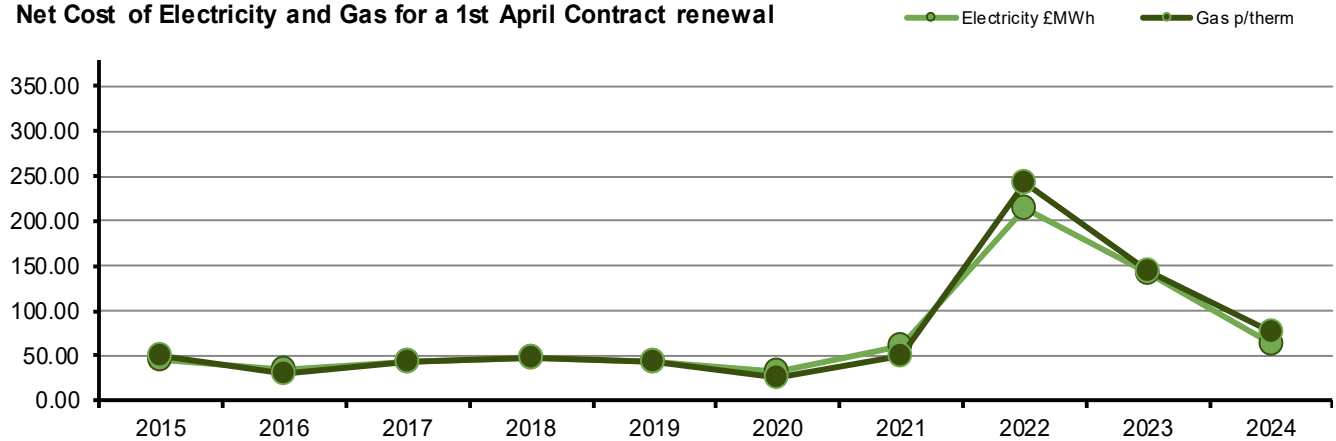


# week on week marketview

Report issued: 10th April 2024

## Net Cost of Electricity and Gas for a 1st April Contract renewal



### Electricity: base load cost - excludes distribution, taxation and supplier margin and costs

2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
45.90	35.30	43.15	48.13	43.59	32.98	60.53	214.93	141.60	62.55

### Gas: core gas cost - excludes distribution, taxation and supplier margin and costs

2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
49.30	30.79	43.09	48.60	43.78	25.93	49.68	243.01	144.85	75.74

### Week commencing 1<sup>st</sup> April 2024

	Oil (bbl)	Gas (ppt)	Power (MWh)	Coal (MT)
<b>Start</b>	\$87.33	75.74	£69.11	\$124.50
<b>End</b>	\$91.20	75.57	£70.65	\$117.50

The UK system remained long throughout the week, UK temperatures rose and peaked above seasonal norms with strong wind generation suppressing gas-fired power generation. Norwegian flows to the UK remained unchanged, as did LNG send out. Oil prices continued the upward trend hitting a new five month high, as geopolitical tensions remain and continued OPEC+ cuts drive bullishness. Prices remained stable across the week.

### Week commencing 25<sup>th</sup> March 2024

	Oil (bbl)	Gas (ppt)	Power (MWh)	Coal (MT)
<b>Start</b>	\$85.60	75.44	£70.60	\$115.50
<b>End</b>	\$87.33	75.74	£69.11	\$124.50

The week began with an oversupplied system and strong flows from Norway. This trend continued throughout the week with the healthy levels of supply remaining and the latest forecasts suggesting temperatures are set to increase, further reducing demand. Wind generation is expected to outturn above average, further adding to the bearish sentiment. European storage levels continue to remain high with the winter season set to end.

### Week commencing 18<sup>th</sup> March 2024

	Oil (bbl)	Gas (ppt)	Power (MWh)	Coal (MT)
<b>Start</b>	\$82.39	73.50	£66.98	\$112.35
<b>End</b>	\$85.60	75.44	£70.60	\$115.50

The week opened strong off the back of restricted supplies due to ongoing maintenance, UK continental shelf flows were being curtailed due to outages at St. Fergus Shell. Mid week saw prices drop slightly ending a five day rally after a 15% rise in that time, temperatures in the UK were forecast above seasonal norms with wind generation set to be above average also. European storage levels continued to be high.

### Week commencing 11<sup>th</sup> March 2024

	Oil (bbl)	Gas (ppt)	Power (MWh)	Coal (MT)
<b>Start</b>	\$82.39	73.50	£66.98	\$112.35
<b>End</b>	\$85.26	74.04	£69.28	\$114.00

Following the previous weeks gains, the week opened with 3 days of consecutive losses on higher temperature forecasts and elevated expected wind generation, however mid week saw bullish sentiment despite little change in the fundamentals. Some traders cited the upward movement was due to the drone attacks on a Russian refinery. The bullish sentiment extended to Brent crude oil, as a drop in US stockpiles and higher demand projections from the International Energy Agency pushed prices up