

## Expectation

- Oil** ↗

There was no end to the uptrend on the international oil market yesterday. The Brent front month contract has been climbing steadily for several weeks now and it closed the day at 93,70 USD/bbl, 12 % above the level from a month ago. Focus is on China and the country's improving economic signals, with a strong US dollar and reduced OPEC supply amid floodings in Libya adding to the upside. The uptrend continues without interruption today.
- Gas** ↘

Thursday, the gas market retreated and the gains from the previous session were erased. Strong renewables output managed to overshadow the effects of the production outages in Norway. The strike in Australia continues but the market has already priced this in and it will take signs that the strike will last long before the market starts reacting again.
- Coal** ↘

On the coal market, prices also fell modestly following some sharp increases during the previous days. There are some signs of tightening global fundamentals amid increased demand from China, something which affects the development in Europe as well. We expect the market to move the same direction as gas today which should be downwards.
- Carbon** →

European carbon prices fell slightly yesterday after rising earlier in the week. The market faces increased auction supply at the moment but the bullish signals have overshadowed this recently amid the rising prices on the coal and gas markets. The benchmark contract closed yesterday at 83,12 EUR/t and trades sideways again early Friday.
- Hydro** ↘

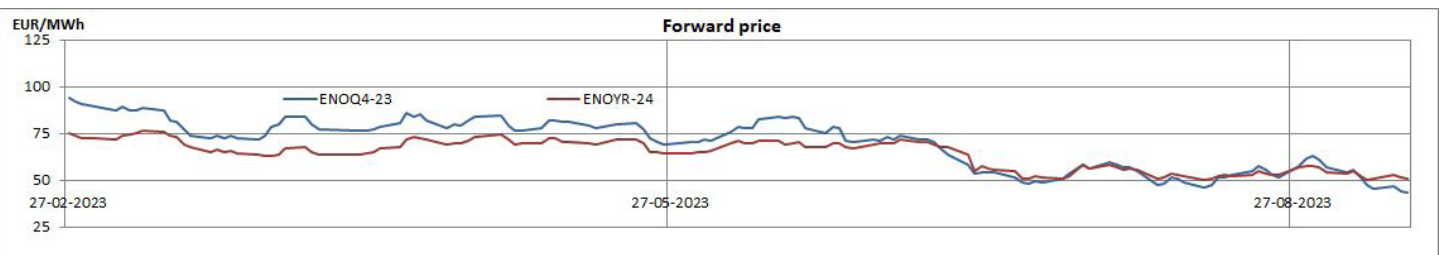
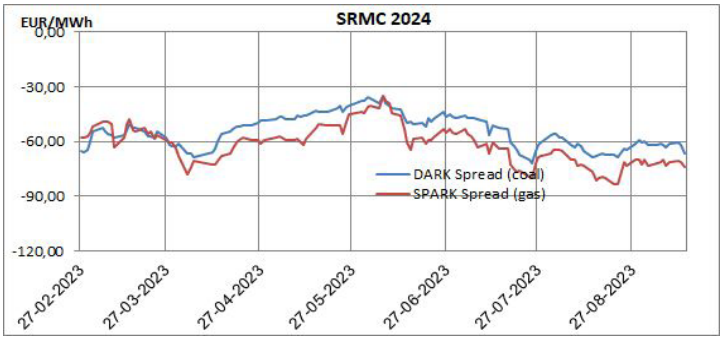
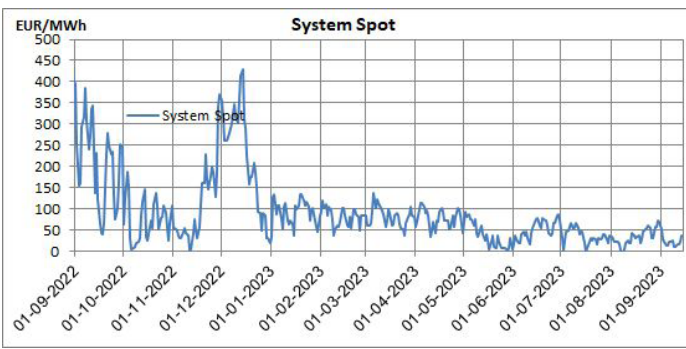
Ahead of the weekend, we continue to receive very wet weather forecasts for the Nordic area. For the remainder of the month, precipitation is expected above average and the hydro balance surplus could increase to around 12 TWh over the coming weeks. Temperatures are expected around or slightly above normal and the outlook remains bearish for the Nordic power market.
- Germany** ↘

German power prices fell yesterday in line with the losses on the gas, coal and carbon markets. With a closing price of 129,13 EUR/MWh, the country's 2024 contract is close to a three-month low price level as a mild start to autumn and filled gas storages overshadow the bullish signals on the market at least for now. We expect further losses today where gas opens down as well.
- Equities** ↗

It came as a bit of a surprise to the markets that the ECB decided to raise interest rates again yesterday. However, the bank meanwhile indicated that they thought it would be the last time they needed to do so and this led to increasing stock markets. This morning, the markets continue up due to strong economic signals from China.
- Conclusion** ↘

Yesterday, the steep losses on the Nordic power market continued. The Q4-23 and 2024 contracts are both at the lowest level in more than a year, closing yesterday at 42,00 EUR/MWh and 50,00 EUR/MWh respectively. A hydrological surplus and wet forecasts for the coming weeks continue to push down the most traded contracts on the market. The bearish sentiment could very well continue today on what looks like a day with losses across the markets.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	STO	MAL	HEL	OSL	SYS
13-sep	104,73	109,94	64,20	102,34	92,53	3,06	21,92	October	78,00	82,75	22,00	32,50	34,50	33,00	26,00
14-sep	120,47	120,47	85,60	101,85	86,46	2,70	38,33	Q4-23	92,75	88,25	37,50	49,50	42,75	57,00	42,00
15-sep	108,19	108,19	24,97	107,73	108,39	2,07	21,75	2024	114,50	110,25	47,25	70,25	50,50	69,50	50,00



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