

BURNING ECONOMIC ISSUES



- Brent crude up marginally to \$63.54pb

- Moody's downgrades Nigeria's credit rating to B2 (with a stable outlook)



- FG saves N4.7bn through TSA and N20bn through IPPIS/BVN monthly



- CBN intervenes with \$195mn in to FX market



- External reserves climbs to \$34bn

- Naira unchanged at N363/\$ (parallel), IEFX: N306.40/\$

ECONOMIC NEWS



Good News



- Power output up 2.8% to 3,801MW/hr
- External reserves up to \$34.01bn



Bad News



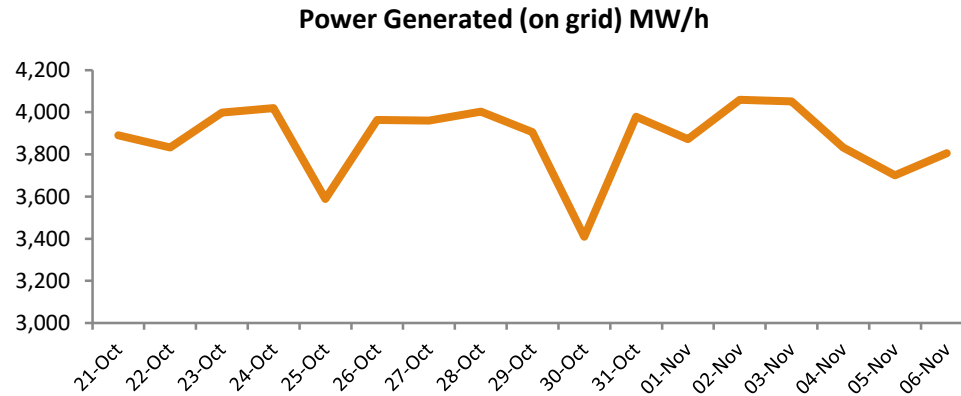
- Nigeria's downgrade means higher cost of international borrowing



POWER GENERATION ANALYSIS & IMPACT



- November 06th: Average power output sent was 3,806MWh/hour (up 104.31MWh/h)
- Gas constraint was 1,137.2MW; frequency management constraint due to loss of DisCo feeders was 1,034MW, water management constraint was 150MW
- Estimated loss: N1.114bn (annualised at N406.61bn /\$1.23bn)
- Shiroro Hydro has commenced water management measures to ensure dry season efficiency











DOMESTIC COMMODITY PRICE MOVEMENT

Price Elastic

Price Inelastic

CURRENT PRICES (LAGOS)

Lagos Price

Commodities	CURRENT PRICES (LAGOS)			Lagos Price	
	CURRENT PRICES	PREVIOUS PRICES	DIRECTIONAL CHANGE	1 year Low	1 year High
Palm Oil (25L) 	N13,000	N14,000	↓	N6,000	N25,000
Semolina(10kg) 	N1,800	N3,200	↓	N2,300	N3,500
New Yam(small tuber) 	N650	N650	↔	N650	N900
Tomatoes (50kg) 	N8,000	N8,000	↔	N8,000	N28,000
Garri (50kg) 	N10,500	N10,500	↔	N8,000	N16,000
Rice (50kg) 	N15,000	N15,000	↔	N13,500	N22,000
Flour (50kg) 	N10,000	N11,000	↔	N8,500	N11,000
Sugar (50kg) 	N16,000	N16,000	↔	N8,000	N20,000
Beans (Oloyin) (100kg) 	N28,000	N32,000	↓	N12,000	34,000
Cement (50kg) 	N2,700	N2,700	↔	N1,400	N2,700

Relatively Static

CONSUMER GOODS – CURRENT PRICE LAGOS

GOODS	Street price	Supermarket price	% difference
Pepsi (50cl)	N100	N90	-10%
Beer (60cl)	N250	N280	-10.71%
Bread Loaf	N350	N400	-12.5%
Indomie (1 carton)	N1,900	N2,100	-15.5%
Gala (big size)	N100	N100	0%

Domestic prices remain flat



Every meal starts with us




• Salt (Refined and Iodized) • Seasoning (Cubes and Tablets) • Tomato Paste • Vegetable Oil















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STOCK MARKET

- NSE ASI  0.24% to 37,051.54pts
- Consumer goods sub index  0.06% to 913.04pts







	Share Prices (₹)	Daily % Change 09 Nov	YTD (%)
Nestle	1,290		 48.1
Honeywell	2.10		 52.3
Flourmill	34.00		 62.2
Cadbury	11.20	 0.45	 0.01
NB	143.00	 0.89	 8.70
Dangote Sugar	15.25	 0.21	 104.7
Unilever	40.00		 25.7

OIL PRICES



- Brent crude  0.08% to \$63.54pb
- China's October imports fell to 7.3mbpd from 9mbpd in September
- Markets remains supported largely due to OPEC-lead supply cuts
- Growing tensions in the Middle East kept a cautious tone on trade

OIL MARKETS TODAY

COMMODITY	WEEKLY CHANGE 08 Nov – 09 Nov	YTD	CURRENT PRICE
O I L			
BRENT	 0.08%	 11.83%	\$63.54pb
WTI	 0.09%	 5.85%	\$56.86pb
NATURAL GAS	 0.32%	 15.86%	\$3.16MBtu

AGRIC COMMODITIES

Wheat



•Wheat futures down 0.35% to \$4.25/bushel

•Prices under pressure due to improved US crop conditions

Corn



•Corn futures down 0.22% to \$3.47/bushel

•Expectations of higher corn yields weighed on prices

Cocoa



•Cocoa prices up 1.45% to \$2,054/mt

•Production in top grower is expected to drop 12% by year end

Sugar



•Sugar prices down 0.14% to \$0.1470/pound

•Partly driven by a modest retreat in crude oil prices
•Leading to more use of cane to produce ethanol.

OUTLOOK – OIL PRICES



- Slightly higher price levels will likely be sustained in the near term
- On rising global demand and tighter supply
- Strong macro-economic backdrop and inventory drawdown in the
US

OUTLOOK – AGRIC PRICES

Grains

- The market will focus on USDA supply and demand report released later this week



SUGAR

- Prices will be determined by supply/demand dynamics

COCOA

- Lower production forecasts in Ivory Coast will keep prices elevated



Softs