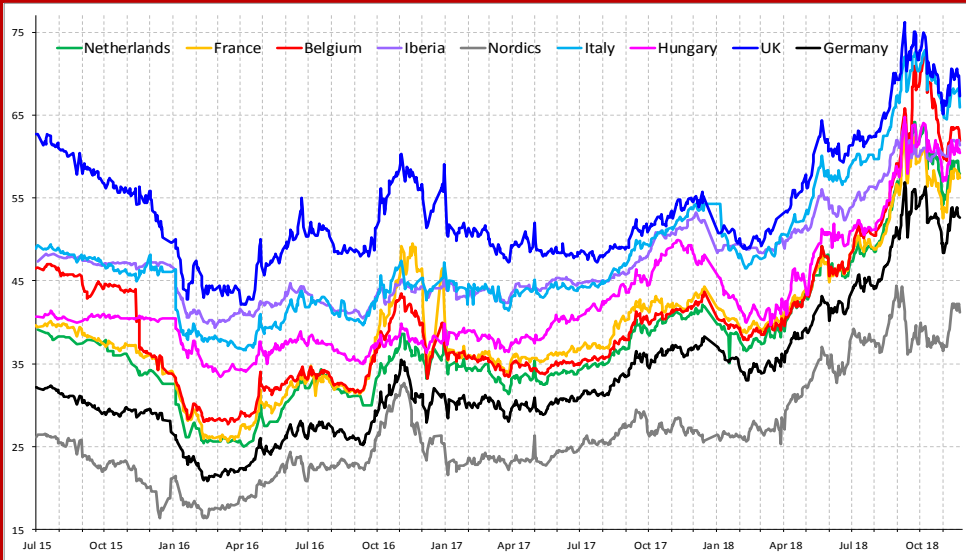


Tuesday 27th November 2018

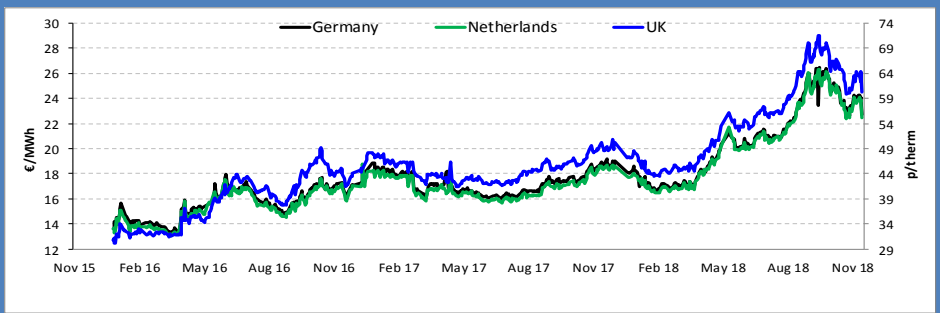
European Base Load Electricity Prices - Next Calendar Year (€/MWh)



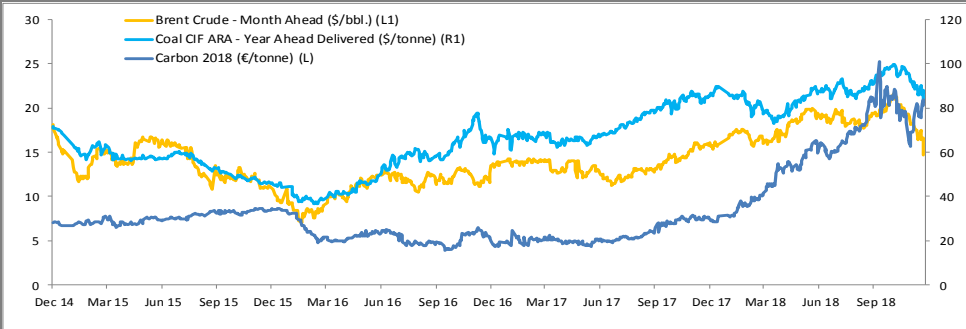
Power	Price	Change*
Italy	65.9	-2.44%
UK	64.62	-2.58%
Netherlands	57.90	-2.36%
Belgium	61.83	-2.28%
France	57.40	-1.88%
Germany	52.65	-0.21%
Hungary	60.40	0.33%
Iberia	61.30	-1.05%
Nordics	41.20	-2.37%

Natural Gas	Price	Change*
UK (pence/therm)	60.29	-6.29%
UK (€/MWh)	23.23	-5.92%
Netherlands (€/MWh)	22.45	-4.87%
Germany (€/MWh)	22.74	-5.45%

Natural Gas Prices - Next Calendar Year



Brent Crude (Month Ahead) & Coal CIF ARA (Year Ahead Delivered)



Commodities	Price	Change*
Brent Crude Oil (\$/bbl.)	58.80	-12.5%
Coal CIF ARA (\$/Tonne)	83.50	-2.62%
CO ₂ EUA (€/tonne)	20.28	5.63%
CO ₂ CER (2018)	0.27	3.85%
GBP/EUR	1.1294	0.39%

Power

Day-ahead contracts were high last week, particularly for Belgian power, who saw prices reach almost €500/MWh on Wednesday. This was due to only 33% nuclear availability and increased peak demand due to cold weather. Further along the curve, most Calendar 2019 contracts softened due to weakness (carbon notwithstanding) in the commodity complex. The French 10-year energy strategy is due to be published this week, which will have implications for the future of its nuclear fleet. The German Calendar '19 contract was trading at EUR 52.65/MWh on Friday, down 0.2% on the previous week. The French Calendar '19 contract was down 1.9% to trade at EUR 57.40/MWh.

Natural Gas

Gas demand for heating and power generation increased substantially last week as temperatures dropped below seasonal norms. UK LNG sendouts continue to be buoyant, reaching seven-year highs with storage volumes almost at capacity and further tankers due to unload in the coming week. Pipeline gas supplies remain healthy and overall European storage sits above the level of this time last year. As a result of these strong supply fundamentals, and the weakness in oil, the major gas hubs all saw softening in annual contracts. The TTF Calendar 2019 was trading at EUR 22.45/MWh on Friday, down almost 5% compared to a week earlier. The German Calendar '19 contract softened 5.4% to trade at EUR 22.74/MWh while the UK Calendar '19 contract finished at EUR 23.23/MWh.

Oil & Coal

Crude oil prices have slumped to lows not seen in over 12 months. Week-on-week, Brent was trading at over \$8/bbl. softer, around \$59/bbl. on Friday. This weakness reflects bearish sentiment in the market along with fears of stunted demand, record production from the Big Three (US, Russia, Saudi Arabia), and general risk aversion. This is diverging somewhat from some short-medium term fundamentals that include Iranian sanctions and OPEC production cuts. Official Iranian export figures due this week and the meeting between OPEC+ member states in Vienna next week will provide the market with some direction. Coal prices were weighed down by oil and comfortable stocks in Europe and China. The API year ahead was down 2.6% to trade at \$83.50/tonne on Friday.

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