

## Expectation

- Oil** ↘

Yesterday, the international oil market rebounded following the losses in the previous session. The market remains concerned about the state of the global economy, following the disappointing US key figures on inflation which came out Tuesday evening. However, the market avoided further losses yesterday, with the Brent front month contract closing the session at 94,10 USD/bbl. Early Friday, the market opens with falling prices.
- Gas** ↗

The uptrend on the European gas markets continued yesterday, following the sharp losses earlier during the month. We have received some cooler weather forecasts for the end of September, which immediately causes some concerns on the market about increase in demand. EC President Ursula von der Leyen did not make any proposals about a price cap on gas during her speech yesterday, so this appears to be off the table, with the EU instead focusing on gas saving initiatives during the coming winter.
- Coal** ↗

On the coal market, we saw an upwards adjustment as well yesterday, as prices climbed along with gas. The cooler weather outlook caused an overall price climb, with the markets also digesting the proposals from the European Commission to deal with the current energy crisis, such as a cap on revenues for low-cost producers. We could see further price climbs today along with gas due to cold weather forecasts.
- Carbon** ↘

Yesterday, we saw a rare upwards correction on the carbon market along with fuels and power. The market still fears demand destruction however, due to the initiatives to curb fuel and power consumption during the upcoming autumn and winter. We therefore expect the market to retreat again today, where the benchmark contract could drop back below 70 EUR/t.
- Hydro** ↗

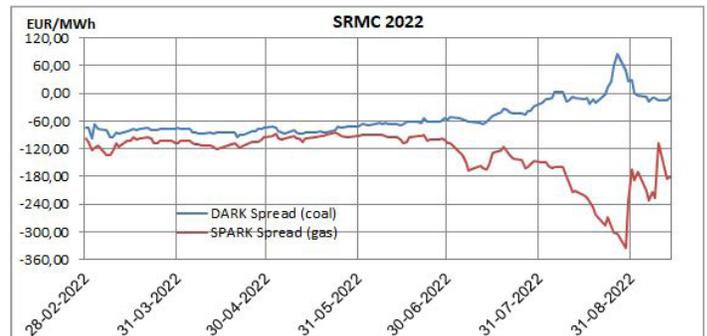
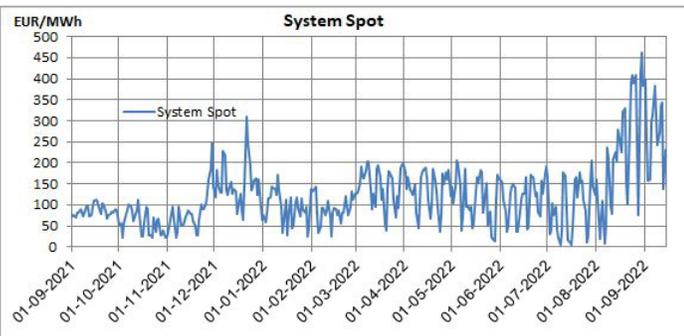
Following a short wet and mild period, both temperatures and precipitation amounts in the Nordic area are expected to drop below seasonal average during the coming days, and remain there at least throughout next week. The growing deficit on the hydro balance and the cool forecasts are of course bullish for the Nordic power market.
- Germany** ↗

German power prices rose along with the gas market yesterday amid some cooler weather forecasts for the coming weeks. The country's 2023 contract rose to 517 EUR/MWh, as the market also weighs in the new proposals from the EC about introducing a revenue cap for certain producers to secure support for consumers. We expect the market to continue up along with gas today.
- Equities** →

Yesterday, the European stock markets opened sideways but gave in to the bearish pressure late in the day. The markets were not impressed by the EC's energy market reform initiatives, and the Stoxx600 Index closed down 0,9 %. The US markets were a bit more positive late in the day. Both Europe and Asia open sideways today, awaiting further important US key figures.
- Conclusion** ↗

Wednesday, the Nordic power market rose for a second straight day, with the Q4-22 and 2023 contracts settling at 284 EUR/MWh and 170 EUR/MWh respectively. The increases were attributed to colder forecasts and bullish gas, as well as the prolonged outage on the Ringhals 4 nuclear reactor in Sweden. The market remains cautious about what effect the 180 EUR/MWh revenue cap on low-cost producers will have. We expect rising prices today as well due to increases on the gas market and in Germany.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	STO	MAL	HEL	OSL	SYS
13-sep	370,44	360,72	66,05	66,05	74,22	383,39	138,87	October	400,50	390,50	234,75	353,00	260,00	348,00	223,00
14-sep	426,70	407,30	93,38	93,38	87,32	422,94	231,12	Q4-22	518,75	519,00	299,50	424,00	333,00	424,00	284,00
15-sep	355,79	355,79	118,75	118,75	118,75	361,13	123,75	2023	411,75	414,25	183,25	345,00	182,00	252,00	170,00



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