



- NBS releases 2017 GDP growth using Expenditure and Income approach

- GDP grew by 0.82%, equal to the Output approach data



- July FAAC disbursement at a 4-year high of N821.9bn



- Brent down 0.39% to \$74.68pb (July Average: \$74.98 pb)



- On-grid power down 4% to 3,463MWh/hour

- Naira flat at N360/\$ at parallel market



## Good News



- Total FAAC disbursement of N1.50trn in 2 weeks
- Brent crude price at \$74.68pb is still naira positive



## Bad News

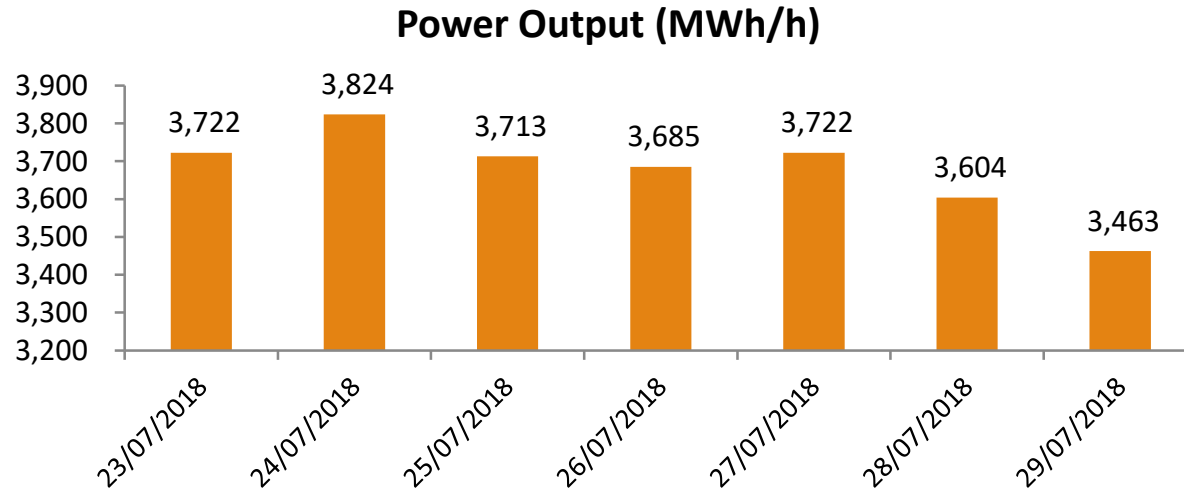


- Excess liquidity could ignite inflationary flames
- Power output still below 3,500MW/hr

# POWER GENERATION ANALYSIS & IMPACT



- July 29<sup>th</sup>: Average power output at 3,463MWh (down 140.86Wh/h)
- Total gas constraint was 1,520MW; Grid constraint was 2,030.2MW; Water constraint was 240MWh/h
- Naira equivalent of power loss: N1.82bn (annualised at N664.3bn)













State	Temperature
Kano	31°C (+2°C)
Lagos	28°C (0°C)
Abuja	29°C (-1°C)

# DOMESTIC COMMODITY PRICE MOVEMENT

Price Elastic

Price Inelastic

		CURRENT PRICES(LAGOS)			Lagos Price	
Commodities		CURRENT PRICES	PREVIOUS PRICES	DIRECTIONAL CHANGE	1 year Low	1 year High
Price Elastic	Palm Oil (25L) 	N12,500	N12,500	↔	N6,000	N25,000
	Semovita(10kg) 	N2,800	N2,900	↓	N1,800	N3,500
	Old Yam(large tuber) 	N1,900	N1,900	↔	N400	N1,900
	Tomatoes (50kg) 	N20,000	N20,000	↔	N8,000	N20,000
Price Inelastic	Garri (50kg) (Yellow) 	N6,750	N7,500	↓	N6,750	N16,000
	Rice (50kg) 	N16,000	N16,000	↔	N13,000	N22,000
	Flour (50kg) 	N11,000	N11,000	↔	N8,500	N11,000
	Sugar (50kg) 	N14,900	N14,900	↔	N8,000	N20,000
	Beans (Oloyin) (50kg) 	N26,500	N27,000	↓	N12,000	N34,000
	Cement (50kg) 	N2,550	N2,550	↔	N1,400	N2,700

# CONSUMER GOODS – CURRENT PRICE LAGOS

GOODS	Street price	Supermarket price	% difference
Pepsi (50cl)	N120	N100	20%
Beer (60cl)	N260	N300	-15.30%
Bread Loaf	N350	N400	-12.5%
Indomie (1 carton)	N1,900	N2,100	-15.5%
Gala (big size)	N100	N100	0%

# COMMODITY IN FOCUS - DRY CHILLI

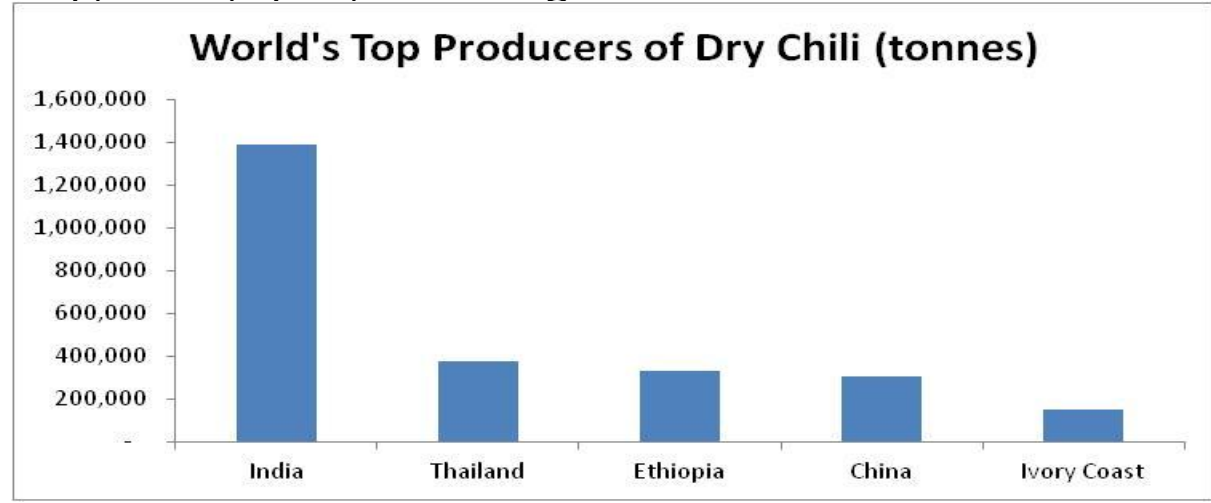
Planting/ harvesting lag: 3-5months

Total global production: Estimated at 3.92mn tonnes (\$7.45bn)

World's top producers:  India,  Thailand,  Ethiopia

World's top consumers:  India,  U.S,  Vietnam

Uses: soup, sauce, spice, seasoning





Every meal starts with us



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

[www.nasconplc.com](http://www.nasconplc.com)



Available nationwide.



















# DRY CHILLI PRODUCTION IN NIGERIA

- **Output:** 67,000 tonnes (\$127.3mn)
- 1.7% of total global production
- **Rank:** Global- 12<sup>th</sup>, SSA- 5<sup>th</sup>
- **Potential output:** 500,000tonnes
- **Major producing states:** Gombe, Nasarawa, Kaduna, Kano
- **Users:** Nestlé, Unilever, Flour Mill, Honeywell, Tantalizers, Dominos Pizza, KFC
- Dry chilli in Nigeria now costs N30,000 per sac
- Down approximately 9% in July



# STOCK MARKET

- NSE ASI  0.84% to 36,946.05 on July 30<sup>th</sup> .
- Consumer goods sub index  0.58% to 861.73pts







	Share Prices (₹)	Daily % Change ( July 27 – July 30)	YTD (% Change)
Nestle	1,502.00	 0.07	 3.47
Honeywell	1.77	 6.35	 15.71
Flour Mills	29.40	 8.09	 1.38
Cadbury	10.70	 -	 31.72
NB	104.50	 0.48	 22.54
Dangote Sugar	17.00	 3.03	 15.00
Unilever	52.55	 -	 28.17

# OIL PRICES

- Brent oil fell 0.39% to \$74.68pb
- Over supply concerns weigh down prices
- OPEC's output rose by 70,000bpd to 32.64mbpd, the highest in 2018



# OIL MARKETS TODAY

COMMODITY	DAILY CHANGE 30 July – 31 July	YTD	CURRENT PRICE
<b>O I L</b>			
BRENT	 0.39%	 12.02%	\$74.68pb
WTI	 0.47%	 16.12%	\$69.80pb
NATURAL GAS	 0.21%	 5.42%	\$2.79MBtu

# AGRIC COMMODITIES

## Wheat



↑ •Wheat increased by 2.26% to \$5.43/bushel

•Due to expectations of a large harvest in France

## Corn



↑ •Corn up 1.06% to \$3.80/bushel

•On trade disputes over North American Free Trade Agreement (NAFTA)

## Cocoa



↑ •Cocoa prices climbed 1.70% to \$2,271/MT

•On high demand

## Sugar



↓ •Sugar prices rose 0.46% to \$0.1093/pound

•On unfavourable weather conditions in leading producing region, Cuba

# OUTLOOK – OIL PRICES



- Fallout from trade war maintains a price ceiling and caps gains
- Rising oil demand expected to support prices
- Brent prices expected to hover around \$74-75pb

# OUTLOOK – AGRIC PRICES

## Grains

- Prices expected to move higher as production worries in EU, Russia and Australia continue



## SUGAR

- Weak market fundamentals likely to depress prices further

## Softs

## COCOA

- Constant rising demand expected to continue to support prices.

