,38	83,50	36,90	47,80	48,60	46,50	37,00		



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