

Burning Economic Issues



- Nigerian October oil production falls to 1.75mbpd-OPEC
- Brent crashes to \$66.06pb (avg: \$75.94pb in Q3)
- External reserves falls to \$41.67bn (avg: \$47.46bn in Q2)
- MTN to offer mobile money services in 2019
- FGN to set floor prices for primary produce in Nigeria



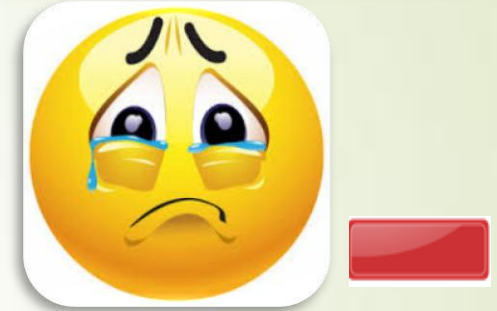
Impact

The Goodies



- Power output above 4,000MWh/hour on Nov 12th

The Downers



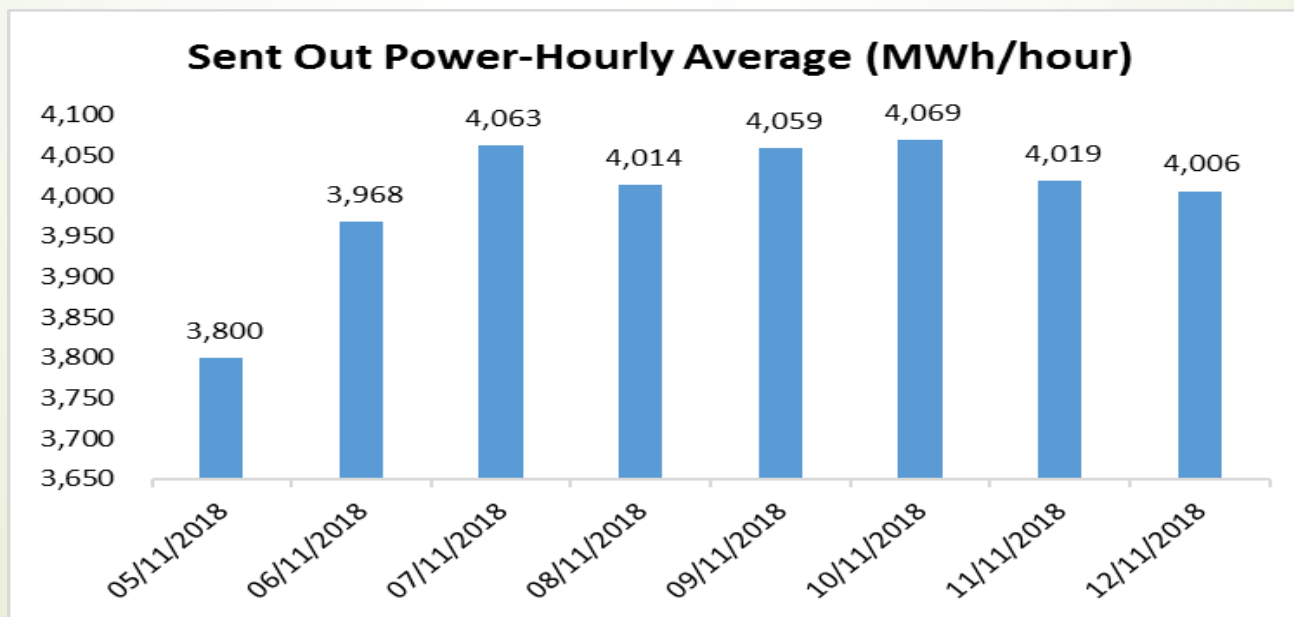
- Quarterly oil revenue will fall to \$8bn
- Production slides to 1.75mbpd

Power Sector

November 12th





State	Temperature
Abuja	33°C
Kano	27°C
Lagos	31°C

- Average power output: 4,006MW/h (down by 12.31MW/h)
- Gas constraint stood at 920MW while grid constraint was at 1,477MW. No water constraint
- Naira equivalent of power loss: N1.15billion (annualized at N419.75billion)









Domestic Commodities Price Movement

Relatively Elastic Goods

Commodities		Current Prices	Previous Month Prices	Directional Change	1-Year Low	1-Year High
Palm Oil (25l)		N10,000	N10,000	↔	N6,000	N25,000
Semovita (10kg)		N2,850	N2,850	↔	N1,800	N3,500
New Yam (medium size)		N400	N400	↔	N400	N1,900
Sugar (50kg)		N14,900	N14,900	↔	N8,000	N20,000

Domestic Commodities Price Movement

Relatively Inelastic Goods

Commodities		Current Prices	Previous Month Prices	Directional Change	1-Year Low	1-Year High
Garri (50kg) Yellow		N6,500	N6,500	↔	N7,000	N16,000
Rice (50kg)		N16,000	N15,500	↑	N13,000	N22,000
Flour (50kg)		N11,100	N11,100	↔	N8,500	N11,100
Beans (Oloyin)(50kg)		N26,000	N27,000	↓	N12,000	N34,000
Cement (50kg)		N2,550	N2,550	↔	N1,400	N2,700
Tomatoes (50kg)		N12,000	N10,000	↑	N8,000	N20,000

Consumer Goods – Current price

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%

Domestic food prices remain flat

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APPLICATIONS

















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Stock Market

- NSE ASI  0.14% to 32,108.92 on November 14th
- Consumer goods sub index  0.05% to 725.57pts

	Share Prices (₹)	Daily % Change (November 13 th - 14 th)	YTD (% Change)
Nestle	1,450	 -	 6.81
Honeywell	1.06	 6.00	 49.52
Flour Mills	16.5	 2.08	 43.10
Cadbury	9.35	 -	 40.33
NB	82.50	 0.61	 38.84
Dangote Sugar	12.45	 0.80	 37.75
Unilever	39.50	 -	 3.66

Oil Prices

- Brent crude down 0.09% to \$66.06pb
- Its lowest point since April 2018
- On supply concerns and weak demand outlook
- OPEC cuts global demand growth to 1.5mbpd in 2018 and 1.29mbpd in 2019
- Cartel expects output from non-OPEC countries to outpace demand growth



Oil Markets Today

COMMODITY	DAILY CHANGE November 14 th – 15 th	YTD	CURRENT PRICE
BRENT	↓ 0.09%	↓ 1.21%	\$66.06pb
WTI	↓ 0.32%	↓ 7.20%	\$56.07pb
NATURAL GAS	↓ 2.73%	↑ 59.66%	\$4.71MBtu

Agricultural Commodities

Wheat



• Wheat prices down by 0.05% to \$5.18/bushel

• On increased Indian inventories

Corn



• Corn prices increased by 0.20% to \$3.67/bushel

• Driven by increased EU demand

Cocoa



• Cocoa prices down 0.27% to \$2,249/MT

• Despite increase in global cocoa grinding

Sugar



• Sugar prices up 0.08% to 0.1262/pound

• On the back of Indian government's plan to reduce sugar stocks

OUTLOOK – Oil Prices



- Oil prices could fall further this week
- Between \$63-\$65pb
- Ahead of weekly report on US inventories

OUTLOOK – Agricultural Prices

- 
- GRAINS**
- Projected increase in Russia's wheat exports could push prices further down

SOFTS

Sugar



- Unfavourable weather conditions in India would reduce global supply and increase prices

Cocoa

- Robust Ivory Coast harvest would continue to depress prices