

## Weekly Headlines

- PJM Market Monitor 2022
- EIA Outlook
- US Bank Stocks

### POWER PRICING (\$/MWh)

| Day-Ahead LMPs |                         | Mon 3/6 | Tue 3/7 | Wed 3/8 | Thu 3/9 | Fri 3/10 |
|----------------|-------------------------|---------|---------|---------|---------|----------|
| PJM            | On-Peak WESTERN HUB     | \$35.47 | \$35.42 | \$32.34 | \$31.52 | \$37.10  |
|                | Off-Peak WESTERN HUB    | \$29.72 | \$28.53 | \$33.33 | \$31.81 | \$27.64  |
|                | On-Peak N ILLINOIS HUB  | \$30.58 | \$26.75 | \$26.71 | \$24.82 | \$32.48  |
|                | Off-Peak N ILLINOIS HUB | \$18.17 | \$19.61 | \$22.23 | \$20.40 | \$22.54  |
|                | On-Peak PPL             | \$29.90 | \$30.15 | \$28.37 | \$26.32 | \$30.96  |
|                | Off-Peak PPL            | \$27.32 | \$25.28 | \$30.79 | \$27.22 | \$24.93  |
|                | On-Peak PENELEC         | \$33.25 | \$33.03 | \$29.97 | \$30.53 | \$34.47  |
|                | Off-Peak PENELEC        | \$28.88 | \$27.18 | \$30.90 | \$29.52 | \$26.41  |
|                | On-Peak COMED           | \$30.62 | \$26.81 | \$26.99 | \$24.96 | \$32.60  |
|                | Off-Peak COMED          | \$18.17 | \$19.69 | \$22.38 | \$20.53 | \$22.62  |
| MISO           | On-Peak INDIANA HUB     | \$30.60 | \$33.73 | \$41.49 | \$36.72 | \$33.91  |
|                | Off-Peak INDIANA HUB    | \$25.81 | \$25.95 | \$35.19 | \$32.88 | \$27.92  |
|                | On-Peak MICHIGAN HUB    | \$28.76 | \$32.14 | \$38.65 | \$33.98 | \$32.55  |
|                | Off-Peak MICHIGAN HUB   | \$24.77 | \$24.18 | \$30.86 | \$30.42 | \$25.83  |
|                | On-Peak MINN HUB        | \$25.29 | \$26.90 | \$34.44 | \$30.50 | \$35.18  |
|                | Off-Peak MINN HUB       | \$20.54 | \$22.29 | \$26.61 | \$24.95 | \$28.88  |
|                | On-Peak LOUISIANA HUB   | \$36.14 | \$32.53 | \$36.66 | \$33.43 | \$29.52  |
|                | Off-Peak LOUISIANA HUB  | \$21.01 | \$21.32 | \$24.55 | \$23.39 | \$23.96  |
| ERCOT          | On-Peak NORTH           | \$31.11 | \$31.54 | \$33.27 | \$25.69 | \$1.89   |
|                | Off-Peak NORTH          | -\$0.81 | \$18.38 | \$23.91 | \$16.35 | \$15.45  |
|                | On-Peak SOUTH           | \$36.73 | \$36.72 | \$42.81 | \$36.88 | \$31.56  |
|                | Off-Peak SOUTH          | \$14.41 | \$17.33 | \$21.31 | \$19.80 | \$18.48  |

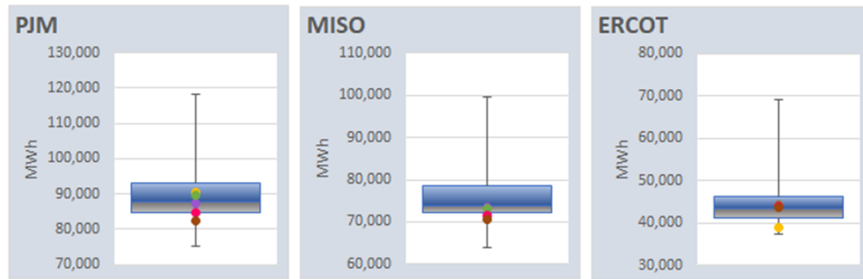
\* Red signifies week over week price change down / Green signifies week over week price change up

| Futures | Western Hub |          | Indiana Hub |          | North Hub |          |
|---------|-------------|----------|-------------|----------|-----------|----------|
|         | On-Peak     | Off-Peak | On-Peak     | Off-Peak | On-Peak   | Off-Peak |
|         | \$56.24     | \$43.60  | \$56.82     | \$44.29  | \$57.36   | \$37.35  |

\* Forward 12 month strip

### DAILY RTO LOAD PROFILE (MWh)

● -3/6 ● -3/7 ● -3/8 ● -3/9 ● -3/10



\* Current week daily load plotted with past 3 months daily load

### COMMENTARY

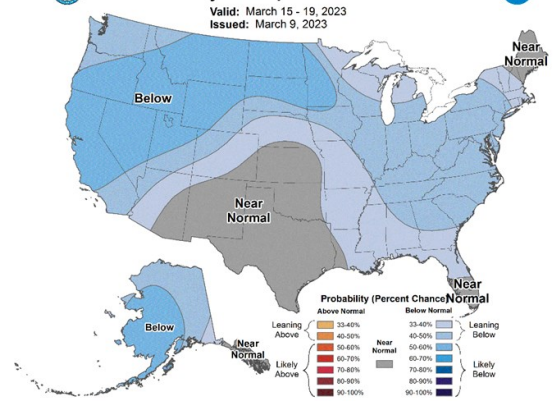
Thursday, the PJM Market Monitor released their [2022 State of the Market Report](#). For those new to this annual report, it is a very thorough report of the state on the PJM market and worth a glance. We are going to consider ourselves in good company as the introductory statements dive right into a subjects we covered in an earlier blog [Electric Market Trend 2023 And Beyond \(aes-inc.com\)](#)...natural gas deliverability and intermittent nature of renewables.

The report also points out that eventually FERC and ISOs are going to need to recognize the "inconsistencies" between the business models of pipelines and power producers.

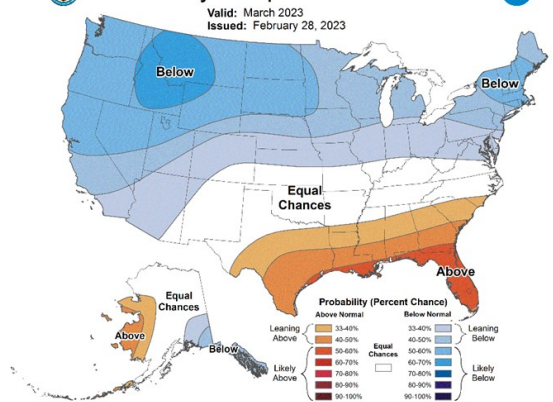
In a week of reports, EIA released their much anticipated March outlook earlier in the week. Again, like the PJM report, this too was loaded with interesting data. One thing we wanted to point out was the forecasted pricing for electricity across the US by regions and ISO. The report discusses forecasted prices coming down substantially in some cases year over year. As would be expected, higher production of natural gas with lower prices are cited.

As we write this, Friday morning, the FDIC has basically seized Silvergate Bank and by the end of the day Silicon Valley Bank might be on that list. If interested, there are plenty of articles to search for explanation on each case. Our interest lies in credit markets in general. Any time we see these types of events, it usually plays out something like....risk departments are asked to work the weekend to make sure counterparties are identified, followed by some analysis which leads to some "reigning in" or increased credit standards. Bottom line, credit may tighten, and credit is the lifeblood of the energy complex. Stay tuned.

### 6-10 Day Temperature Outlook



### Monthly Temperature Outlook



### COMMODITIES PRICING (\$/MMBtu)

|                   |           |         |
|-------------------|-----------|---------|
| Henry HUB Nat Gas | 3/10/2023 | \$2.48  |
| WTI Crude Oil     | 3/10/2023 | \$75.46 |

