

Burning Economic Issues



- Brent price up 4.71% to \$28.48pb
- Trump threatens fresh tariffs against China – US-China trade war reignites
- Partial lifting of the lockdown but activities still slow
- Lagos state issues strict directive on social distancing to shopping malls and markets
- External reserves falls further to \$33.44bn (ahead of IMF disbursement)
- Naira appreciates to N430/\$



The Downers



- Brent still below the \$30pb budget benchmark

Impact

The Goodies



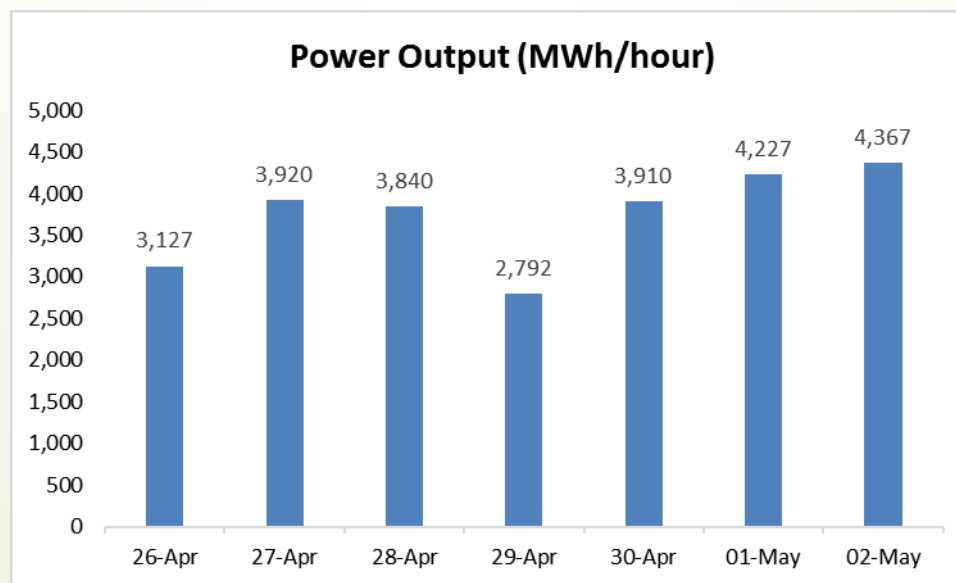
- External reserves will jump to \$37bn
- Naira appreciates to N430/\$
- MTN and others to invest \$4.4bn in Nigeria's economy
- Power output rises above 4,000MWH/hr (4,367MWH/hr)

Power Sector

May 2nd





- Average power output: 4,367MWH/hr (up 140WH/hr)
- Gas constraints stood at 2,644.5MWh/hr, Grid constraint was 1,631.5MWh/hr and there was no water constraint
- Naira equivalent of power loss: N2.05billion (annualized at N748.25billion)

State	Temperature(noon-time)
Abuja	34°C
Kano	40°C
Lagos	32°C



Domestic Commodities Price Movement








Relatively Elastic Products

Commodities		Current Prices	Previous Month Prices	Directional Change	1-Year Low	1-Year High
Palm Oil (25l)		N10,000	N9,000	↑	N9,000	N10,000
Semovita (10kg)		N3,400	N2,850	↑	N2,800	N3,400
New Yam (medium size)		N1,200	N800	↑	N400	N1,900
Sugar (50kg)		N23,000	N18,500	↑	N13,000	N23,000

- Domestic commodities prices could taper on eased lockdown in Lagos, Abuja and Ogun states

Domestic Commodities Price Movement

Relatively Inelastic Products

Commodities	Current Prices	Previous Month Prices	Directional Change	1-Year Low	1-Year High
Garri (50kg) Yellow 	N14,500	N8,900	↑	N6,150	N14,500
Rice (50kg) 	N27,000	N26,000	↑	N14,000	N27,500
Flour (50kg) 	N12,700	N11,000	↑	N10,000	N12,700
Beans (Oloyin)(50kg) 	N18,000	N14,000	↑	N14,000	N25,500
Cement (50kg) 	N2,600	N2,600	↔	N1,600	N2,700
Tomatoes (50kg) 	N12,000	N9,000	↑	N6,000	N20,000
Pepper (bag) 	N13,000	N10,000	↑	N5,000	N15,000



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.



















AFEX
AFEX COMMODITIES EXCHANGE LTD

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  0.30% to 23,089.86pts on May 4th
- Consumer goods sub index:  0.50% at 371.68pts

	Share Prices (₦)	Daily % Change (April 30 th – May 4 th)		YTD (% Change)
Nestle	920.2		-	 37.39
Honeywell	0.97		-	 2.02
Flour Mills	21.00		-	 6.60
Cadbury	7.50		-	 28.91
Dangote Sugar	12.80		-	 5.88
Unilever	10.50		-	 52.27
Ikeja Hotels	1.07		-	 4.46

Oil Markets Today

COMMODITY	DAILY CHANGE May 4 th – May 5 th	YTD	CURRENT PRICE
BRENT	↑ 4.71%	↓ 56.85%	\$28.48pb
WTI	↑ 6.38%	↓ 64.48%	\$21.69pb
NATURAL GAS	↑ 5.87%	↓ 3.65%	\$2.11MMBtu

Oil Prices

- Brent up 4.71% to \$28.48pb
 - WTI up 6.38% to \$21.69pb
- On hopes of global demand recovery
 - As lockdown measures ease
- OPEC+ output cut of 9.7mbpd, US -Iran tensions and cut from Kuwait continues
- Despite the US-China trade war



Agricultural Commodities

Wheat



- Wheat prices down 1.89% to \$506.75/bushel
- On weak global demand

Corn



- Corn declined by 1.81% to \$312.75/bushel
- On bearish oil prices

Cocoa



- Cocoa prices declined by 0.87% to \$2,281/mt
- Amid expectations of increased supply from Ivory coast on better weather conditions

Sugar



- Sugar prices fell by 1.91% to \$10.76/pound
- Despite plans to resume sugar mills operations in India

Every Taste Maker's Delight



OUTLOOK – Oil Prices



- Brent likely to trade around \$25-35pb in the coming days
- As supply cuts from OPEC+ support oil prices
- US-Iran tensions linger

OUTLOOK – Agricultural Prices

GRAINS

- Weak global demand is expected to taper grain prices



SOFTS

Sugar

- Prices to remain low on increased production from India

Cocoa

- Increased supply from Ivory Coast on rainfall expectations to keep cocoa prices low