

## Expectation

Oil



Following a short downturn Tuesday, the bullish sentiment returned with full strength on the oil market yesterday. The market remains focused on tightening global supply, as there is still a lot of uncertainty about what the recent US sanctions against the Russian oil industry will lead to, and how much impact it will have on the overall global supply situation. The Brent front month contract rose to 82,03 USD/bbl yesterday and opens largely sideways Thursday morning.

Gas



On the gas market, we saw another volatile session yesterday and at the end of the day, the most traded contracts on the TTF gas hub had closed more or less neutral for the day. There is still a lot of focus on geopolitical concerns, following the Russian accusations that Ukraine has tried to sabotage the TurkStream gas pipeline which runs under the Black Sea to Turkey. The market retreats early Thursday on milder and windier weather forecasts.

Coal



The strong correlation between gas and coal continues and the coal market should continue to follow gas in the near future as well. The API 2 2025 contract fell closed yesterday at 105,60 USD/t but we expect a downturn today since the gas market also opens with falling prices.

Carbon



Buying interest remains strong on the carbon market right now. Speculative investors are currently taking up new long positions and this leads to rising prices, with the benchmark contract approaching one-year high levels. It closed yesterday at 77,98 EUR/t but appears to retreat along with gas Thursday due to the milder weather outlook.

Hydro



Following a mild end to this week, temperatures in the Nordic area are set to drop below average next week, and precipitation amounts and wind output will also fall to below seasonal normal. Looking further into the future, milder weather is approaching towards the end of the month, a bearish signal for the Nordic power market today.

Germany



The German power market edged up yesterday, with the country's 2025 contract closing the day at 93,79 EUR/MWh. The market does however respond bearishly to the turnaround on the gas market this morning. Falling prices therefore seem likely in Germany as well, as the forecasts look somewhat milder and windier this morning.

Equities



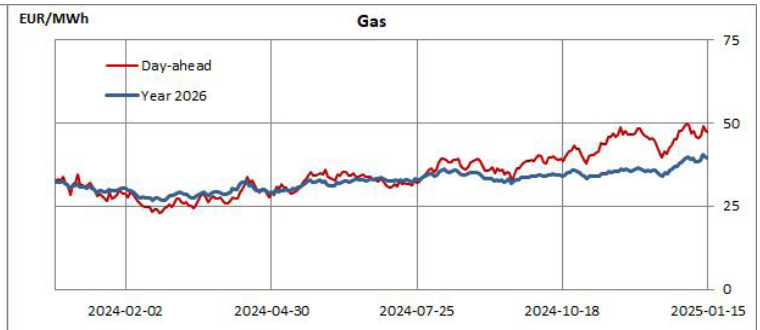
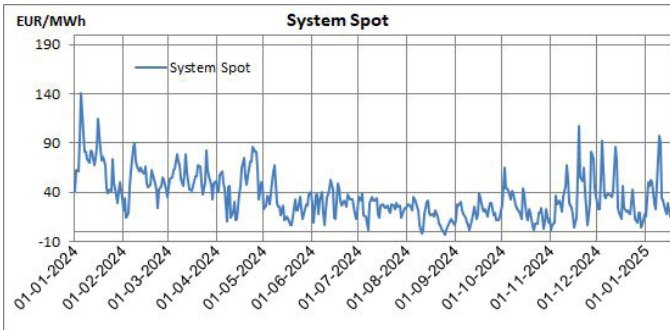
Wednesday was a very positive day on the international stock markets. Firstly, the market reacted bullishly to the strong US inflation numbers, which came out better than expected. Secondly the news about a ceasefire in Gaza was also well received by the markets late yesterday. We should see a more calm session today where the first signals are modestly bearish.

Conclusion



For a third straight day, we saw quite significant price climbs on the Nordic power market yesterday, in response to drier and colder forecasts for the coming weeks. The market has corrected now after several of the most traded system futures reached all-time highs late last week. This morning, the first signals are bearish as milder forecasts for the end of January and falling prices on the related markets are the main focus points of the day.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Gas	TTF
14-jan	55,82	51,75	14,28	22,44	5,63	34,50	18,28	February	90,30	91,15	50,20	54,78	59,95	57,70	41,45	Day-ahead	47,20
15-jan	199,65	212,45	62,83	121,09	43,44	75,98	29,40	Q2-25	72,92	73,55	23,42	32,92	33,42	33,42	22,42	Year 2026	39,41
16-jan	97,81	123,62	17,61	33,26	1,69	40,88	16,25	2026	85,25	85,75	37,65	46,63	47,80	45,25	35,25		



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