



# Burning Economic Issues



- Fitch downgrades South Africa's credit rating to BB+
- Pound sinks to 28-month low
- Brent up by 0.67% to \$64.14pb
- Naira flat at N360/\$ at parallel market
- External reserves slides to \$45bn



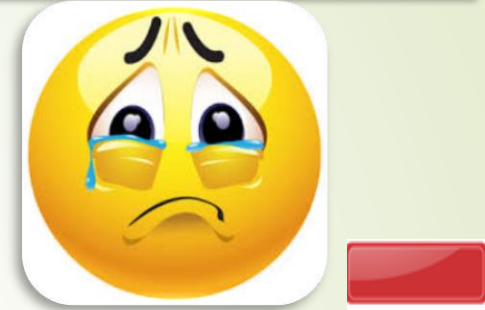
# Impact

## The Goodies



• Naira stable at N360/\$

## The Downers



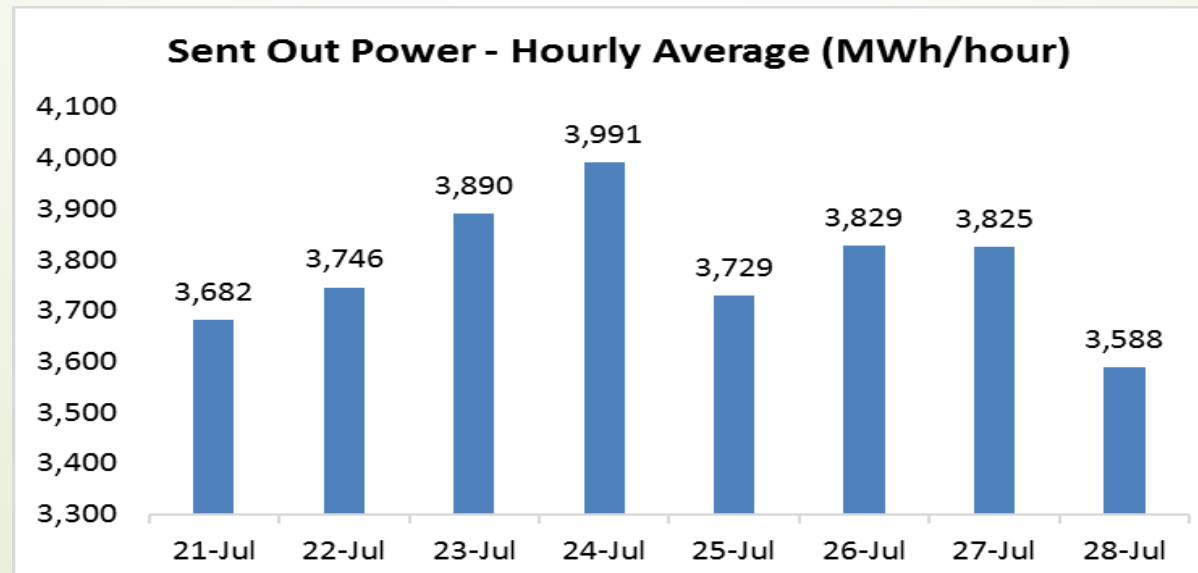
- Downside risks to global growth outlook have intensified
- External reserves slides

# Power Sector

July 28<sup>th</sup>





State	Temperature(noon-time)
Abuja	27°C
Kano	32°C
Lagos	28°C

- Average power output: 3,588 MWh/h (down by 237.73MWh/h)
- Stations with the lowest output: Gbarain (29.98MWh/hr), Trans Amadi (33.27MWh/hour )
- Gas constraints stood at 1,405MWh/h, Grid constraint was 2,153.6MWh/h
- Naira equivalent of power loss: N1.71billion (annualized at N624.15billion)



# 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	N9,000	↔	N6,000	N25,000
Semovita (10kg)		N3,000	N3,000	↔	N1,800	N3,500
Old Yam (medium size)		N1,300	N1,200	↑	N400	N1,900
Sugar (50kg)		N14,900	N14,900	↔	N8,000	N20,000

# WIN BIG!

IN THE  
**DANGOTE**

## BAG OF GOODIES

CONSUMER PROMO



**43**  
GAC SALOON CARS  
TO BE WON

OVER  
**21 Million**  
POSSIBLE  
WINNERS

**42.5R**  
CASH PRIZE PER YEAR  
SCRATCH CARD 50 = 1kg

OVER  
**₱200M**  
CASH PRIZE

OVER  
**300,000**  
FOODIE PACKS

**550**  
REFRIGERATORS

**24**  
MOTOR BIKES

**24**  
TRICYCLES

**400**  
TELEVISIONS

### HOW TO WIN

- Buy any promotional bag of Dangote cement.
- Pick out the scratch card inserted.
- Scratch and stand a chance of winning any of the following items that is revealed on the card
- Saloon Car (star prize), Motorcycles, Tricycles, TV Sets, Fridge, Dangote pack of goodies and Airtime (across all mobile networks)
- Redemption of the gift items will be at our Depots, Regional Offices and specially selected Customer Outlets in areas that are distant from our depot and offices.

Promo runs from July 1st - Sept 30th, 2019



\*TERMS AND CONDITIONS APPLY  
\*ALL DANGOTE STAFF, FAMILIES, THIRD PARTY AGENTS AND THEIR STAFF ARE EXEMPTED FROM THIS PROMO  
Customer Care Helpline: 01-460643, 08152093122, 08152093152, 08152093153 and 08152093133  
email: customercare@dangote.com | www.dangote.com

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build with peace of mind

Approved by National Utilities Regulatory Commission (NURC) Approved by the Consumer Protection Council



# 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	N6,500		N6,150	N16,000
Rice (50kg) 	N16,000	N15,000		N13,000	N22,000
Flour (50kg) 	N11,500	N11,000		N8,500	N11,500
Beans (Oloyin)(50kg) 	N17,000	N19,000		N12,000	N34,000
Cement (50kg) 	N2,550	N2,550		N1,400	N2,700
Tomatoes (50kg) 	N20,000	N18,000		N6,000	N20,000
Pepper (bag) 	N8,500	N8,000		N5,000	N15,000















- Most commodity prices increased due to impact of planting season

# 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%

# Stock Market

- NSE ASI  0.11% to 27,950.36pts on July 29<sup>th</sup>
- Consumer goods sub index:  0.39% at 580.62pts

	Share Prices (₦)	Daily % Change (July 26 <sup>th</sup> –29 <sup>th</sup> )	YTD (% Change)
Nestle	1,310	 0.77	 11.78
Honeywell	0.99	 2.06	 22.66
Flour Mills	14.85	 -	 35.71
Cadbury	11.40	 -	 14.00
Dangote Sugar	10.60	 -	 30.49
Unilever	32.00	 -	 13.51
Ikeja Hotels	1.34	 -	 10.96



# Oil Markets Today

COMMODITY	DAILY CHANGE July 29 <sup>th</sup> – 30 <sup>th</sup>	YTD	CURRENT PRICE
BRENT	↑ 0.67%	↑ 19.22%	\$64.14pb
WTI	↑ 0.72%	↑ 26.14%	\$57.28pb
NATURAL GAS	↓ 1.29%	↓ 27.21%	\$2.14MBtu



**4 Years**  
**45 Warehouses**  
**13 States**



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



**100,000 MT**  
**Grains & Seeds**



**\$30M Traded**  
**\$5M Input Loans**

**...building an alternative asset class.**



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# Oil Prices

- Brent up by 0.67% to \$64.14pb
- Driven by:
  - Fears that slowing global growth will affect oil demand
  - Hint of mid-east tensions easing
  - Pessimism over US-China trade talks



# Agricultural Commodities

## Wheat



- Wheat prices up 0.39% to \$190.28/tonne
- Following reports of a reduction in wheat cultivation by US farmers

## Corn



- Corn prices rose by 0.41% to \$169.70/tonne
- Driven by a weaker US dollar

## Cocoa



- Cocoa prices jumped 3.13% to \$2,501.00/mt
- Supported by strong European demand

## Sugar



- Sugar prices down 0.40% to \$12.57/pound,
- Driven by strong global supply

# OUTLOOK – Oil Prices



- Brent likely to trade between \$63pb-\$65pb this week
- Heightened tension in the Strait of Hormuz is expected to continue to provide support to the market
- However, rising US shale output and concerns about weak global demand could moderate gains

# OUTLOOK – Agricultural Prices

## GRAINS

- Prices to fall in the coming weeks on increased production as weather conditions improve

## SOFTS

### Sugar

- Increased ethanol production from sugarcane to lead to supply deficit and push prices up

### Cocoa

- Strong demand for cocoa is projected to result to increased prices in the near term