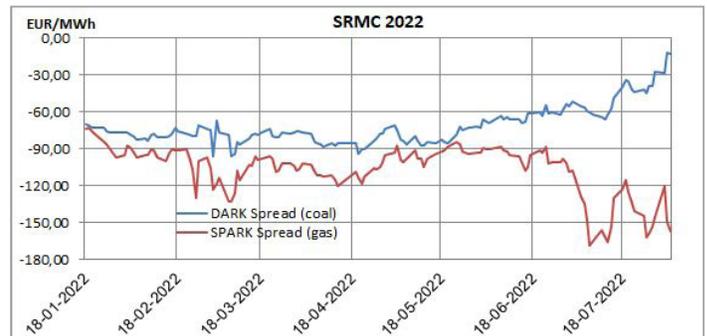
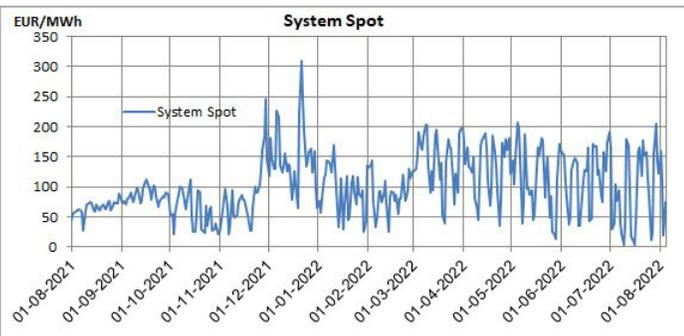


Expectation

- Oil** All eyes on the oil market were on OPEC yesterday, and the cartel surprised the market a bit by agreeing on an increase in production. This just a few weeks after Joe Biden had attempted to convince Saudi Arabia to do this. The increase in output is rather modest however, but still caused a downturn on the market, where the Brent front month contract closed at 96,78 USD/bbl. The market continues down early Thursday and trades around three-month lows.
- Gas** Although prices did not jump as much as the previous days, the bullish sentiment continued on the European gas markets yesterday. On the important Dutch TTF hub, front month gas continues to trade around 200 EUR/MWh, which has been the case since Russia lowered Nord Stream 1 flows to just 20 % of capacity back in July. The first signals early Thursday point towards another day without price climbs.
- Coal** On the European coal market, prices continued to fall yesterday, with the API 2 2023 contract retreating to 263 USD/t. The contracts has fallen by 12 % during the last week, which is rather unusual since gas has continued its rally meanwhile. Supply is however strong on the coal market, with high stock levels at the big European coal terminals.
- Carbon** The uptrend on the European carbon market continued yesterday, where the benchmark contract climbed to 83,99 EUR/t. It has now increased by more than 10 % during the last week amid prospects of lower auction supply during August. Outages in the French nuclear sector due to heat wave adds to the bullish sentiment and we expect the market to remain within the 80-90 EUR/t in the nearest future.
- Hydro** Thursday morning, the Nordic weather outlook confirms yesterday's forecasts, that precipitation will increase to just above seasonal average during the coming week. In total, the 10-day outlook is around 10 % above normal, while temperatures are set to fall to around normal. The quite average forecasts should be neutral for the Nordic power market today.
- Germany** Following several days of price rally, we saw somewhat of a consolidation on the German power market yesterday. The country's 2023 contract has jumped to near 400 EUR/MWh due to the expectations of a complete end to Russian gas supply and an overall energy squeeze during the upcoming autumn and winter. Milder weather forecasts cause falling prices on the short end of the curve early Thursday, while the long end of the curve opens sideways.
- Equities** We saw a turn-around on the international stock markets yesterday, where both the European and the US markets climbed following two straight days of losses. A strong tech sector led the market upwards, but concerns about a global recession are still high. The recent visit by US House speaker Nancy Pelosi to Taiwan has caused uncertainty about potential Chinese retaliation, but not enough to prevent the market from rising further early Thursday.
- Conclusion** Wednesday, the Nordic power market experienced a rare bearish session. After eight straight days of increases, the market edged down in an apparent correction following the previous extreme uptrend. The Q4-22 and 2023 contracts fell to 251,00 EUR/MWh and 154,50 EUR/MWh respectively, with the biggest downturn on the short end of the curve. Thursday, both gas and German power opens sideways, and the Nordic power market could move either direction during the day depending on the fluctuations on these markets.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	STO	MAL	HEL	OSL	SYS
02-aug	331,85	267,03	61,54	61,54	192,62	235,77	110,19	September	366,50	366,50	188,25	285,00	263,50	249,50	179,50
03-aug	295,17	277,35	4,42	4,42	10,16	236,97	19,87	Q4-22	424,25	427,00	255,20	361,18	330,50	307,50	251,00
04-aug	380,11	334,23	7,55	7,55	7,55	241,89	74,02	2023	306,50	313,50	161,50	261,50	178,00	197,00	154,50



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