



MPC Maintains Status Quo

WHEN IN DOUBT???



Do Something

Do Nothing

Take more time

Tell the truth

Risk it

Pedal it out



Concerns

- ✓ Global economic uncertainty
- ✓ Possible hike in US interest rate
- ✓ Inflationary risks
- ✓ Renewed currency weakness
- ✓ Slow recovery from recession

MACRO ECONOMIC OBJECTIVES

MONETARY

- ➔ Controlling inflation
- ➔ Exchange rate convergence
- ➔ External reserves accretion
- ➔ Banking system stability



FISCAL

- ➔ Accelerated GDP growth
- ➔ Low unemployment
- ➔ Increased purchasing power
- ➔ Investor confidence

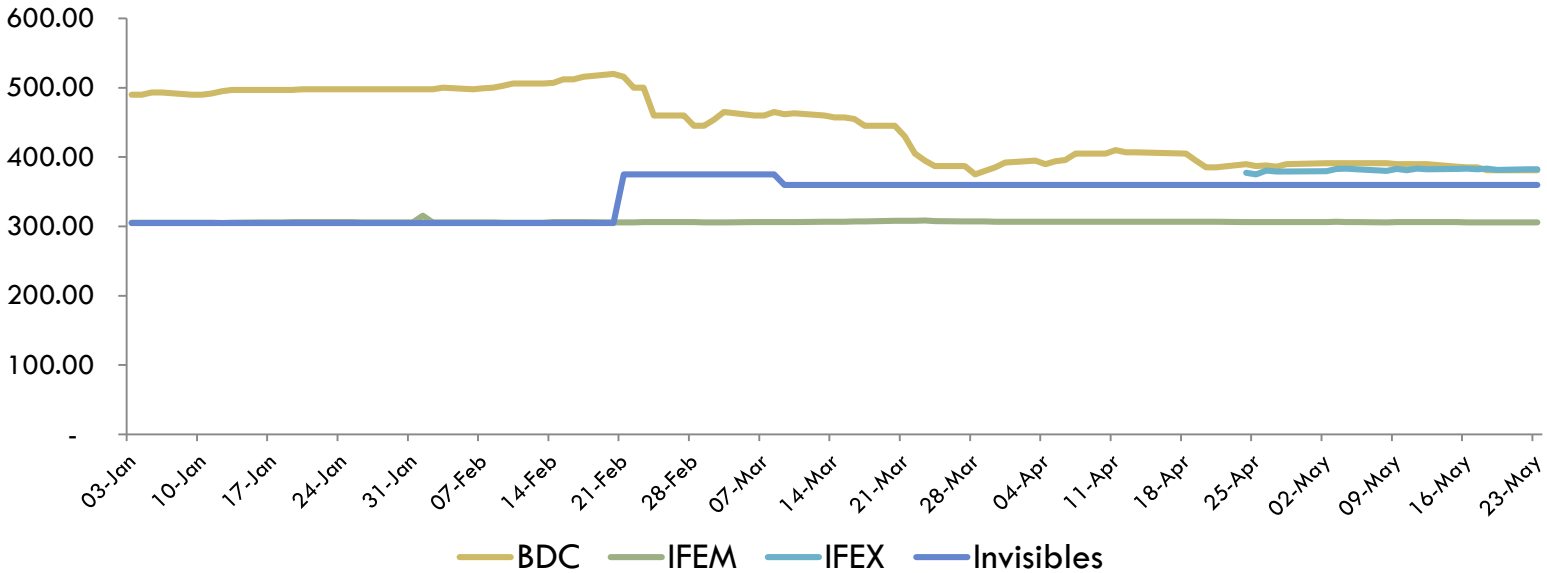
Africa... United by One Bank



We know our way around finance in Africa

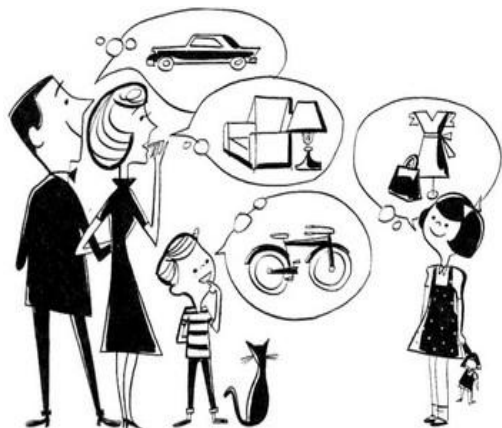
United Bank for Africa Plc is one of Africa's leading financial Institutions, offering banking services to more than 11 million customers through diverse global channels. With presence in 19 African countries and 3 global financial centres; London, New York and Paris, UBA is connecting people and businesses through retail and corporate banking, innovative cross-border payments and trade finance.

MULTIPLE EXCHANGE RATES- ALL CONVERGING



- ✔ Multiple exchange rates exist
- ✔ \$1bn traded in the IFEX window

CITIZEN X – ELITE (UPPER CLASS)



Intl Flight: LOS – LHR (return)

Jan'17 (N613,000) May'17 (N300,000)

51%



Chicken - 1kg

Jan'17 (N1,200) May'17 (N1,450)

20.83%



Toyota Corolla

Jan'17 (N19m) May'17 (N22m)

15.78%



Corona Primary School Fees

Jan'17 (N460,000) May'17 (N460,000)



Diesel

Jan'17 (N270/ltr) May'17 (N175/ltr)

35.19%

CITIZEN Y – MIDDLE CLASS(WHITE COLLAR)



Domestic Flight: LOS – ABV (Rtrn)

Jan'17 (N45,000) May'17 (N45,000)



Indomie (1 Satchet)

Jan'17 (N60) May'17 (N60)



Bus Fare (Lagos – Onitsha)

Jan'17 (N6,000) May'17 (N6,500)

↑ 8.3%



Semolina (10kg)

Jan'17 (N3,100) May'17 (N3,500)

↑ 12.9%



Rice – 50kg

Jan'17 (N24,000) May'17 (N17,500)

↓ 27.03%

CITIZEN Z – WORKING CLASS (BLUE COLLAR)



----->

Sachet Water



Jan'17 (N10) May'17 (N10)



----->

Beans (1 Derica)



40%

Jan'17 (N200) May'17 (N280)



----->

Yam (1 tuber)



55.56%

Jan'17 (N450) May'17 (N700)



----->

Gala Snack



28.57%

Jan '17 (N70) May'17 (N50)



----->

Garri – 50kg



73%

Jan'17 (N15,000) May'17 (N26,000)



Every meal starts with us



• Salt (Refined and Iodized) • Seasoning (Cubes and Tablets) • Tomato Paste • Vegetable Oil

www.nasconplc.com



Available nationwide.

OUTLOOK- BETWEEN MAY AND JULY

Expect multiple rates to persist

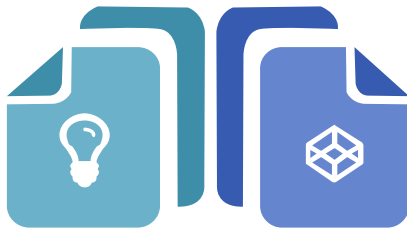
NAFEX: \$1bn traded
Another \$1bn to be traded in June
BDC: \$40,000 per BDC weekly



Resumption of:

Bonga oil field
Forcados pipeline
Escravos gas pipeline

Oil production to increase



Oil prices a function of OPEC
May 25th meeting

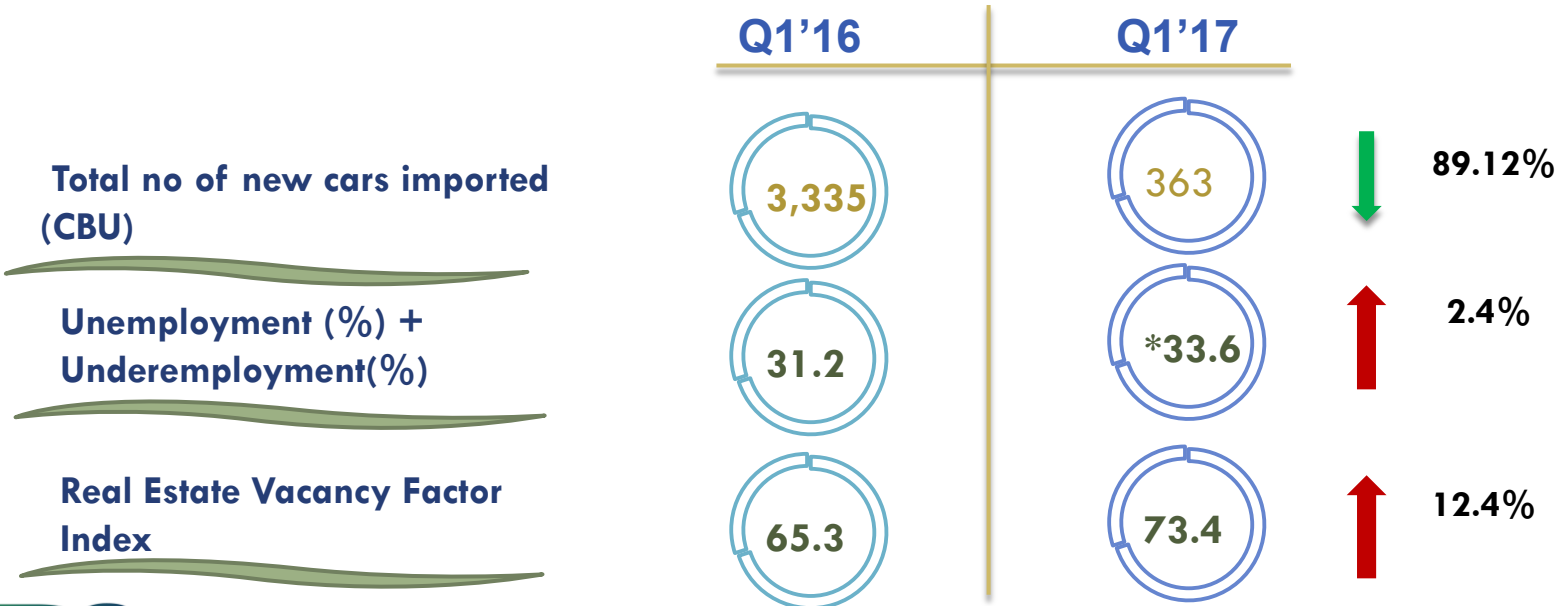
More dollars less Naira – for now



Slow but painful recovery
underway

IN SPITE OF THE FOREX INTERVENTION + STIMULUS PACKAGE

- In spite of the forex intervention + stimulus package
- Recessionary symptoms persist



*Thank
you*

