

Expectation

- Oil** ↓

For a second straight day, the international oil market edged up in Friday's session and the Brent front month contract closed at 83,47 USD/bbl. The situation remains dependent on both the development in the Middle East and on the global economic signals as the hopes of potential interest rate cuts increased last week. Early Monday, the market changes direction and falls however due to new and a bit more disappointing US economic data.
- Gas** ↓

Friday's main event on the European gas market was the outage on the large Norwegian Kollsnes gas processing plant, which cuts the Norwegian exports to the continent significantly. Prices ended up falling nonetheless, as the event was not enough to make up for the overall bearish sentiment on the market and there further price falls look likely this week.
- Coal** ↓

On the coal market, the general bearish sentiment from the gas market led to another day of losses, with the API 2 2025 contract closing the day at 90,70 USD/t. The fundamental situation on the market remains unchanged amid strong supply and low demand and we do not see any rebound anytime soon unless there is a noticeable change to situation on the gas market.
- Carbon** ↓

Friday, the European carbon market started falling again and the downtrend continues Monday morning where the benchmark contract drops to the lowest level in around two years, trading at around 56 EUR/t. As long as the gas market continues to retreat, the pressure will be on carbon to follow the development and this is the case at the moment.
- Hydro** ↓

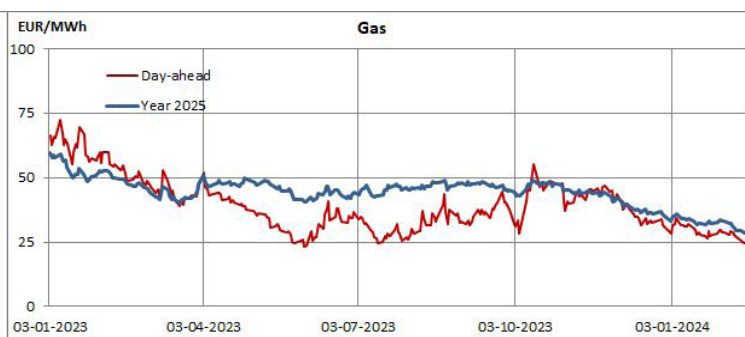
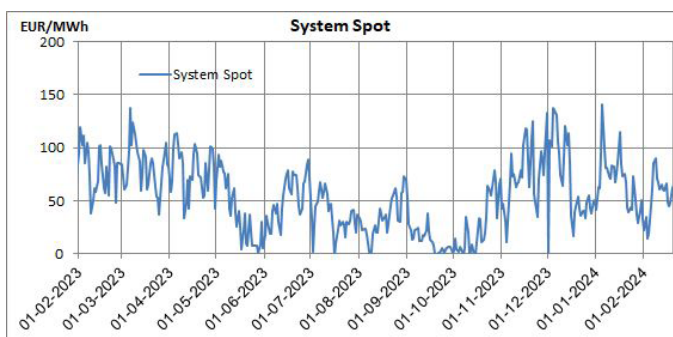
We expect a very mild and wet week in the Nordic area, with precipitation more than three times as high as average during the first part of the week and temperatures 5-6 degrees higher than normal. Later in the week, we see slightly drier and colder conditions, but the 10-day outlook is still much milder than average and appears bearish for the Nordic power market.
- Germany** ↓

The German power market was little changed Friday, where the country's 2025 contract closed at 72,30 EUR/MWh, more or less the same price level as the previous couple of days. Weak gas and carbon combined with mild weather forecasts for the coming weeks make sure to keep the market under pressure and we consider further price falls likely today.
- Equities** ↓

Ahead of the weekend, the main focus point on the financial markets were the US key figures on producer prices, which came out a bit more disappointing than expected. Inflation fears grew and the stock markets retreated as a result, and the European market will likely have to make up for this today, where we expect a bearish opening.
- Conclusion** ↓

Both the short and the long end of the Nordic power market moved largely sideways Friday, with the Q2-24 and 2025 contracts closing the day at 30,00 EUR/MWh and 37,00 EUR/MWh respectively, amid a largely neutral day on the German power market and no major changes to the weather outlook. Monday however, we expect modestly falling prices or another neutral day as gas appears to continue to fall whereas the weather outlook appears mild looking through the remainder of February.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Gas	TTF
17-feb	65,32	45,33	19,17	39,41	19,17	60,94	44,89	March	53,15	54,60	41,85	46,90	65,10	56,85	47,10	Day-ahead	24,59
18-feb	53,18	46,67	38,76	45,78	38,18	52,91	48,21	Q2-24	52,50	51,25	24,50	35,50	34,75	41,50	30,00	Year 2025	28,55
19-feb	63,65	63,69	62,78	63,46	64,36	62,70	63,28	2025	68,63	65,25	32,00	43,00	41,75	49,00	37,00		



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