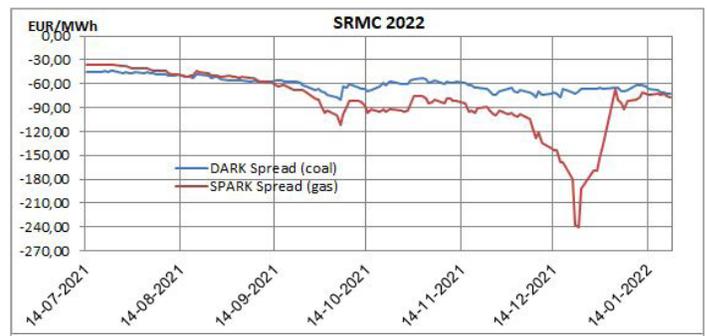
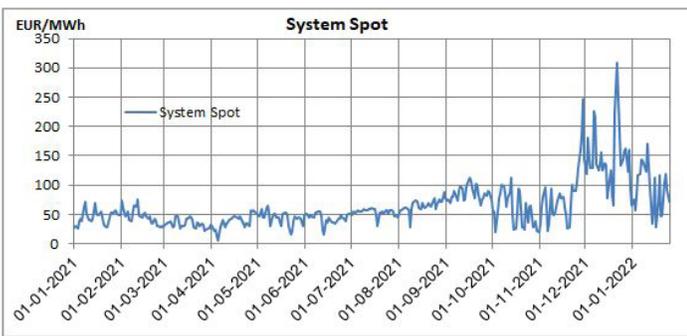


Expectation

- Oil** ➔ Early Monday, the oil market continued the uptrend from the previous weeks, but the sentiment changed during the day. The market appears concerned that the US Fed could increase interest rates, an overall bearish signal for the financial markets and something which also affects oil. The Brent front month contract ended up falling marginally to 86,27 USD/bbl, but rebounds early Tuesday and remains relatively close to the seven-year high from last week.
- Gas** ➔ Following the losses during most of last week, this week opened very bullishly on the European gas markets. The fears of a new war in Eastern Europe are rising and the market considers the consequences this could have on Russian gas supply to Europe and the faith of the contested Nord Stream 2 gas pipeline. Prices climbed across the curve yesterday but the market seems ready to correct down a bit Tuesday.
- Coal** ➔ Yesterday, the week opened bullishly on the European coal market as well. Demand remains high and the bullish sentiment on the gas market added to the upside, as the effects of the Russia-EU conflict on the gas market also affects coal. The API 2 Cal-23 contract ended up climbing to 112,45 USD/t, 4,15 USD/t above Friday's close.
- Carbon** ➔ Despite rising prices on the gas and coal markets, the European carbon market retreated in Monday's trading. The uncertainty surrounding gas is not enough to cause any major fluctuations on the technical-driven carbon market right now, as the benchmark contract closed at 84,02 EUR/t yesterday. We expect the market to remain around this area today as well as the market awaits further signals.
- Hydro** ➔ Tuesday morning, the drier and colder weather forecasts from yesterday are confirmed. Following a mild, wet and windy period lasting until the coming weekend, temperatures and precipitation amounts are set to drop significantly, at least for some days, before milder conditions could return at some point later during next week.
- Germany** ➔ German power prices climbed on the first trading day of the week, as bullish gas and coal, rising spot prices and colder weather forecasts led to a bullish cocktail on the market. The country's 2023 contract ended up climbing 5,15 EUR/MWh to settle at 127,78 EUR/MWh. The market seems ready for a downturn today however due to a bearish start to the gas market.
- Equities** ➔ Fears of higher US interest rates continued to dominate the international stock markets yesterday, where the expectations led to another bearish session. The Stoxx600 Index ended up falling 3,81 % as a result, with the increasing tensions between Europe and Russia adding to the downside. The market appears to correct up a bit early Tuesday.
- Conclusion** ➔ This week opened with a huge price jump on the short end of the Nordic power market amid some colder and drier weather forecasts for the coming weeks. The Q2-22 contract was up a massive 9,30 EUR/MWh, closing at 54,90 EUR/MWh. The 2023 contract also rose along with the fuel markets and the German power market, and closed at 36,90 EUR/MWh, 1,40 EUR/MWh above Friday's close. Today, the drier and cooler forecasts are confirmed, which is bullish for the short end of the curve, but falling German power prices could offset this.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	STO	MAL	HEL	OSL	SYS
23-jan	140,21	140,21	114,69	115,05	81,77	136,14	93,07	February	168,00	170,00	139,00	162,00	141,00	147,00	102,00
24-jan	130,66	61,88	61,88	61,88	61,88	134,20	71,54	Q2-22	182,90	183,40	65,30	141,90	67,90	85,90	54,90
25-jan	175,28	149,53	147,49	149,53	139,14	154,84	115,29	2023	84,15	86,15	40,20	81,40	43,45	58,40	36,90



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