

# Morning Report March 7 2025

## Expectation

- Oil** ↗

Following several straight days of massive price falls, the oil market managed to find at least a temporary foothold yesterday. This does however not change the fact that the sentiment on the market right now is very bearish, as growing macroeconomic concerns due to trade wars and weak key figures from the world's leading economies weigh on the market. The Brent front month contract closed at 69,46 USD/bbl and rises modestly early Friday as well.
- Gas** ↘

There were further price falls to report on the European gas market yesterday. The market is under pressure due to mild weather and fears that a US-EU trade war could cause the European economy to weaken which could cause limited gas demand. There is also some upside on the market but we expect the price falls to continue Friday.
- Coal** ↘

With the gas market continuing down Thursday, the situation was also bearish on the European coal market. The API 2 2026 contract fell to 101,12 USD/t and the contract could drop below 100 EUR/t soon as it responds to the overall bearish sentiment across the markets, with coal still largely out of favor in the European energy mix.
- Carbon** ↘

The sharp downtrend on the European carbon market continues. Apart from the very bearish signals from gas and coal, the market also speculates that growing military expenses and a general weakening economy could lead to reduced climate ambitions in the coming years from the EU member states. The market retreats further early Friday.
- Hydro** →

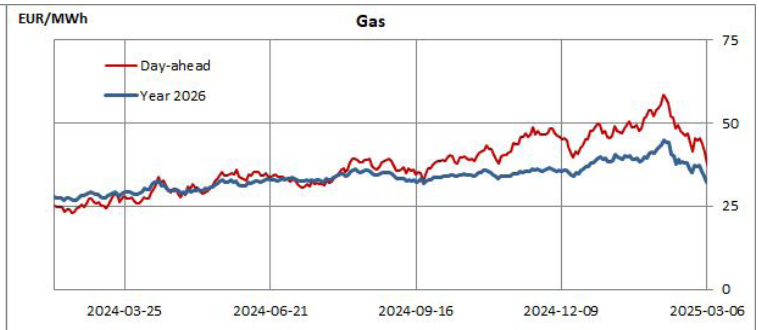
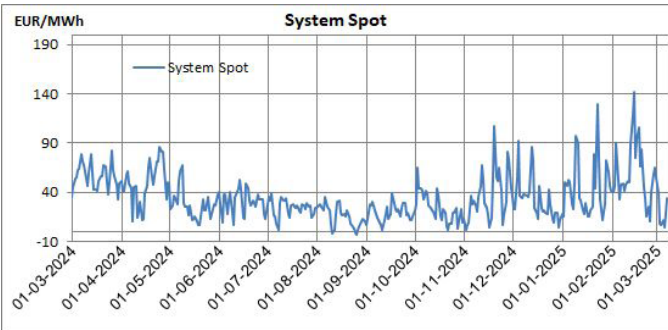
Ahead of the weekend, we continue to see mild Nordic weather forecasts. Apart from a short, cool period mid-next week, temperatures are generally expected above average in the Nordic area during the next two weeks. Meanwhile, wind output is however expected low and the signals from the weather forecasts are somewhat neutral for the Nordic power market.
- Germany** ↘

On a day with further sharp price falls on gas and carbon, the German power market also extended the downtrend from the previous few days. The country's 2026 contract reached the lowest level in almost a year, closing at 79,93 EUR/MWh. We consider further price falls Friday as the most likely scenario as gas also continues down.
- Equities** ↘

Thursday, the negative sentiment grew stronger on the US stock market, which has fallen sharply over the last few weeks. Concerns about the country's economy are growing due to weak key figures and concerns about the trade wars with other countries. The European markets closed close to zero but the first signals today are negative. Today's big event will be the US job numbers which will be published this afternoon.
- Conclusion** ↘

Yesterday, the Nordic power market experienced price falls, although the futures did not fall anywhere near as much as the corresponding contracts on other European markets. The Q2-25 and 2026 contracts closed at 19,40 EUR/MWh and 35,75 EUR/MWh respectively, both down rather modestly from Wednesday. The overall sentiment on the market is also bearish today amid mild forecasts, a strong hydro balance and falling related markets.

Spot	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Forwards	DK1	DK2	SE3	SE4	HEL	OSL	SYS	Gas	TTF
05-mar	24,38	18,84	3,38	5,00	1,56	23,68	3,92	April	67,63	67,40	30,40	38,55	41,90	43,73	28,40	Day-ahead	37,56
06-mar	71,03	73,64	18,06	24,34	11,67	32,21	19,56	Q2-25	63,40	63,40	16,65	30,99	24,90	34,77	19,40	Year 2026	32,15
07-mar	96,09	103,96	25,89	34,03	48,59	36,60	34,76	2026	71,75	72,25	35,85	48,75	43,45	47,55	35,75		



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