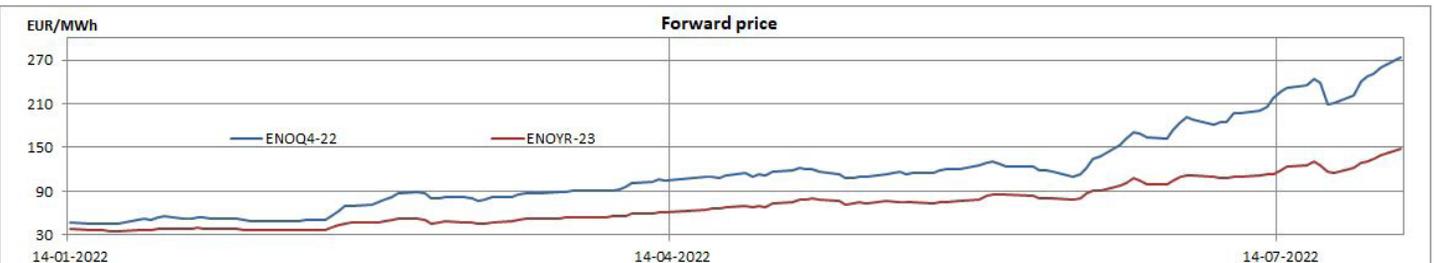
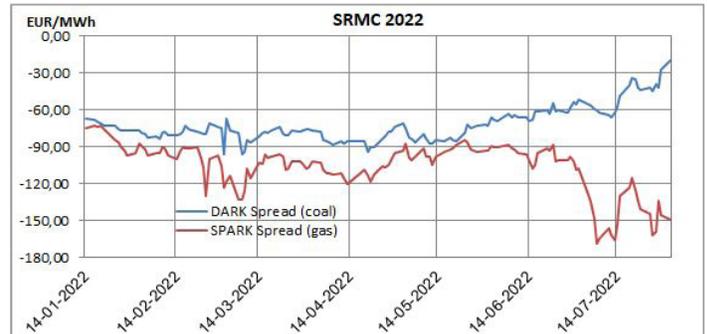
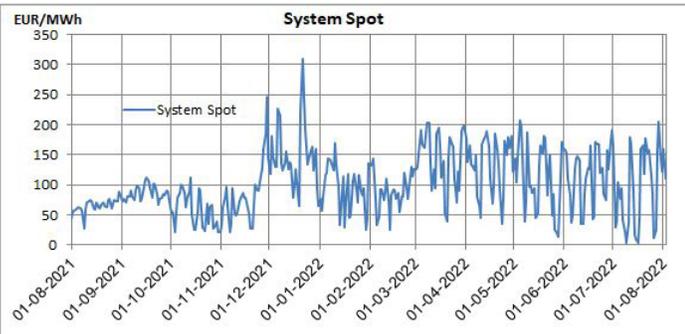


Expectation

- Oil** The week opened very bearishly on the oil market, where some disappointing economic data from China caused the market to return to the fears of a global economic slowdown, which could also influence oil demand. The supply concerns that the war in Ukraine has caused are not enough to prevent prices from falling at the moment and early Tuesday, the Brent front month contract is falling to only 99 USD/bbl, the lowest level since April.
- Gas** Russia continues to lower its gas export to the EU, with Latvia being the most recent country to be blacklisted by the Russians. Previously, the country has cut off supply to several other nations such as Poland, Denmark, and Finland, while flows are low in general to the remaining countries. The market traded further up on the news yesterday and another bullish session seems likely today.
- Coal** Despite the price climbs on the gas market, we saw a bearish development for coal yesterday, as an abundance in near-term supply prevented the uptrend from continuing. Stocks on the big European coal terminals are very full compared to normal for this time of the year, and even though demand is expected high during autumn and winter, this was not enough to prevent falling prices yesterday. If gas continues to surge, we do however expect that coal will eventually follow suit.
- Carbon** Monday, the uptrend continued on the European carbon market. During August, the market will face reduced auction supply, and prices have increased as a result. The benchmark contract climbed back above 80 EUR/t yesterday, and the question now is if it will settle in to its old trading range just above 80 EUR/t, where it has found itself a lot so far in 2022.
- Hydro** Following a quite wet period in the Nordic area during the coming ten days, the long-term forecasts indicate somewhat drier weather around the middle of the month. The hydro balance remains in deficit, although it is expected to shrink somewhat during the coming weeks. The outlook today appears neutral for the Nordic power market.
- Germany** As gas prices continued to climb, the German power market rallied further as well yesterday. The country's 2023 contract jumped to an all-time high of 384 EUR/MWh. The bullish carbon market added to the upside to some extent, but it is the gas market which is the by far most important factor, and this will certainly remain the case for a long time to come. With gas set to continue up, German power could rise further today as well.
- Equities** Both in Europe and in the US, last week's very bullish sentiment was replaced by some more sideways trading Monday. The lead indexes swung between minor gains and minor losses during the day, closing slightly lower than Friday. Investors fear that the recent rally will be short-lived and that the market will return to the negative sentiment soon. The market opens bearishly Tuesday, as the expected visit by Nancy Pelosi to Taiwan causes further uncertainty.
- Conclusion** Ongoing fears about an energy supply squeeze in Europe during the coming winter caused the Nordic power market to follow fuels and German power upwards yesterday, once again extending the all-time highs on most contracts. The very low water levels in the Norwegian reservoirs currently add to the upside on a market, where prices have doubled on the most traded contracts in less than two months. We expect no end to the price climbs today, as all related markets continue the uptrend.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	STO	MAL	HEL	OSL	SYS
31-jul	317,76	317,76	68,33	68,33	152,14	215,49	122,78	September	380,00	380,00	211,75	307,50	289,50	270,00	202,00
01-aug	376,83	376,83	120,13	133,19	275,36	222,04	158,90	04-22	430,94	437,89	277,44	385,62	367,94	325,94	272,94
02-aug	331,85	267,03	61,54	61,54	192,62	235,77	110,19	2023	295,25	299,75	152,75	255,00	174,00	187,50	147,50



The Morning report is produced on the basis of information about the Nordic power market from sources which Energi Danmark A/S finds reliable. We attempt to continuously keep data correct and up to date. Energi Danmark A/S assume no responsibility for the accuracy of the contents of this report. Energi Danmark A/S makes reservations for typing errors, calculation errors and assume no responsibility for any loss or damage arising from the direct or indirect consequences following use of this material. Estimates and recommendations can be changed with no prior notice or warning. The report is confidential and only intended for clients of Energi Danmark A/S. Information contained in the report is of general nature and cannot be defined as advice. Readers are urged to seek closer advice in relation to specific questions. This material is not to be published or in any other way passed on for unauthorized use.