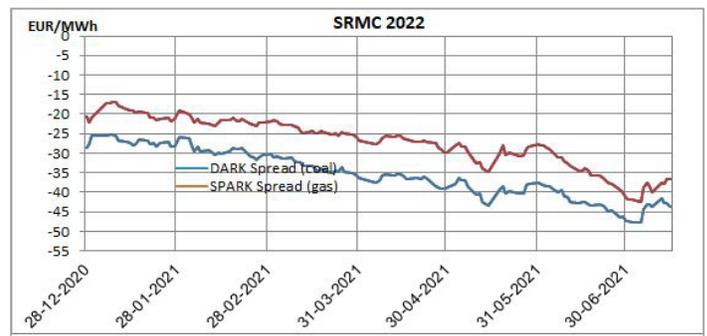
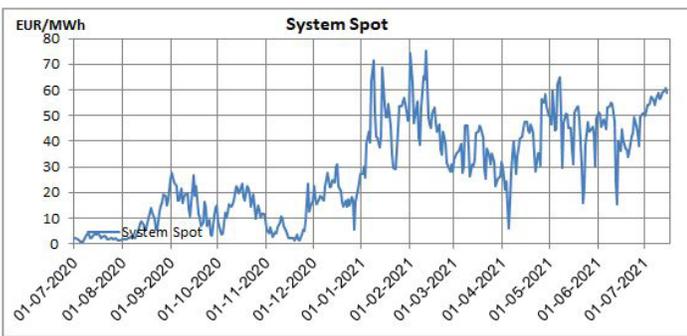


Expectation

- Oil** For a second straight day, prices fell on the crude oil market yesterday. The market expects the OPEC countries to increase production, as demand is increasing, and the countries and their allies failed to agree on a deal to continue their current production limitations during the last half of the year. The Brent front month contract closed yesterday at 73,47 USD/bbl, down 1,29 USD/bbl from Wednesday, and continues to edge down early Friday.
- Gas** Spot prices on the European gas markets rose yesterday, as high demand, low supply from Norway and low storage levels across the continent led to another bullish day. Further out the curve, prices fell on expectations of falling demand and bearish support from other markets. Friday, we could see the long end of the curve fall further as the weather forecasts are getting a bit milder.
- Coal** European coal prices continued to rise Thursday. The signals from Asia remain very strong, as demand in Asia is very high, while export from the important South African coal mines has decreased significantly. As a result, the API 2 Cal-22 contract climbed another 0,25 USD/t, closing at 91,41 USD/t, the highest closing prices ever for this specific contract.
- Carbon** Thursday, the European carbon market continued to digest the new ETS reform proposal from the European Commission, which was published the previous day. The proposals were more or less in line with what had been expected and priced in, and the market ended up falling slightly, with the benchmark contract closing at 52,97 EUR/t. Today, the market opens with another downturn as the market continues to sell on the fact of the new EU climate ambitions.
- Hydro** Ahead of the weekend, the Nordic weather forecasts start leaning towards wetter conditions late next week. The 10-day outlook is still drier than seasonal normal, but the end of the period now suggests higher precipitation amounts as low-pressure weather will start dominating again. The outlook is
- Germany** With falling carbon and gas prices and some milder weather forecasts for later in July, the German power market was up for a downwards adjustment yesterday, although the bullish coal limited the downside. The country's Cal-22 contract fell marginally to 70,88 EUR/MWh, and Friday, we expect another downwards adjustment as fuels and carbon remain bearish.
- Equities** We saw another bearish day on the European stock markets yesterday, where the Stoxx600 Index edged down 0,95 %. The market has turned negative this week due to increasing corona virus figures and disappointing key figures. The losses continued in the US later in the day. Early Friday, the first signals from the Asian markets are bearish as well.
- Conclusion** Yesterday, the Nordic power market woke up to some milder weather forecasts, and as both the carbon market and the German power market edged down as well, Nordic power prices fell during the day. The Q4-21 and YR-22 contracts fell to 49,85 EUR/MWh and 33,00 EUR/MWh respectively. Friday morning, the wetter weather forecasts are confirmed, and we expect further losses today, where the overall sentiment across the markets appears to remain bearish, while the weather forecasts from yesterday are confirmed.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	STO	MAL	HEL	OSL	SYS	SRMC	Coal	Gas	Oil
13-jul	95,02	95,02	77,48	77,48	98,29	59,17	59,75	August	81,75	86,00	62,75	81,88	74,95	63,10	57,00	August	89,18	86,98	62,30
14-jul	87,39	87,39	76,67	76,67	108,47	60,49	60,72	Q4-21	77,65	81,90	54,90	75,40	61,55	58,05	51,40	Q4-21	84,98	91,32	0,00
15-jul	89,74	92,47	75,78	80,80	102,78	61,00	58,82	2022	61,29	63,79	37,39	58,04	43,47	40,94	34,04	2022	76,88	71,29	0,00



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