

Expectation

Oil



Early Monday, the crude oil market continued last week's uptrend, with the Brent front month contract briefly breaking above 85 USD/bbl for the first time in more than three years. Later in the day however, the market retreated again. New disappointing US key figures on industrial production offered some concerns about the scale of the global demand recovery, an essential topic on the oil market right now. Early Tuesday, we see the market drifting more or less sideways.

Gas



Focus on the European gas markets remains on Russia, where we continue to get different signals regarding the country's supply to Western Europe. Gazprom once again bought only small amounts of transit capacity through Ukraine, a signal that the low supply will continue in the coming time. This was bullishly received by the market, which rose after falling early in the day. Russia will remain in focus on the market in the coming time as well.

Coal



A huge downturn struck the coal market yesterday, where we saw a big sell-off, probably initiated by speculative investors closing their positions to secure profit following previous gains. The API 2 Cal-22 contract ended up falling nothing less than 9,65 USD/t, settling at 143,85 USD/t, and we expect the market to stabilize somewhat today.

Carbon



On the European carbon market, we saw falling prices for a second straight day Monday. The market has fought some time now to break above the technical barrier at 62 EUR/t, and the failure to do so could result in a noticeable downwards adjustment in the coming time. The benchmark contract settled yesterday at 58,56 EUR/t, the lowest level since August, and could continue to tumble today.

Hydro



Tuesday morning, the weather outlook for the Nordic area is wetter for the remainder of this week, but there are some signs that we might see drier and cooler conditions towards the end of the month. High pressure-weather might start dominating at this point, and even though the outlook is still wetter than average, it is bullish for the Nordic power market because of the drier signals at the end of the month.

Germany



Huge losses on the coal and carbon markets were not surprisingly the biggest price drivers on the German power market yesterday. The country's Cal-22 contract retreated by 5,16 EUR/MWh and settled at 127,20 EUR/MWh. This meant that the spread to the Nordic power market fell sharply. Today, we could see

Equities



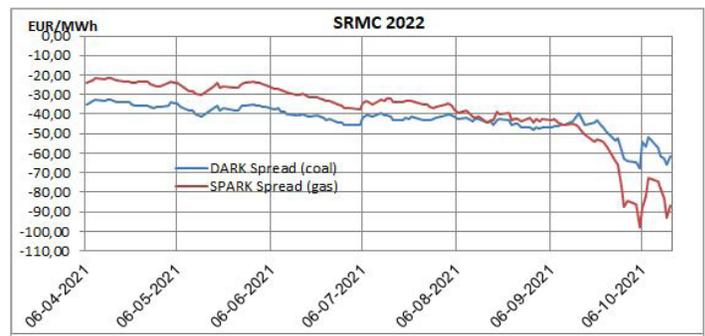
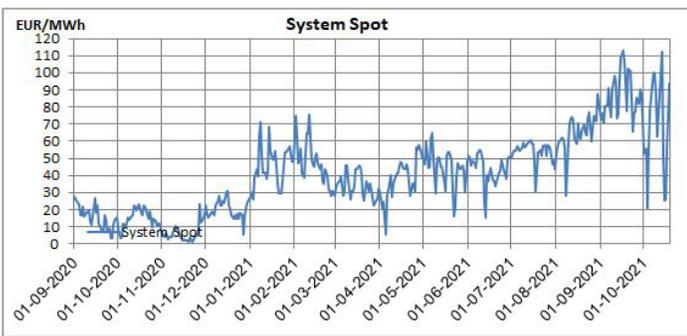
Yesterday, the European stock markets had a bearish day in the wake of some disappointing key figures from China. Later in the day however, the US markets managed to close with gains, with the S&P 500 Index settling up 0,34 %. The bullish sentiment was primarily driven by the tech giants, and it continues in Asia early Tuesday morning.

Conclusion



Monday, the Nordic power market once again took the opposite direction of the related markets, rising where the German power market, coal and carbon edged sharply down. Cooler and less windy weather forecasts led to rising prices, especially on the short end of the curve. The Q1-22 and YR-22 contracts ended up rising to 66,70 EUR/MWh and 39,05 EUR/MWh respectively. Today, there is a chance that the drier weather forecasts could push the market even higher, but yesterday's losses in Germany could weigh heavier and offer some downside to the market.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	STO	MAL	HEL	OSL	SYS
17-okt	142,02	112,57	66,59	69,32	47,29	110,03	55,84	November	158,85	159,85	83,85	140,85	86,65	104,85	70,85
18-okt	181,37	181,37	123,92	151,30	94,13	134,74	93,99	Q1-22	151,70	156,70	78,08	145,70	92,20	98,20	66,70
19-okt	148,93	147,44	143,75	143,94	139,25	146,26	90,78	2022	105,55	110,55	44,50	108,05	59,05	54,80	39,05



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