

Expectation

Oil



Last week ended with a modest downturn on the oil market, where the Brent front month contract closed at 85,03 USD/bbl, down 0,37 USD/bbl against the previous close. The week in general was not marked by any large fluctuations. The market trades largely sideways early Monday as a strengthening US dollar against other economies, rising tensions in the Israel-Hamas war and weak signals from the Chinese economy are the main points of interest.

Gas



Temperatures are starting to rise in Europe, which is bullish news for the gas market. Following a quite mild start to the summer, temperatures are now expected above average in Northern and Central Europe during this week. Nonetheless, the market remains well-supplied and there are no major supply issues, which means that any upside on the gas market is limited from here on.

Coal



European coal prices rose along with gas Friday, with the API 2 2025 contract up around 2 USD/t, closing at 110,88 USD/t. The warmer weather forecasts, which led to rising gas prices, also affected coal, but there is not much coal demand at all in Europe and this situation is unlikely to change in the near future given the current fundamentals.

Carbon



On the carbon market, last week also ended with rising prices, in response to the general uptrend on the fuel markets as well. There were no major fluctuations however, as the benchmark contract closed at 69,19 EUR/t, 0,79 EUR/t higher than the previous close. Demand on the market is generally low right now, and this should remain the case in the near future where summer holiday season is upon us.

Hydro



Over the weekend, we have received further very wet weather forecasts. Over the next couple of weeks, rain amounts in the Nordic area are expected more than 50 % above normal. The hydro balance deficit has now been completely wiped out and for the first time this year, the balance is in a surplus according to figures from Refinitiv. The outlook remains bearish for the Nordic power market.

Germany



German power prices rose modestly in Friday's session, but the bullish sentiment does not continue today. The market has been falling for some time, but warmer weather forecasts and an ensuing expected uptick in gas demand helped lift the market Friday. The country's 2025 contract closed at 89,92 EUR/MWh and we expect a largely neutral development today as the markets are in general a bit dull right now.

Equities



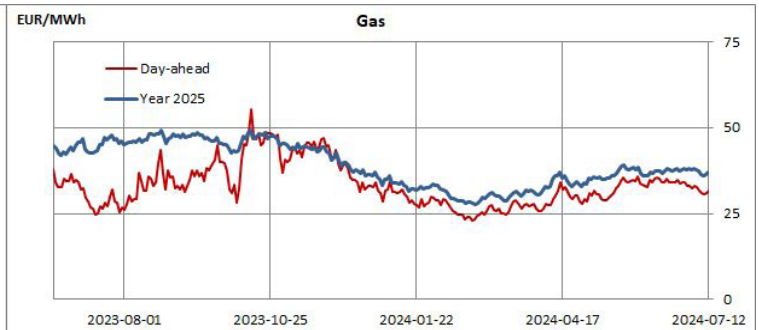
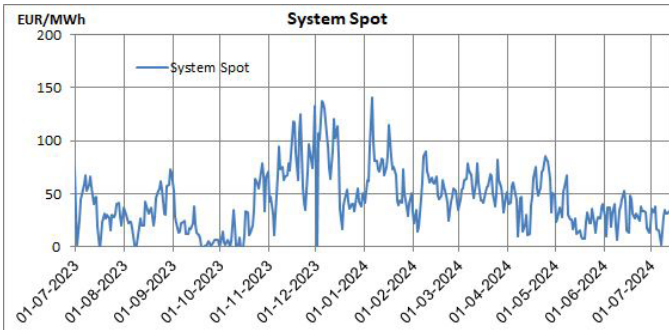
Friday was an overall bullish day across the international stock markets, where the European Stoxx600 Index closed up 0,88 %, followed by an increase of 0,55 in the US later in the day. The market is entering a bit of a dull phase now as the summer holiday season is taking pace, but we could still see fluctuations as the markets in Asia open modestly up Monday morning.

Conclusion



After a single day of rising prices Thursday, the Nordic power market returned to the bearish sentiment Friday. In contrast to other parts of the continent, the Nordic area looks set to remain quite wet during the coming week, and the above-average rain amounts in the forecasts led to falling power prices. The Nordic Q4-24 and 2025 contracts fell to 43,75 EUR/MWh and 41,60 EUR/MWh respectively and we expect the downtrend to continue Monday, as the forecasts over the weekend have only confirmed the rainy summer.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Gas	TTF
13-jul	28,39	23,03	11,64	11,64	11,16	21,33	18,23	August	62,20	65,45	25,70	36,45	38,45	37,95	30,45	Day-ahead	31,51
14-jul	36,71	36,87	8,00	10,50	3,29	18,45	14,67	Q4-23	76,83	74,45	39,75	50,95	51,45	55,35	44,95	Year 2025	37,03
15-jul	66,99	68,09	22,27	46,75	22,23	29,55	26,94	2025	77,63	75,25	36,85	48,15	48,10	51,50	41,75		



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