

BURNING ECONOMIC ISSUES



- Brent crude down 0.1% to \$49.65pb

- Ecuador to increase oil production despite OPEC production curbs



- Paris Club refund to states (N248.3bn) – liquidity positive, inflation negative

- CBN extends Skye bank life line for 12 months



- Apapa tanker mayhem adds to congestion woes

- Naira dips to N367.6/\$ (IEFX window), flat at N367/\$ (parallel market) -

convergence

- On grid power supply up 93MW, diesel flat at N160/ltr





Good News



- Oil price at \$49.65pb is naira positive
- Skye bank recapitalisation plan announced



Bad News



- Paris Club refund to increase M2 and inflation
- Weaker naira in IFEX window



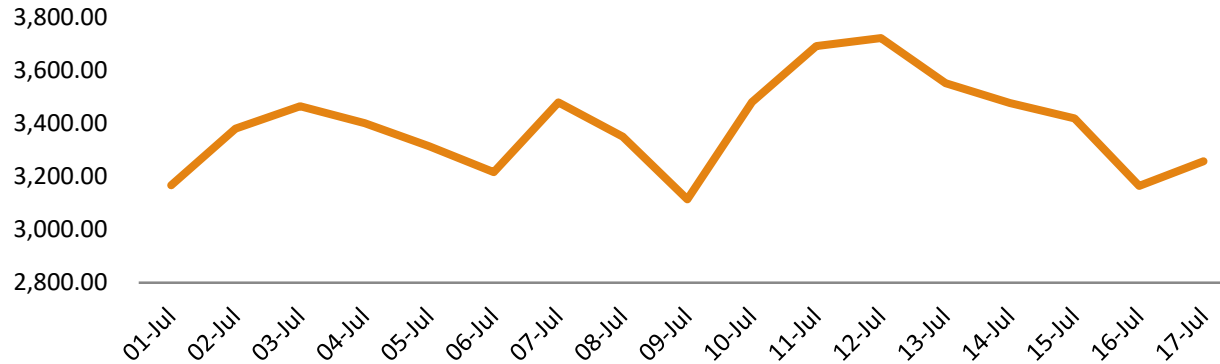
- Apapa congestion and disruption costs soar

POWER GENERATION ANALYSIS & IMPACT



- July 17th: Average power output was 3,258MWh/hour (up 93MWh/h)
- Total generation of 2,570MW was lost due to constraints in gas, line and high frequency
- Estimated loss: N1.234bn (annualised at N450.41bn /\$1.126m)
- High frequency due to loss of DisCo feeders persists


Average Power (on Grid) MW/Hr



DOMESTIC COMMODITY PRICE MOVEMENT

Price Elastic

Price Inelastic



Commodities	CURRENT PRICES (LAGOS)			Lagos Price	
	CURRENT PRICES	PREVIOUS PRICES	% CHANGE	1 year Low	1 year High
Palm Oil (25L) 	N12,500	N12,500	↔	N6,000	N25,000
Semolina(10kg) 	N3,500	N3,500	↔	N2,300	N3,500
Yam (large tuber) 	N1,500	N1,100	↔	N600	N1,500
Tomatoes (50kg) 	N28,000	N28,000	↔	N8,000	N28,000
Garri (50kg) 	N32,000	N32,000	↔	N8,000	N32,000
Rice (50kg) 	N18,500	N16,000	↔	N13,500	N22,000
Flour (50kg) 	N10,500	N10,500	↔	N8,500	N11,000
Sugar (50kg) 	N19,500	N18,500	↔	N8,000	N20,000
Beans (50kg) 	N24,000	N26,000	↔	N9,000	N26,000
Cement (50kg) 	N2,700	N2,700	↔	N1,400	N2,700














CONSUMER GOODS – CURRENT PRICE LAGOS

GOODS	Lagos price	Jumia price	% difference
Coke (50cl)	N150	N150	0%
Beer (60cl)	N250	N235	6%
Bread Loaf	N350	N400	12.5%
Semovita (10kg)	N3,700	N3,650	1.35%
Indomie (1 carton)	N2,300	N2,500	-8%
Gala (75g)	N50	N50	0%

Prices remain sticky downwards

STOCK MARKET

- NSE ASI  0.23% to 33, 514.93pts – bullish market sentiment persists
- Consumer goods sub index  at 789.82pts

	Share Prices (₹)	Daily Change (July 18– July 19)	YTD (%)
Nestle	903.50	 1.79%	 11.54%
Honeywell	1.93	 1.53%	 48.46%
Flourmill	25.15	 4.19%	 36.02%
Cadbury	12.45	 3.75%	 30%
NB	160.00	 0.56%	 8.12%
Dangote Sugar	9.00	 0.44%	 26.58%
Unilever	38.19	-	 9.11%



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OIL PRICES



- Brent crude  0.10% to \$49.65pb
- Intraday trading sees Brent trading lower
- Despite gains recorded last night
- On weaker dollar, especially against Euro and Yen
- Attributed to rifts in the US republican camp over Obamacare
- EIA recorded a larger than expected inventory draw
- US crude inventories are down 4.73 million barrels

OIL MARKETS TODAY

COMMODITY	WEEKLY CHANGE 17 July – 20 July	YTD	CURRENT PRICE
O I L			
BRENT	 2.54%	 12.62%	\$49.65pb
WTI	 2.35%	 12.32%	\$47.10pb
NATURAL GAS	 1.82%	 17.34%	\$3.075MMBtu

AGRIC COMMODITIES

Wheat



•Wheat futures down 0.1% to \$506.5/bushel

•Heavy rains threaten global supply

Corn



•Corn futures up 1.93% to \$382.25/bushel

•Corn gains mirror gains in wheat market

Cocoa



•Cocoa prices up 0.05% to \$1,911/mt

•Supported by Brazilian real's appreciation against the dollar

Sugar



•Sugar prices up 0.07% to \$0.141/pound

•On higher import duties in India

OUTLOOK – OIL PRICES



- Oil prices logged gains, but outlook remains uncertain
- US government expected to increase crude inventories
- Increased supply expected due to Ecuador policy decision

OUTLOOK – AGRIC PRICES

Grains

- Bullish prices on dry weather in Canada and the US



SUGAR



Softs

- Bearish expectations on Pakistan approval of 300,000 tons export

COCOA

- Improved weather conditions in Ivory Coast to dissuade bullish sentiments