



Weekly Publication

UK Market (2019)
Week: 47

United Kingdom

Eutility, Suite 3, Station Court, Imperial Wharf, London, SW6 2PY

T: +44 203 068 0000 | F: +44 203 002 4670 | enquiries@eutilityuk.com | www.eutilityuk.com



OVERVIEW

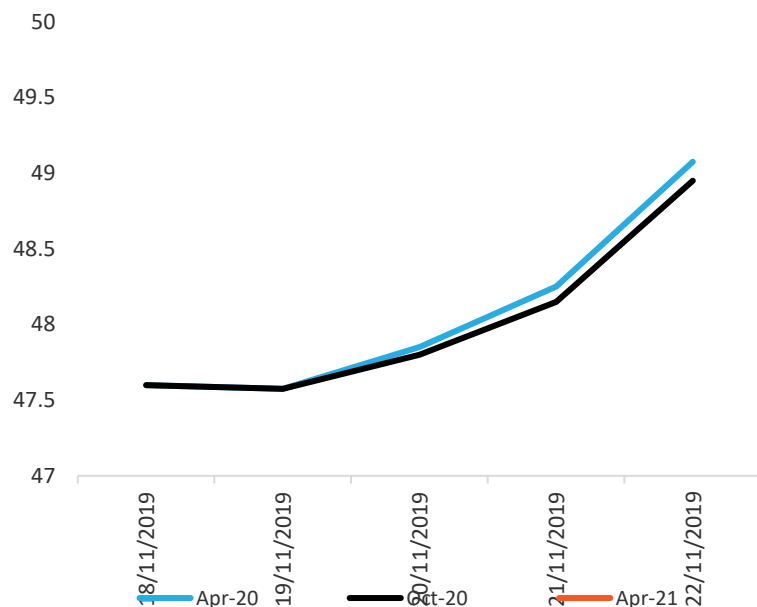
Front season power rose 1.82 per cent last week. Gas followed suit, rising by 1.65 per cent.

The pound lost some of its recent gains, registering a 0.5 per cent drop against the dollar and 0.23 per cent against the euro.

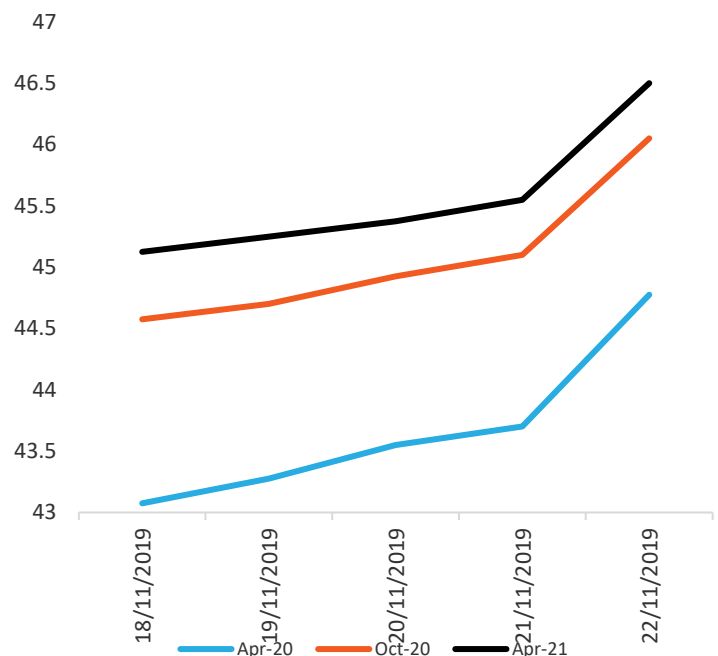
Brent crude reversed some of its recent progress and dropped 1.47 per cent. The WTI benchmark was largely unchanged for the week.

Coal climbed 1.41 per cent and carbon was up 3.06 per cent.

Power Within Week



Gas Within Week



United Kingdom

Eutility, Suite 3, Station Court, Imperial Wharf, London, SW6 2PY

T: +44 203 068 0000 | F: +44 203 002 4670 | enquiries@eutilityuk.com | www.eutilityuk.com



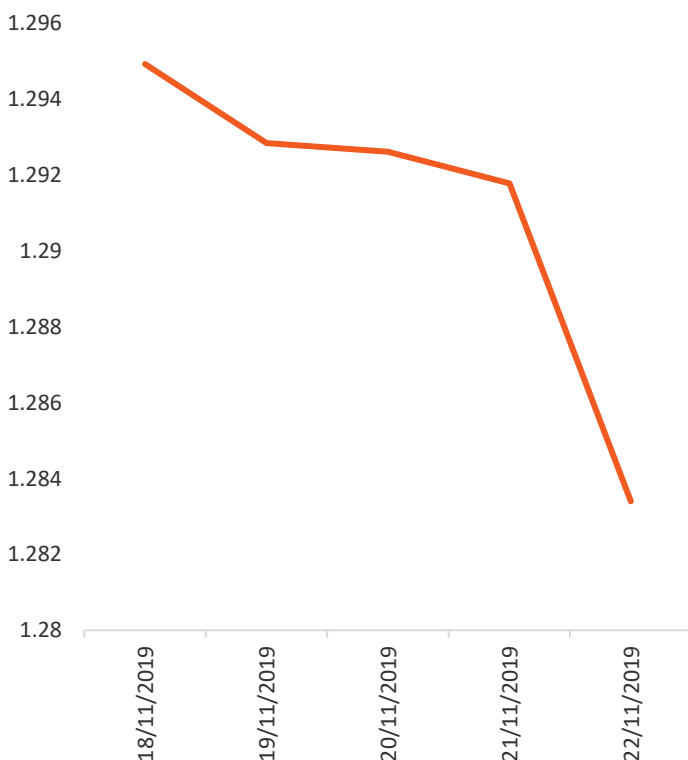
UK Currency

CURRENCY

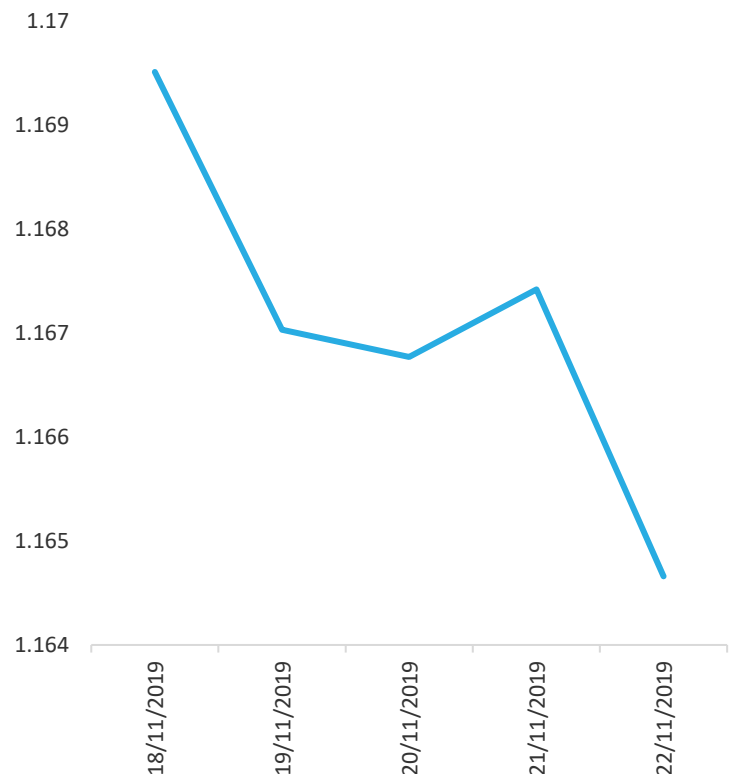
Sterling is following the developments of the general election. “Sterling volatility has been relatively contained,” said a UBS note to investors late on Friday. “Indications that the Conservative government will emerge the winner has generally sent sterling ticking higher, and vice versa.”

UBS economist Dean Turner and strategist Daniel Trum added: “In our view, all credible outcomes point to minimal risk of a no-deal Brexit in the first half of 2020. We retain our bullish medium- to long-term view on sterling versus the US dollar due to attractive valuations and structural factors.” They added a note of caution however, with three weeks still to go to the December 12 general election. “Tactical voting, varying turnout rates, and voters seemingly disenchanted by the options they are being presented with could yet lead to a surprise result.” The Swiss bank expects the pound to “settle” in a \$1.26-\$1.32 range over the next couple of months.

Pound/Dollar



Pound/Euro



United Kingdom

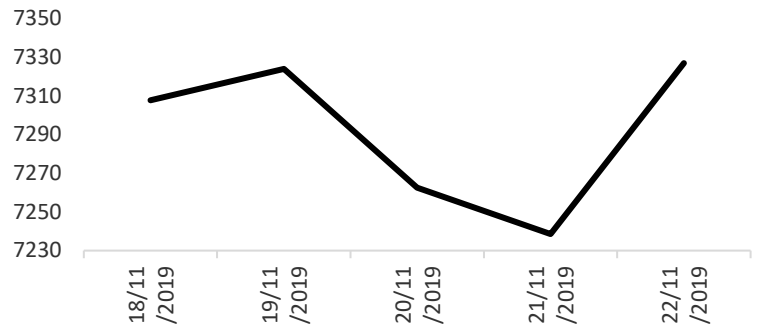
Eutility, Suite 3, Station Court, Imperial Wharf, London, SW6 2PY

T: +44 203 068 0000 | F: +44 203 002 4670 | enquiries@eutilityuk.com | www.eutilityuk.com

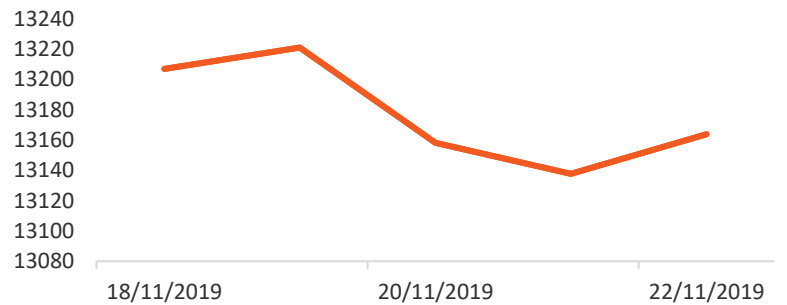


UK Equities

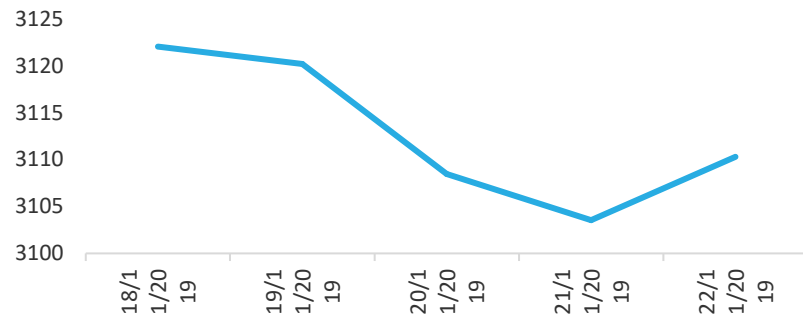
FTSE



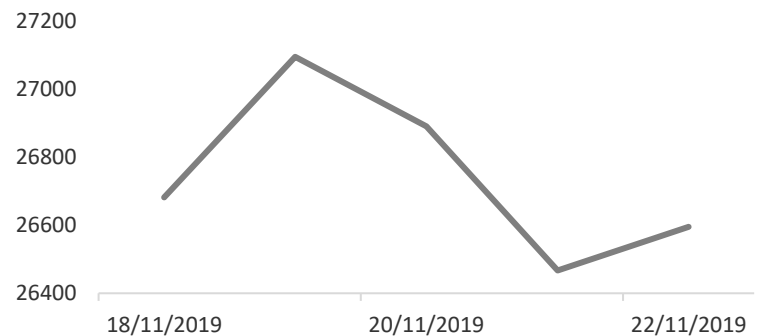
DAX



S&P 500



HANG SENG



EQUITIES

European stocks fell to their lowest levels in more than two weeks last Wednesday as fresh concerns over relations between the US and China emerged. The US Senate has passed a bill that would force the Trump administration to annually re-examine Hong Kong's special status on Tuesday, infuriating Beijing as protests roil the Asian financial centre. The president also threatened to raise tariffs on Chinese goods if he is unable to strike a trade deal with Beijing. European markets slipped, as the composite Stoxx Europe 600 declined for a third straight session with a fall of 0.6 per cent. In London, the FTSE 100 slipped more than 1 per cent, leaving it on track for its worst day of the month.

United Kingdom

Eutility, Suite 3, Station Court, Imperial Wharf, London, SW6 2PY

T: +44 203 068 0000 | F: +44 203 002 4670 | enquiries@eutilityuk.com | www.eutilityuk.com



UK Carbon/Coal

COAL/CARBON

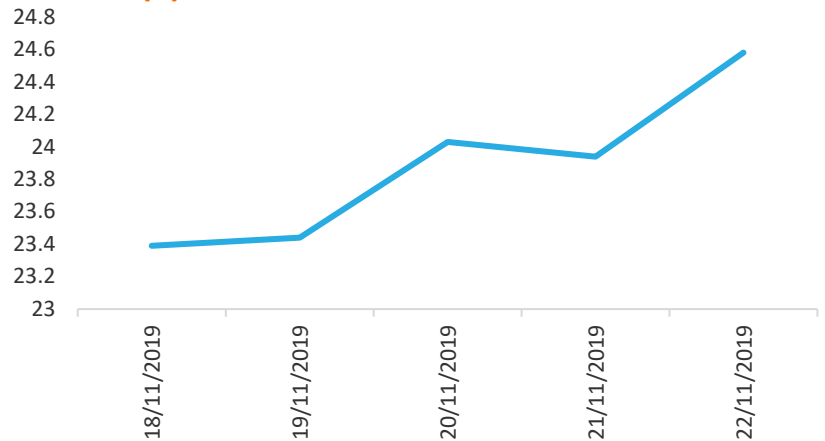
Electricity production from coal is on track to fall by around 3% globally in 2019 – the largest drop on record – with Western European countries leading the charge, according to fresh data published on Monday (25 November).

The European Union has seen an “unprecedented” 19% year-on-year decline in coal-fired power generation in the first half of 2019, according to data published by Carbon Brief, a climate analysis and news website.

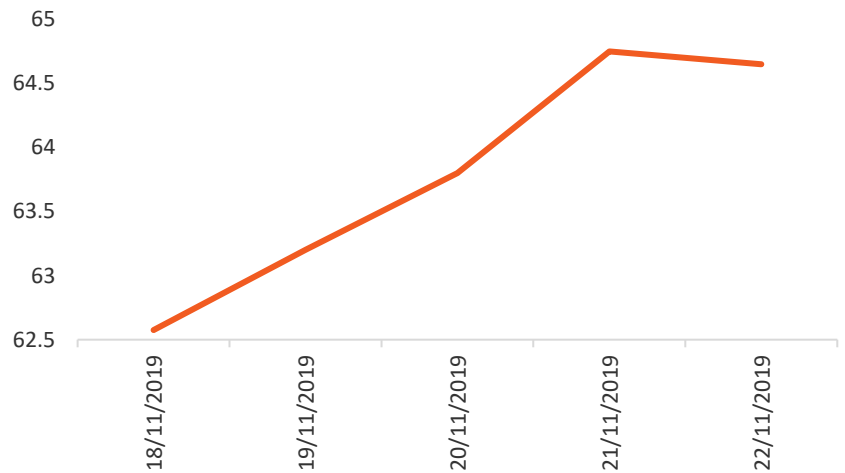
Western European countries are leading the charge, with coal use falling 22% year-on-year in Germany, and up to 79% in Ireland. Coal represented less than 2% of the electricity mix in Ireland, France and the UK, and only 6% in Spain and Italy, across the first half of 2019. In May, the UK even switched off all its coal plants for two weeks, a first since the industrial revolution began.

And the trend is accelerating in the second half of the year to an estimated 23% fall in 2019, according to Carbon Brief.

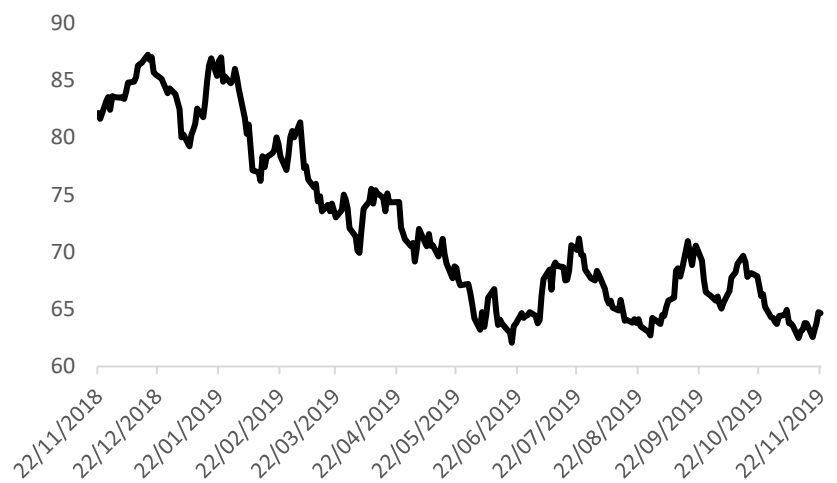
Carbon (€)



Coal Within Week



Coal (Annual)



United Kingdom

Eutility, Suite 3, Station Court, Imperial Wharf, London, SW6 2PY

T: +44 203 068 0000 | F: +44 203 002 4670 | enquiries@eutilityuk.com | www.eutilityuk.com



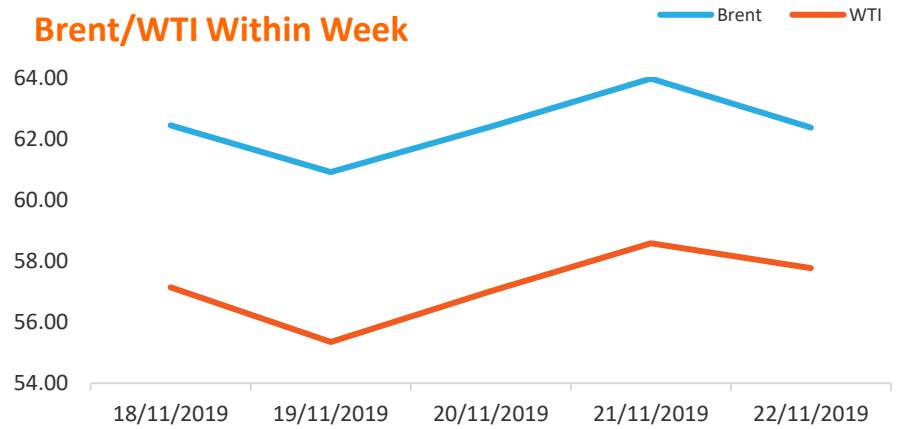
UK oil

OIL

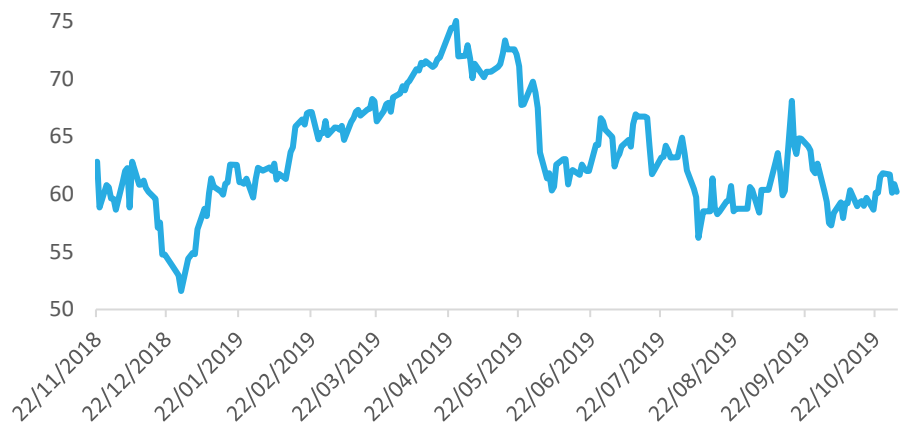
OPEC and its Russia-led non-OPEC partners in the production cut deal may roll over in early December the current cuts into June 2020, as Russia will likely support the cartel's efforts to raise the price of oil, Reuters reported on Thursday, citing OPEC sources and delegates.

Currently, the partners in the deal have two main scenarios to discuss—either roll over the cuts through June next year when they meet early next month, or postpone a decision on the deal for early 2020, before the current cuts expire in March and again, roll over the production restrictions until June, a source at OPEC told Reuters.

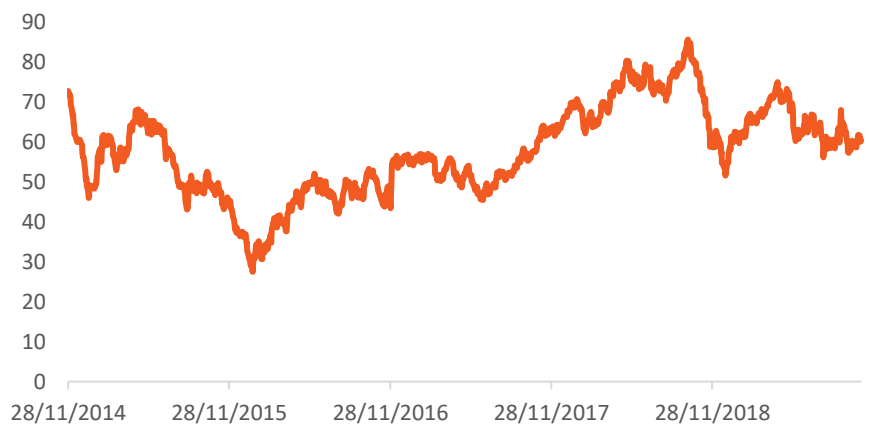
Brent/WTI Within Week



Brent (Annual)



Brent (Long View)



United Kingdom

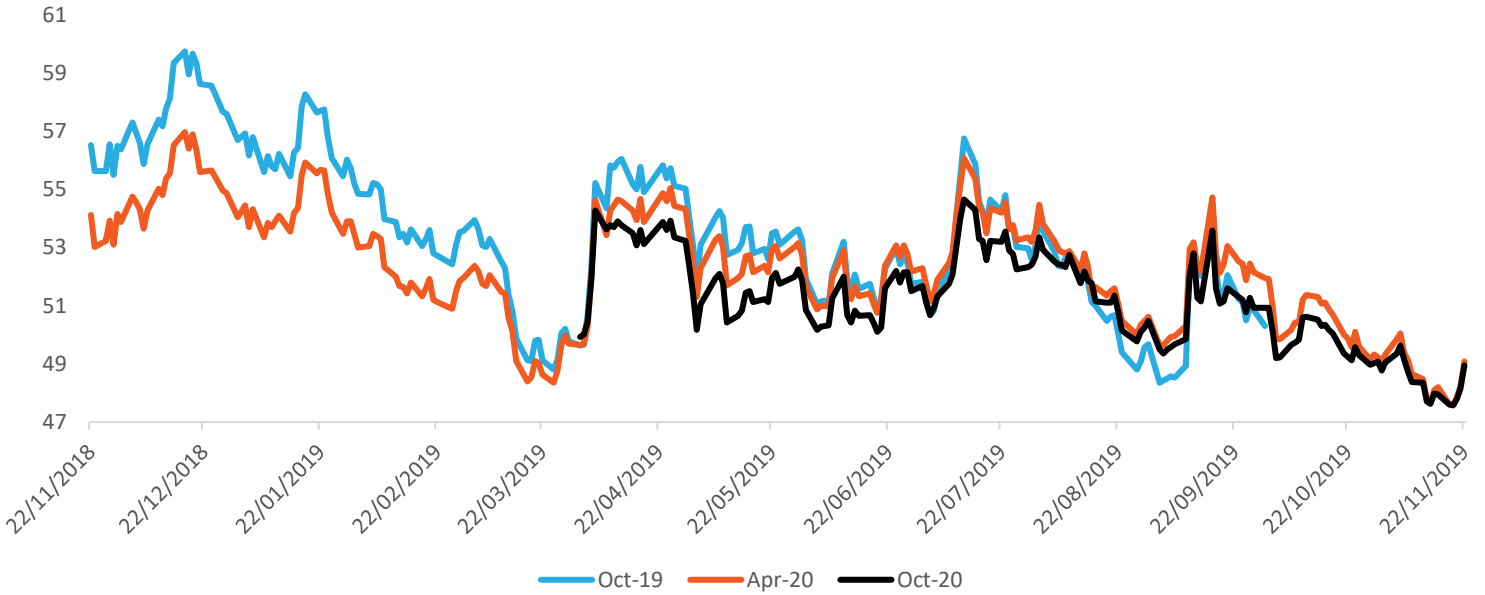
Eutility, Suite 3, Station Court, Imperial Wharf, London, SW6 2PY

T: +44 203 068 0000 | F: +44 203 002 4670 | enquiries@eutilityuk.com | www.eutilityuk.com

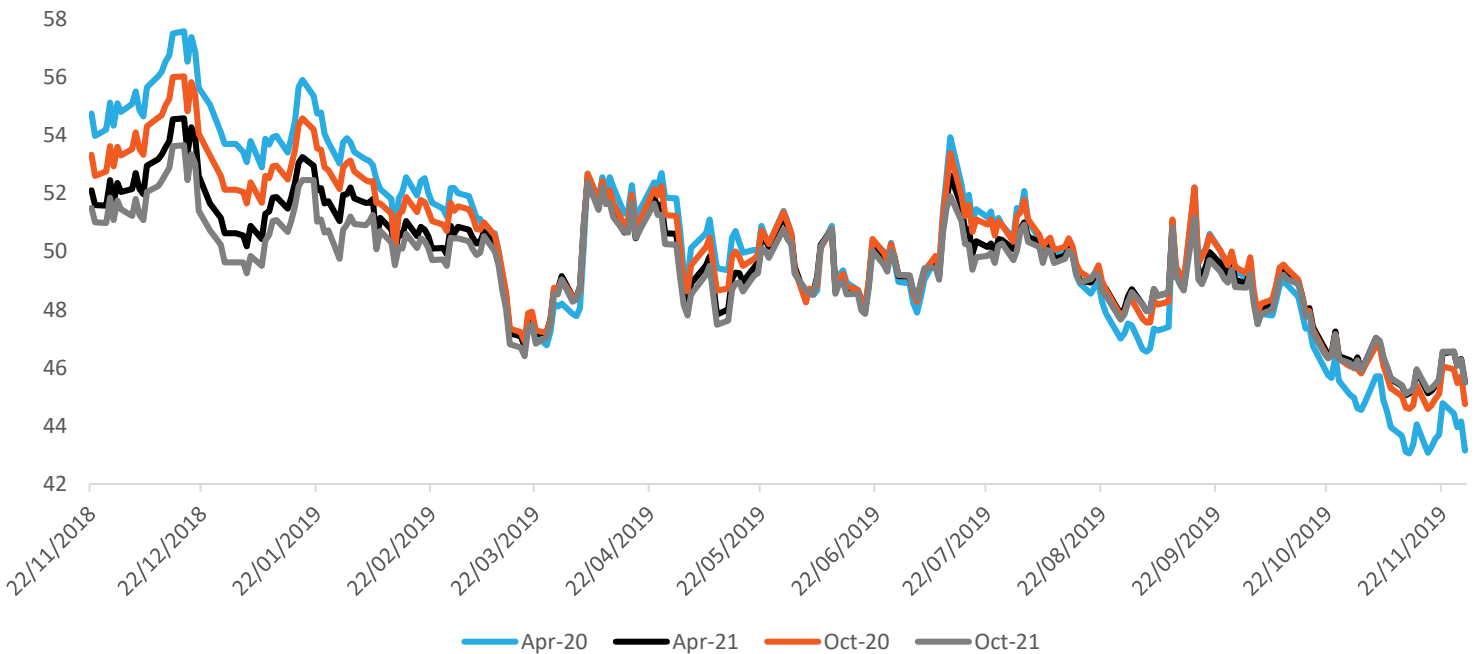


UK Power + Gas

Power (Annual)



Gas (Annual)



United Kingdom

Eutility, Suite 3, Station Court, Imperial Wharf, London, SW6 2PY

T: +44 203 068 0000 | F: +44 203 002 4670 | enquiries@eutilityuk.com | www.eutilityuk.com



DISCLAIMER

The information contained in this report is for general information purposes only. The information is provided by Professional energy Services t/a Eutility and while we endeavour to keep the information up to date and correct, we make no representations or warranties of any kind, express or implied, about the completeness, accuracy, reliability, suitability or availability with respect to the report or the information, products, services, or related graphics contained on the website for any purpose. Any reliance you place on such information is therefore strictly at your own risk.

In no event will we be liable for any loss or damage including without limitation, indirect or consequential loss or damage, or any loss or damage whatsoever arising from loss of data or profits arising out of, or in connection with, the use of this report.

Every effort is made to keep the report up accurate and informative. However, Professional energy Services Limited t/a Eutility takes no responsibility for, and will not be liable for, the report being temporarily unavailable due to technical issues beyond our control or any other operational event.



United Kingdom

Eutility, Suite 3, Station Court, Imperial Wharf, London, SW6 2PY

T: +44 203 068 0000 | F: +44 203 002 4670 | enquiries@eutilityuk.com | www.eutilityuk.com