

## Expectation

- Oil** ↘

On the crude oil market, prices continued to climb Friday, with the Brent front month contract extending the two-month high from the previous session. The market has been waiting for bullish signals from China for a long time, and now that the post-Covid re-opening of the country is underway, prices start rising. The market opens slightly down early Monday but could very well win back the losses later in the day.
- Gas** →

Fluctuations were rather small on the European gas markets Friday, where both front-month and front-year contracts closed largely flat. Despite the weather forecasts still not indicating any really cold winter, prices are not falling anymore, which shows that the market might feel that we have reached a bottom following several weeks of steady losses. We expect another largely neutral day Monday.
- Coal** →

Like gas, coal traded largely sideways Friday, but the market still closed up for the week. Like gas, coal has recovered a bit after the significant drops in December and the first parts of January. The market continues to follow the weather forecasts, which indicate a week with temperatures just around average in large parts of Europe.
- Carbon** ↗

European carbon prices rose for a fourth straight session Friday, with the benchmark contract rising to 85,08 EUR/t, the highest price level in three weeks. Apart from the recovery on the fuel markets, the market sees higher demand due to the ongoing compliance buying season. We could very well see further increases Monday.
- Hydro** →

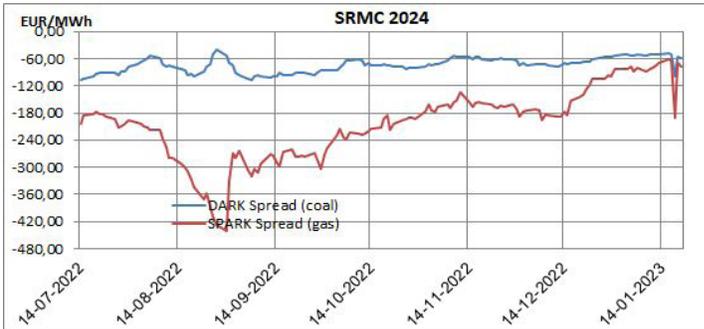
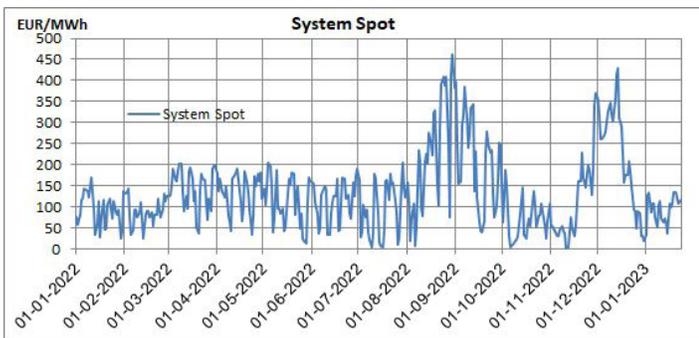
Over the weekend, the Nordic weather forecasts have confirmed the overall mild weather outlook for the coming time. This week, temperatures will remain above average, while precipitation is also expected higher than normal for most of the time. In early February, we could face slightly cooler weather, but no real winter is still in sight. The largely unchanged outlook is neutral for the Nordic power market.
- Germany** ↘

Friday, the German power market traded modestly up along with carbon, with slightly cooler weather forecasts adding to the upside. The fuel markets have stabilized following their heavy losses earlier in the month, and so has German power, with the country's 2024 contract closing at 190,09 EUR/MWh. Today, we expect another day with limited fluctuations, as the market opens slightly down.
- Equities** ↗

Last week closed with a quiet session on the stock markets, where the European markets closed largely flat, whereas the US markets edged up due to a strong tech sector later in the day. Today, the Chinese markets are closed due to New Year's holiday while the European markets open with a slightly bullish development.
- Conclusion** →

The Nordic power market closed last week with yet another bearish session. The Q2-23 contract dropped to the lowest level in more than half a year, settling at 73,75 EUR/MWh, while the 2024 contract closed at 75,50 EUR/MWh, with focus still on the weather forecasts for the coming weeks. Today, we expect a neutral or slightly bearish session, since the weekend has not led to any big changes to the weather outlook.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	STO	MAL	HEL	OSL	SYS
21-jan	144,39	141,64	117,84	127,76	117,84	140,17	120,47	February	129,38	127,75	112,75	120,75	119,00	129,50	110,00
22-jan	149,34	123,98	102,10	123,76	66,81	141,37	109,50	Q2-23	151,75	149,50	78,25	118,75	81,95	114,75	73,75
23-jan	202,46	202,46	148,43	188,64	81,41	184,15	116,41	2024	149,50	151,50	78,50	118,00	79,50	111,50	75,50



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