

# Burning Economic Issues

- Brent up 1.56% to \$72.89pb

- Nigeria's oil production up to 1.8mbpd in April - OPEC

- Headline inflation jumps to 11.37% in April

- Set to rise further in May

- MTN Nigeria to list at N90 per share – Market Cap (N1.8trn)

- Naira flat at N361/\$ (parallel)

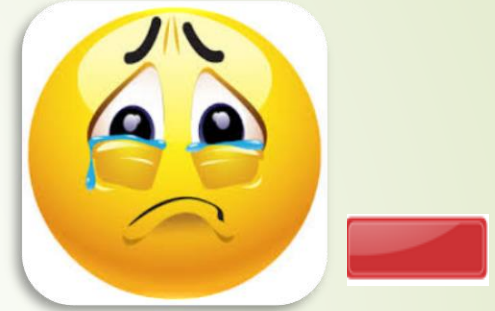
# Impact

## The Goodies



- MTN listing and N400bn C.P will help capex

## The Downers






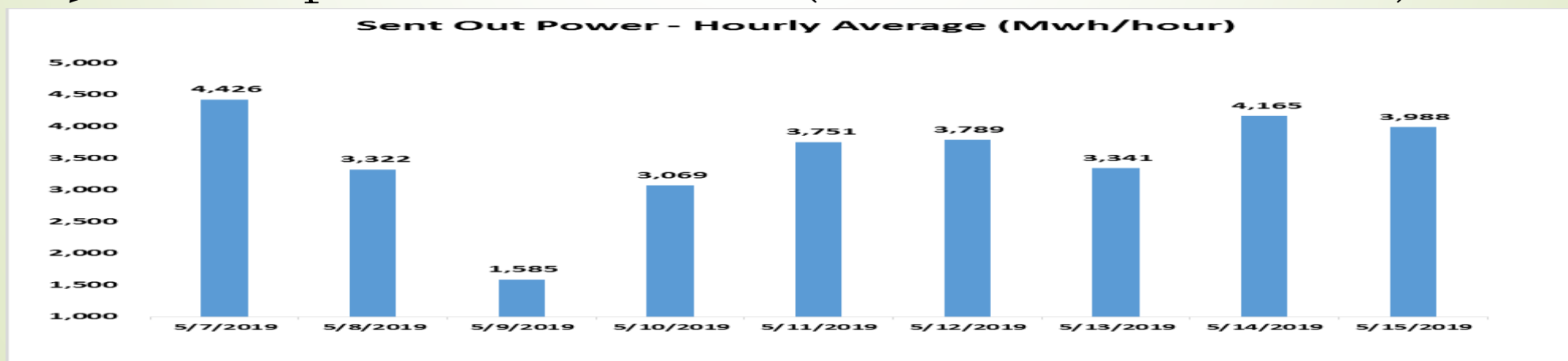
- Food inflation up 25bps to 13.7% in April
- On-grid output down 4% to 3,988MWh/hr

# Power Sector

May 15<sup>th</sup>








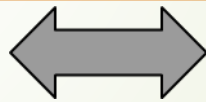
State	Temperature(noon-time)
Abuja	33°C
Kano	38°C
Lagos	32°C

- Average power output: 3,988MW/h (down by 178MW/h)
- Gas constraints stood at 1,434MWh/h.
- Affected stations: Geregu (214.19MWh/hour ) , Ihovbor (93.67MWh/hour ) , Egbin ST2-5 (433.9MWh/hour )
- Grid constraint was 1,553.9MWh/h
- Naira equivalent of power loss: N1.51billion (annualized at N551.15billion)



# Domestic Commodities Price Movement

## Relatively Elastic Products

Commodities		Current Prices	Previous Month Prices	Directional Change	1-Year Low	1-Year High
Palm Oil (25l)		N9,000	N9,500		N6,000	N25,000
Semovita (10kg)		N3,000	N2,850		N1,800	N3,500
Old Yam (medium size)		N900	N800		N400	N1,900
Sugar (50kg)		N14,900	N14,900		N8,000	N20,000

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# Domestic Commodities Price Movement

## Relatively Inelastic Products

Commodities	Current Prices	Previous Month Prices	Directional Change	1-Year Low	1-Year High
Garri (50kg) Yellow 	N6,250	N6,250	↔	N6,150	N16,000
Rice (50kg) 	N17,000	N14,000	↑	N13,000	N22,000
Flour (50kg) 	N11,000	N11,000	↔	N8,500	N11,100
Beans (Oloyin)(50kg) 	N18,000	N24,000	↓	N12,000	N34,000
Cement (50kg) 	N2,550	N2,550	↔	N1,400	N2,700
Tomatoes (50kg) 	N13,000	N6,000	↑	N6,000	N20,000
Pepper (bag) 	N7,000	N6,000	↑	N5,000	N15,000



- Commencement of planting season weighs on commodity prices

















# Consumer Goods – Current price

Goods	Street price	Supermarket price	% difference
Pepsi (50cl)	N100	N100	0%
Heineken beer (60cl)	N300	N330	-10.00%
Bread Loaf	N350	N400	-12.5%
Indomie (1 carton)	N2,000	N2,300	-15.0%
Gala (big size)	N100	N100	0%

Domestic food prices remain flat

# Stock Market

- NSE ASI  0.54% to 28,438.19pts on May 16<sup>th</sup>
- Consumer goods sub index:  0.83% at 642.05pts

	Share Prices (₦)	Daily % Change (May 15 <sup>th</sup> – 16 <sup>th</sup> )	YTD (% Change)
Nestle	1,370	 -	 1.18
Honeywell	1.10	 -	 13.14
Flour Mills	15.95	 -	 30.74
Cadbury	10.00	 -	 10.00
Dangote Sugar	13.55	 2.17	 10.82
Unilever	28.50	 3.23	 16.22
Ikeja Hotels	1.45	 -	 5.23
Newrest ASL	6.85	 -	 13.29





**4 Years  
45 Warehouses  
13 States**



**100,000 Farmers  
40,000 Youth &  
Women**



**100,000 MT  
Grains &  
Seeds**



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Loans**

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# Oil Markets Today

COMMODITY	DAILY CHANGE May 15 <sup>th</sup> – 16 <sup>th</sup>	YTD	CURRENT PRICE
BRENT	↑ 1.56%	↑ 30.07%	\$72.89pb
WTI	↑ 0.18%	↑ 35.98%	\$63.71pb
NATURAL GAS	↓ 0.19%	↓ 11.56%	\$2.65MBtu

# Oil Prices

- Brent up 1.56% to \$72.89pb
- Market updates:
  - Rising tensions in the Middle East remain supportive of prices
  - US crude stockpiles rose by 8.6 million barrels last week
  - However, US-China trade conflict weighed on oil demand



# Agricultural Commodities

## Wheat



- Wheat prices up 0.72% to \$4.34/bushel
- Amid reports of lower output from Australia

## Corn



- Corn prices rose by 0.68% to \$3.65/bushel
- Due to concerns of adverse weather conditions

## Cocoa



- Cocoa prices increased by 0.26% to \$2,293/MT
- On prospects of robust cocoa demand

## Sugar



- Sugar prices rose by 0.84% to 0.1194/pound
- Driven by lower production from China

# OUTLOOK – Oil Prices



- Breakdown of US-China trade talks likely to depress oil prices
- Price to hover between \$69-\$73pb this week

# OUTLOOK – Agricultural Prices

## GRAINS

- Adverse weather conditions in the US to continue to depress grain prices

## SOFTS

### Sugar

- Increased output from key Asian sugar producing countries would push prices down

### Cocoa

- Increased global output coupled with weak demand is expected to weigh on cocoa prices