Expectation

Oil



Fluctuations were rather modest on the international oil market yesterday. The market is still following the development in the Middle East closely, as the ceasefire between Israel and Hamas is only a couple of days old and still rather fragile. The Brent front month contract closed the day almost flat at 72,83 USD/bbl and the market also opens largely sideways early Thursday as trading activity will be subdued due to public holiday in the US.

Gas



Following weeks of rather sharp price climbs on the European gas market, we have now seen a few days of falling prices. The weather forecasts suggest milder conditions in Northern and Western Europe the next week, with wind power generation also set to pick up following a calm November. Prices are still elevated due to geopolitical concerns however, as the market awaits whether or not Russian flows will end earlier than at New Year as planned. The market appears to stabilize Thursday morning.

Coal



European coal prices fell for a fourth straight day yesterday, first and foremost because of the downturn on the closely related gas market. The market also reacts to improving supply, as coal imports from other continents have picked up recently following a slow period. The market could turn around today where the general sentiment looks more bullish. We expect a more neutral session today as gas also opens with a recovery.

Carbon



After the failed attempt to break above 70 EUR/t earlier in the week, the European carbon market has now started retreating along with gas. Yesterday, the benchmark quota contract, the EUA Dec-24, closed at 68,47 EUR/t. The losses are primarily the result of milder and windier weather forecasts, but the market appears to stabilize early Thursday.

Hydro



Early Thursday, the Nordic weather forecasts have not changed anything noticeable from yesterday. The next ten days are generally expected warmer than average, with wind and precipitation also around or slightly above normal. Since the outlook has not changed a lot, it appears somewhat neutral for the Nordic power market this morning.

Germany



Milder and windier weather forecasts for the coming weeks were of course a bearish signal for the German power market yesterday. The country's power prices have increased lately due to higher consumption – also of gas – but the upcoming change in weather should change this. The country's 2025 contract fell to 97,78 EUR/MWh yesterday. We see a rebound early Thursday but the movements are not noticeable so far.

Equities



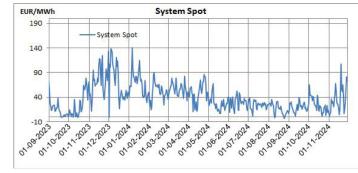
Risk appetite was low across the markets yesterday, which led to a negative session for especially the tech sector. The markets are recovering a bit today, but in general we expect another day with limited activity as the US markets are closed due to public holiday. In Europe, focus will be on inflation figures from Germany as the most important point of interest.

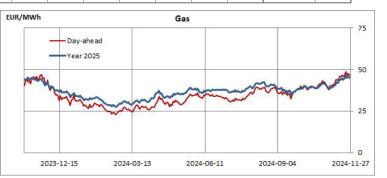
Conclusion



Wednesday, the Nordic power market continued to trade differently than the related markets. Whereas gas and German power retreated, the Nordic power market edged up, although fluctuations were rather modest at the end of the day. The O1-25 and 2025 contracts closed the day at 55,00 EUR/MWh and 37,75 EUR/MWh, both marginally higher than Tuesday. We expect another day with sideways or modestly upwards trading Thursday.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Gas	TTF
26-nov	37,18	38,75	24,00	26,55	17,77	42,06	30,12	December	89,15	91,90	60,90	63,90	58,40	60,15	47,15	Day-ahead	46,48
27-nov	116,01	99,74	94,62	100,06	118,92	64,74	80,64	Q1-25	92,88	87,88	63,35	66,75	76,75	69,00	55,00	Year 2025	44,84
28-nov	93,28	94,75	96,17	92,51	121,34	76,61	73,42	2025	87,75	85,25	36,75	47,50	48,25	47,25	37,75		







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