

Expectation

Oil



Tuesday, the oil market managed to stabilize following the prices falls during the previous several sessions, but the downtrend has resumed early this morning. Things are unfolding quite rapidly at the moment, first and foremost of course surrounding Donald Trump and his trade wars, where only the one against China is still on as things stand. The effects it could have on global oil demand are however noticeable and prices therefore fall further.

Gas



European gas prices fell Tuesday, retreating from the 15-month highs reached in Monday's session. The US-China trade war, which has now come into effect, could have a positive effect on European gas imports, as Chinese tariffs on US LNG could lead to the gas being diverted to Europe instead. This is however still surrounded by a lot of uncertainty and nobody knows for how long the trade war will last. Prices are climbing again Wednesday morning.

Coal



On the coal market, prices retreated once again Tuesday, supported by the bearish sentiment on the gas market. The API 2 2026 contract closed the day at 114,75. The rising gas prices today limit the downside and we consider largely sideways trading as the most likely scenario today.

Carbon



Early Tuesday, the European carbon market continued the downtrend from the previous session, but the market managed to win back most of these losses later in the day and closed largely flat. The market has increased sharply lately due to bullish gas and speculative investors taking on new long positions, but uncertainty is high about what a potential trade war with the US could mean for demand.

Hydro



Temperatures in the Nordic area are expected to fall gradually over the coming days, and from the weekend and throughout next week, we will see cooler conditions than seasonal normal. Meanwhile, precipitation amounts and wind output will also remain quite low. The outlook has not changed much since what we saw yesterday.

Germany



German power prices fell yesterday along with gas. Any news that could potentially strengthen European gas supply is bearishly received by the German power market and the country's 2026 future therefore fell to 96,68 EUR/MWh, marginally lower than Tuesday. The first signals are somewhat bullish today, but we do not expect a day of massive fluctuations.

Equities



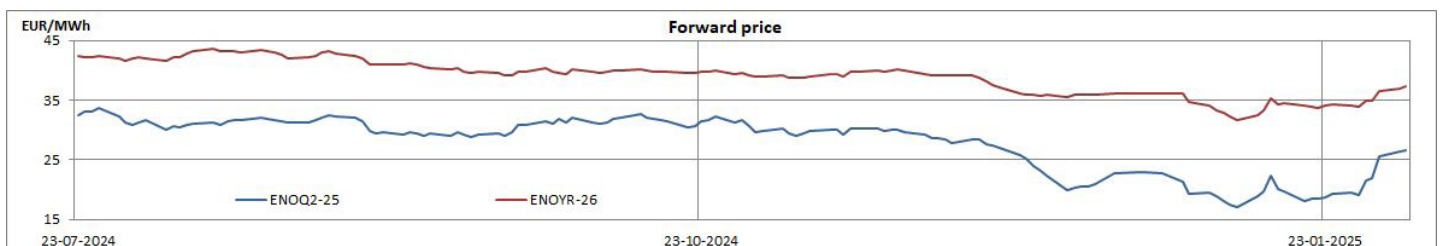
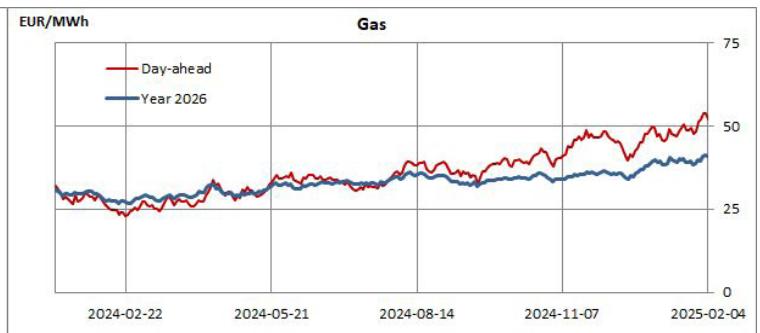
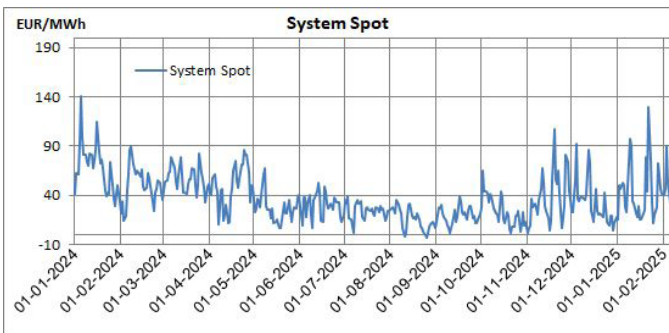
In the wake of the quite sharp losses Monday, it was no surprise to see a recovery on the international stock markets yesterday. Donald Trump has put his tariffs on Canada, Mexico and the US on pause, and the hopes that they will not come into effect at all of course spurred some optimism on the nervous markets. Early Wednesday, we see an initial strong opening from Asia, except from China, and the uncertainty about the trade wars will continue to weigh on the markets.

Conclusion



Yesterday, there was no end to the uptrend on the Nordic power market, which has send the most traded system futures skyrocketing over the course of the last couple of weeks. The coming week looks very dry, cold and calm in the Nordic area, and as a result, the Q2-25 and 2026 futures rose to 26,60 EUR/MWh and 37,30 EUR/MWh. Early Wednesday, the first signals are once again somewhat bullish, but it is not a very volatile opening we are looking at.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Gas	TTF
03-feb	150,21	154,51	117,65	129,60	108,11	131,24	89,92	March	92,10	92,60	46,58	54,85	70,60	60,67	45,10	Day-ahead	52,03
04-feb	101,94	139,17	70,63	96,13	84,21	70,40	52,47	Q2-25	79,60	76,85	24,10	37,10	32,35	39,66	26,60	Year 2026	40,88
05-feb	91,14	116,19	26,98	45,62	7,03	48,09	33,11	2026	81,80	81,55	36,80	50,80	47,10	48,21	37,30		



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