

## YOUR WEEKLY ENERGY MARKET REPORT

Price increases on the near curve were contained somewhat, as reports of milder weather and a healthy LNG outlook for the remainder of this month continued to suppress price movements for short term contracts. Norwegian flows into the UK remained low as the week closed, with a number of scheduled maintenance procedures going ahead on key North Sea infrastructure. The renewables mix also remained strong on Friday and throughout the course of the weekend, with levels of solar and wind generation making up a significant portion of the National Grid's stack.

Further along the curve, bullish sentiment took hold courtesy of a strong commodity mix. Indeed, strong gains in Brent Crude Oil fueled these increases, with Brent rising by over 7% following the release of the IEA's forecast for global stocks, detailing a reduction of 5.5m barrels/day for the second half of this calendar year. Furthermore data, detailing a rally in Chinese demand for the commodity also garnered further upside risk for the commodity. It's also expected that OPEC will look to extend cuts beyond June '20. The resultant impact saw gas and electricity quarterly and seasonal prices tick upwards throughout Friday's session. Pound Sterling weakened throughout Friday and over the course of the weekend. The UK economic outlook against European and trans-Atlantic counterparts is weak in the eyes of a number of investors, with comments from Bank of England Chief Economist Andy Haldane outlining potential stimulus strategies that include negative interest rates, a harbinger of things to come.

## Currency & Commodities

Pound vs Dollar (£:\$) 1.211

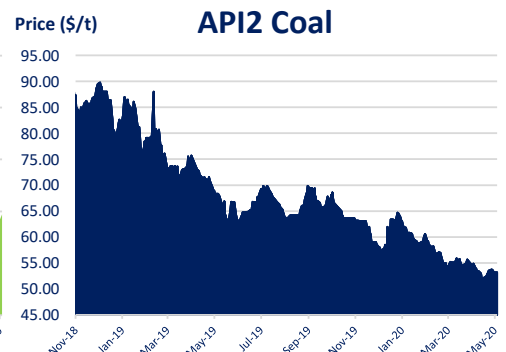
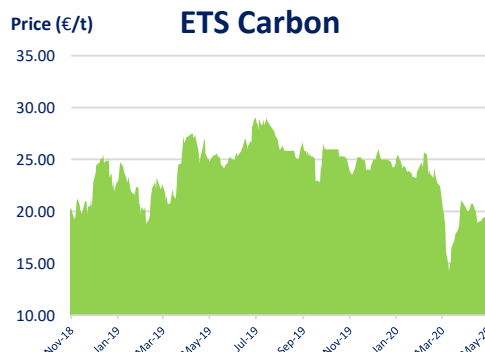
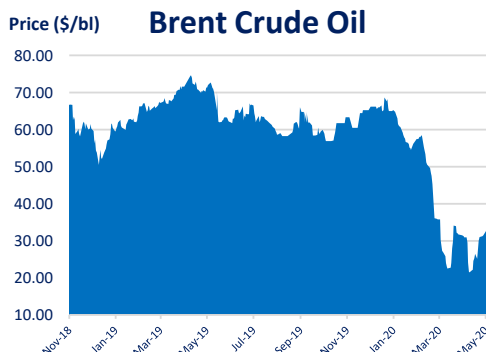
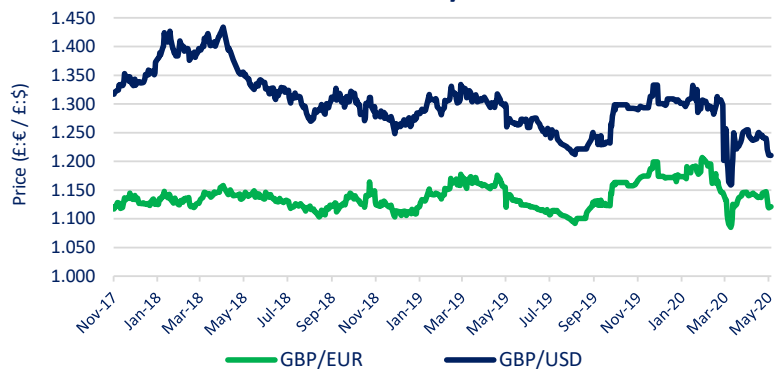
Pound vs Euro (£:€) 1.121

Brent Crude Oil (\$/bl) 33.85

EU ETS Carbon (€/t) 19.8

API2 Coal (\$/t) 53.20

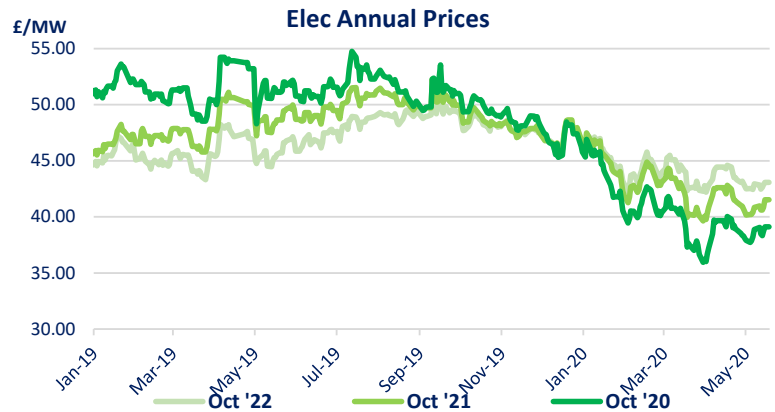
GBP vs EUR/USD



# EnergyAce Weekly Energy Market Report

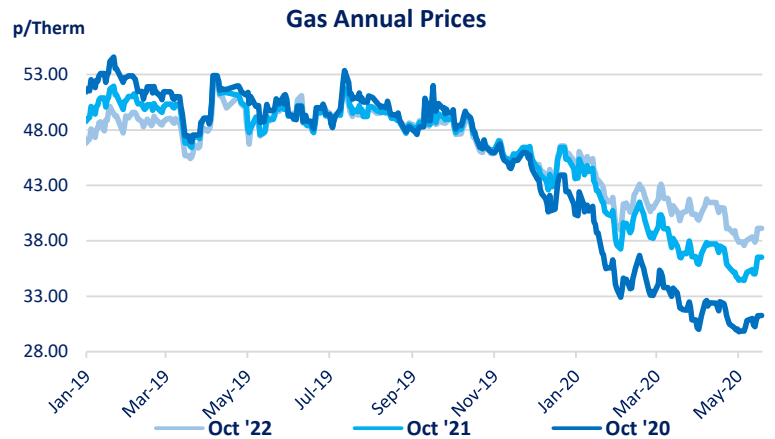
## Electricity Analysis

Elec Futures	Price	Change	% Change
Jun-20	25.55	0.90	3.65%
Jul-20	26.25	0.75	2.94%
Aug-20	27.25	0.50	1.87%
Q3 20	28.07	0.43	1.57%
Q4 20	40.00	0.43	1.57%
W 20	31.65	-5.87	-15.64%
S 21	36.72	-0.08	-0.22%
W 21	44.27	0.71	1.63%
Oct 20 Annual	34.19	-2.98	-7.93%

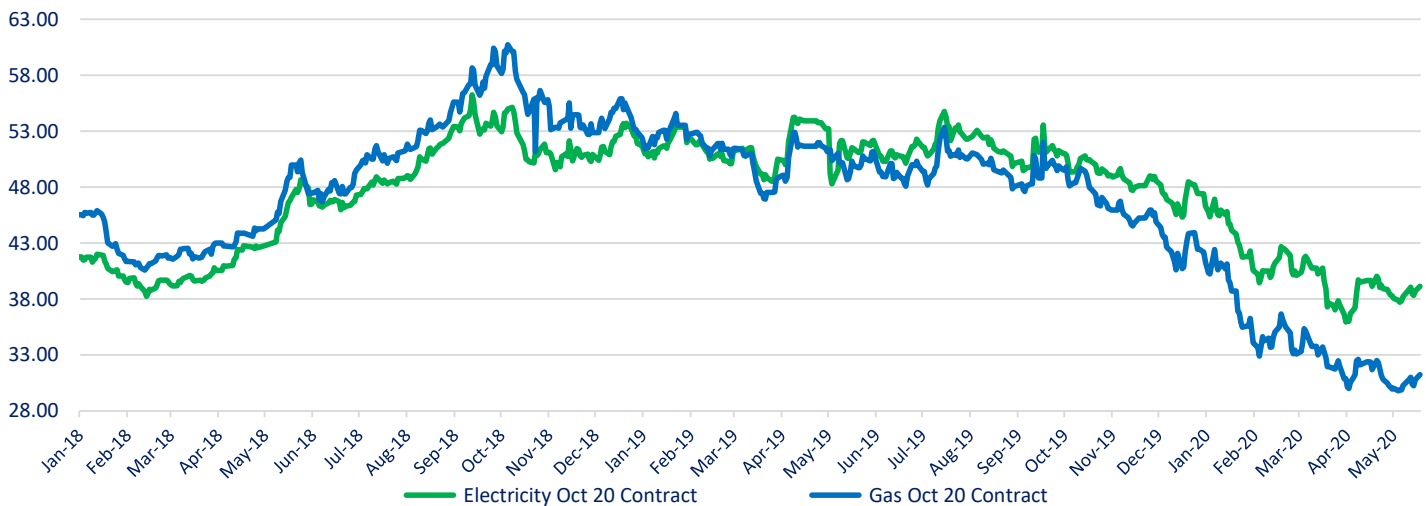


## Gas Analysis

Gas Futures	Price	Change	% Change
Jun-20	12.86	0.27	2.10%
Jul-20	13.17	0.25	1.93%
Aug-20	14.96	0.20	1.36%
Q3 20	15.41	0.24	1.60%
Q4 20	29.55	0.41	1.42%
W 20	32.92	0.44	1.35%
S 21	30.11	0.16	0.53%
W21	39.50	0.07	0.17%
Oct 20 Annual	31.51	0.30	0.94%



### Elec / Gas October 2020 Annual Prices



EnergyAce Ltd. does not represent or endorse the accuracy or reliability of any of the information or content contained in this report. Under no circumstances will EnergyAce Ltd have any liability for any loss or damage by reliance on information obtained through this report which is used at your own risk. Under no circumstances should this report be used for investment purposes.