

## Expectation

- Oil

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Yesterday, we saw a minor upwards adjustment on the oil market, but this does not change the fact that prices – apart from a few days last month – are currently at the lowest level in ten months. There appears to be no quick solution to the bearish sentiment on the market right now, as OPEC's production cuts have failed to prevent prices from falling. Recession concerns and rising interest rates weigh heavier, on a market, which moves sideways early Wednesday.
- Gas

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Weather is the by far most important topic on the gas market, and the prospects of a cold start to the winter in early December led to rising prices yesterday. On the leading European gas hub, the Dutch TTF, the December contract climbed to the highest price level in a month, as temperatures in Western Europe are set to drop below average again by mid-next week. High storage levels do however limit the upside.
- Coal

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On the European coal market, the steep price climb continued yesterday. Since the beginning of last week, the API 2 2023 contract has rallied more than 25 % amid export issues from several countries. Both Colombia, South Africa and Australia, all countries who are extremely important for the European coal supply, face problems with their production or export at the moment. This means rapidly rising prices on a European market which still faces insecurity following the EU decision to boycott Russian coal.
- Carbon

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Tuesday, the European carbon market remained quite cautious, continuing the range-bound trading we have seen for some time now. The market still awaits news about a reform of the ETS scheme, which could provide the EU with more control of how prices are developing. This has been a topic following several years with huge fluctuations on a market driven by speculative actors.
- Hydro

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Expected precipitation in the Nordic area during the coming ten days is just around average for this time of the year. More important are however temperatures at the moment, and today's outlook confirms the prospects of the gradual return of cold weather during next week. The outlook therefore remains bullish for the Nordic power market.
- Germany

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The German power market also experienced an uptick yesterday amid the cold weather forecasts and the rising gas and coal prices. Temperatures in Germany, the EU's largest gas consumer, are set to increase during the next few days but should fall below average again next week. The country's 2023 contract climbed to 344,81 EUR/MWh yesterday and continues up early Wednesday.
- Equities

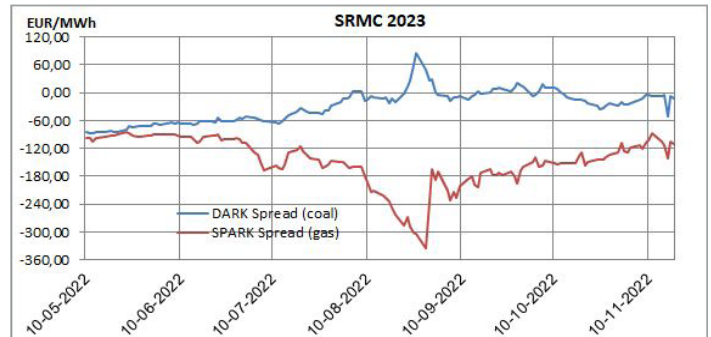
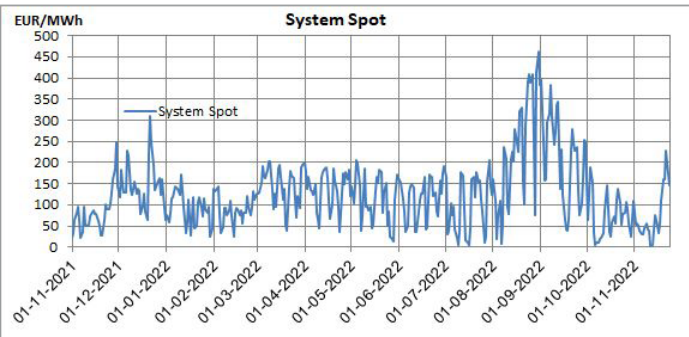
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After another hesitant start to the day, the sentiment turned bullish on the European stock markets yesterday. The Stoxx600 Index climbed 0,7 % amid hopes of a slowdown in the rising interest rates. The US markets were even more bullish later in the day, and the European markets also appear to open with optimism early Wednesday.
- Conclusion

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Cold and dry weather forecasts led to a bullish development on the Nordic power market yesterday, with the rising prices on the related markets such as coal, gas and German power adding to the upside. The Nordic O1-23 and 2023 contracts rose to 243 EUR/MWh and 141,75 EUR/MWh respectively, and since the cold outlook has been confirmed early Wednesday morning, we expect the uptrend to continue across the curve during today's session.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	STO	MAL	HEL	OSL	SYS
21-nov	253,82	253,82	252,80	252,80	264,19	199,09	228,58	December	230,50	227,50	219,25	243,00	310,00	246,50	200,00
22-nov	170,40	172,63	172,63	172,63	270,13	166,16	170,18	Q1-23	304,00	305,00	257,25	302,00	353,00	303,00	243,00
23-nov	149,80	149,02	149,02	149,02	247,25	143,50	147,38	2023	312,25	315,25	155,75	249,75	190,25	204,75	141,75



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