

Expectation

- Oil

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Monday, the week opened bearishly on the international oil market, where the Brent front month contract ended up falling to 78,03 USD/bbl. A lot of focus was on OPEC, who last week had their strategy summit, where it was confirmed that there are some disagreements between the countries as to what the production strategy for next year should look like. Saudi Arabia will continue to cut output, but this was not enough to prevent falling prices. The market opens sideways Tuesday.
- Gas

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European gas prices fell in Monday's trading. Demand remains relatively low despite the cold weather, and in Germany, Europe's largest gas consumer, temperatures are expected to rise back above average towards the end of this week. Meanwhile, flows from Norway and LNG imports from other continents remain high. We expect more modest fluctuations today.
- Coal

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Yesterday, we saw a bearish start to the week on the European coal market. This despite the ongoing supply issues surrounding both South Africa and Austria. The falling prices on the related gas market weighed heavier yesterday, as the markets remain closely correlated, something which will likely remain the case in the coming time as well.
- Carbon

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On the carbon market, we also saw a bearish session yesterday. Demand is low as the overall energy consumption among European consumers has fallen following last year's crisis. The benchmark contract dropped to 70,46 EUR/t and we expect either sideways trading or falling prices in the coming time as there is little upside on the market as things stand.
- Hydro

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Temperatures in the Nordic area are expected to rise noticeably later this week, but the level will nonetheless remain below seasonal average. Wind output and precipitation amounts are also expected to rise throughout the week. The hydro balance deficit is still expected to weaken gradually over the course of the next two weeks.
- Germany

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German power prices fell in Monday's trading in response to the decline on the gas market and the carbon market. The country's 2024 contract fell to 100,50 EUR/MWh, as the price gap between the German and the Nordic power market continues to narrow amid the different fundamentals which currently drive these respective markets. Today, we expect the market to find foothold and either trade sideways or rise modestly.
- Equities

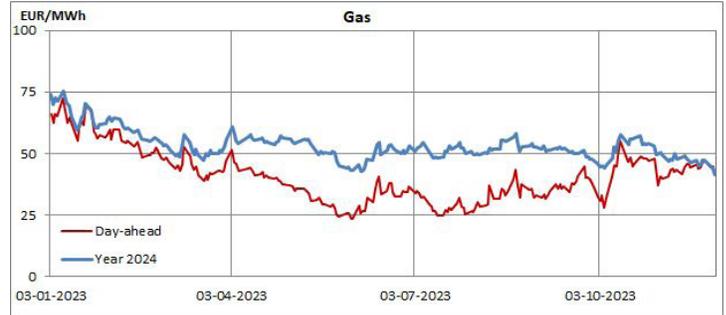
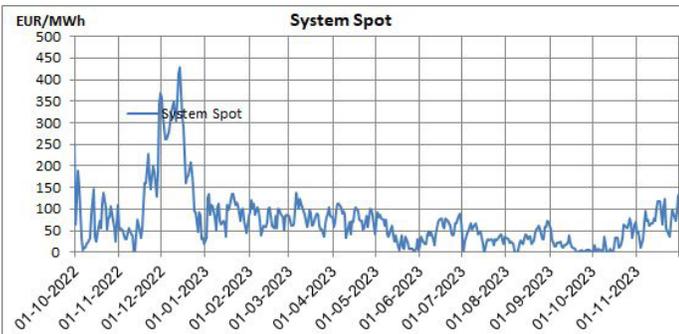
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This week opened modestly bearish on the international stock markets, where focus was once again at the US interest levels. The hopes that the US Fed will lower interest rates during next year have faded a bit recently, and the markets respond bearishly to this. The first signals Tuesday morning from Asia are rather negative as well.
- Conclusion

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Monday, we saw rising prices on the Nordic power market. This despite the losses on the German market and on the gas market. Other factors weighed heavier, as the forecasts remain quite cold and dry, and spot prices have also rallied lately, with a very high level at the beginning of this week. The Q1-24 and 2024 contracts closed at 83,80 EUR/MWh and 56,30 EUR/MWh respectively, and the market could very well continue upwards today.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	STO	MAL	HEL	OSL	SYS
03-dec	104,72	105,56	104,50	104,50	104,72	105,14	101,50	January	92,00	91,45	80,05	87,70	93,50	103,85	85,00
04-dec	111,76	152,00	152,00	152,00	155,63	140,76	137,61	Q1-24	101,40	92,40	70,12	83,65	89,15	97,90	79,40
05-dec	114,39	159,71	159,71	159,71	173,79	159,71	135,13	2024	103,00	95,60	47,00	61,54	61,25	71,75	53,00



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