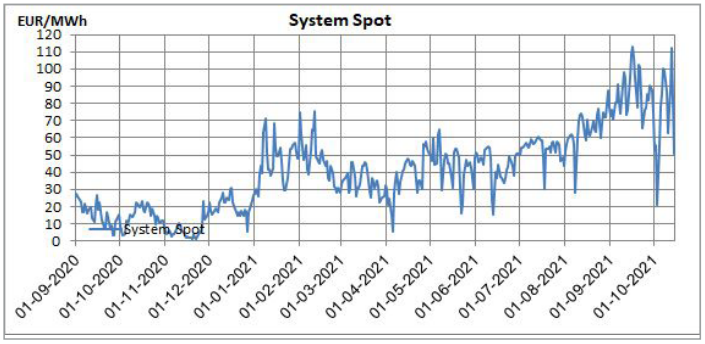
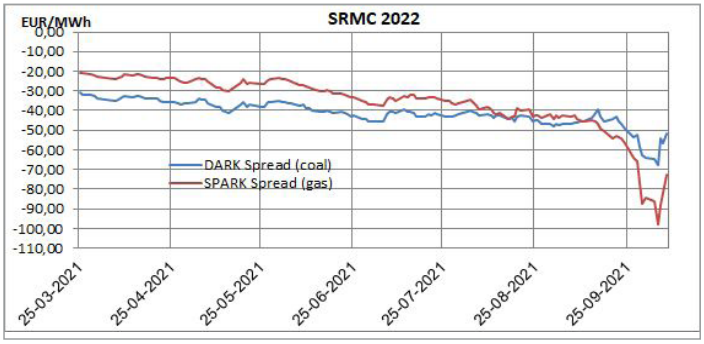
Morning Report October 14 2021

	Expectation	
Oil	↗	For a second straight day, we saw sideways trading on the international oil market yesterday. After rising to a three-year high, the market appears to be stabilizing at the current price range at least momentarily. Concerns about the scale of demand growth and the recovery of the global economy limits the upside on a market, although OPEC's demand cuts continue to offer some bullish support. The market climbs further early Thursday.
Gas	↗	European gas prices edged up for a second straight day yesterday, as low storage levels, low supply from Russia and high demand both in Europe and in Asia remain the big topics. The market remains nervous following the big recent fluctuations, even though the last few days have been a bit calmer compared to the panic-like sentiment earlier in the month.
Coal	↗	The situation remains volatile on the European coal market as well, with production issues in both Russian and China offering bullish support to an already insecure market. A late sell-off did however erase the gains from early in the day, and The API 2 Cal-22 contract ended up falling 1,16 USD/t during the day and settled at 151,87 USD/t. We expect a turnaround and rising prices Thursday.
Carbon	↗	Wednesday, fluctuations were once again rather small on the European carbon market, with the benchmark contract rising marginally to 59,07 EUR/t. We are in a bit of a calm period right now, and we expect the range-bound trading in the area around 60 EUR/t to continue during the coming time as the market awaits further signals.
Hydro	↘	Thursday, the weather forecasts continue to show low-pressures dominate throughout the 10-day period. There is a chance that we can see a couple of dry days Sunday-Monday, but apart from that, precipitation amounts will remain high. In total, the 10-day outlook remains more than twice as wet as normal for this time of the year, and the
Germany	↗	German power prices continued to climb yesterday, responding to rising prices across the fuel complex and on the carbon market. The country's Cal-22 contract rose to 122,93 EUR/MWh. Mild weather and high wind power production limits the upside on the short end of the curve. Today, we could see another price jump as the fuel and carbon markets all appear to rise.
Equities	↗	We saw a bullish day on the financial markets Wednesday. The markets climbed sharply early in the day due to falling interest rates, although disappointing US inflation figures limited the upside later in the day. The Stoxx600 Index ended up closing up 0,70 % for the day, and the first signals early Thursday are slightly bullish as well.
Conclusion	→	On the Nordic power market, the day opened bullishly due to the rising fuel, carbon and German power prices. Later in the day however, the sentiment changed, and the wet weather forecasts once again became the leading price driver. The Q1-22 and YR-22 contracts both ended up falling once again, settling at 55,80 EUR/MWh and 36,60 EUR/MWh respectively. Today, we once again see mixed signals as the weather forecasts remain very wet, while fuels, carbon and German power rises further. The market opens sideways but could move in either direction later in the day.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	STO	MAL	HEL	OSL	SYS
12-okt	153,56	140,21	117,84	126,23	117,84	116,27	87,61	November	148,30	149,30	76,18	123,30	82,30	97,80	65,30
13-okt	188,24	186,75	157,57	161,00	157,57	130,35	112,11	Q1-22	133,83	142,30	64,80	138,80	80,30	86,80	55,80
14-okt	119,77	109,19	78,36	104,36	73,04	100,46	50,65	2022	97,35	103,35	40,38	103,30	54,70	52,10	36,60





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