



Burning Economic Issues



- FGN suspends national carrier project
- Lagos state has the highest domestic debt in 2017 (N363.29bn)-

Budget

- UK inflation at a 6-month high of 2.7%
- Rising concerns about a likely devaluation of the yuan to boost

Chinese exports

- External reserves now below \$45bn at \$44.94bn
- Diesel retail price at N230/litre



Impact



- Brent price at \$79.63pb is positive for dollar accretion
- Naira appreciates at the IEFX window to N362.97/\$



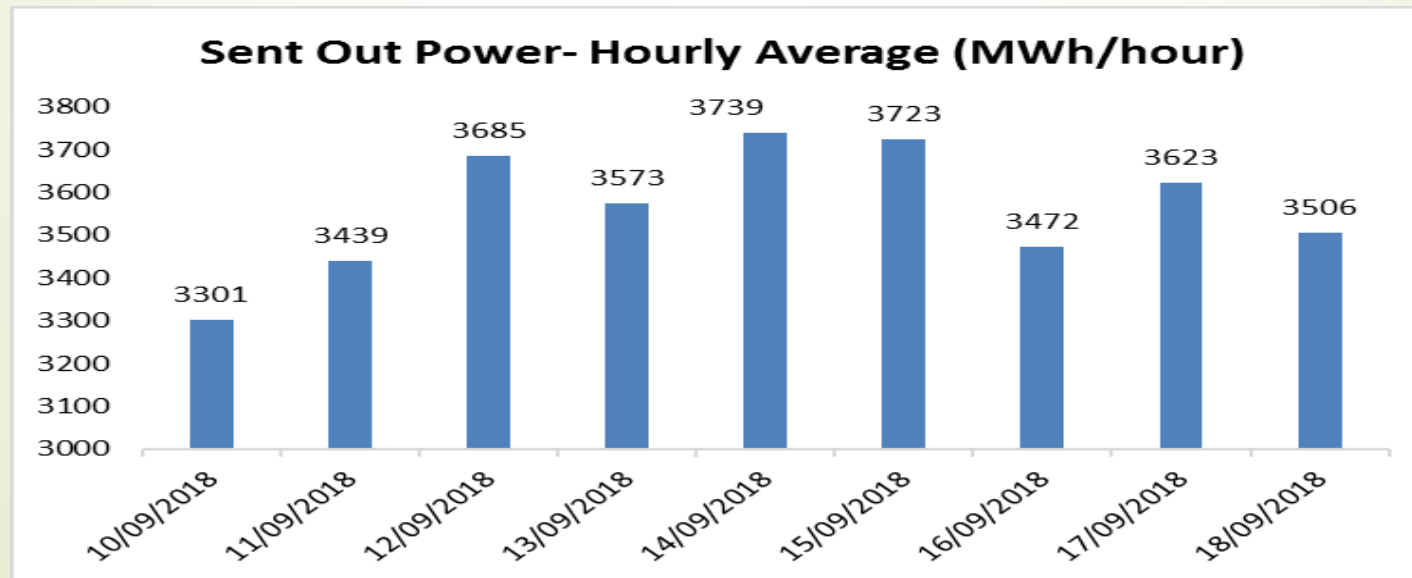
- Stock market still in correction territory (-15.3% YTD)
- Nigeria does not stand to gain from a likely devaluation of the yuan

Power Sector

September 18th





State	Temperature
Abuja	23°C
Kano	24°C
Lagos	25°C

- Average power output: 3,506MW/h (down by 117.21MW/h)
- Gas constraint stood at 1,032.5MW while grid constraint was at 2,002MW. No water constraint
- Naira equivalent of power loss: N1.46billion (annualized at N532.9billion)










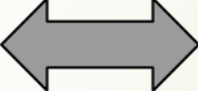

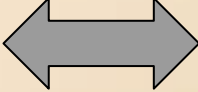


Domestic Commodities Price Movement

Relatively Elastic Goods

Commodities		Current Prices	Previous Month Prices	Directional Change	1-Year Low	1-Year High
Palm Oil (25l)		N10,000	N10,000	↔	N6,000	N25,000
Semovita (10kg)		N2,850	N2,900	↓	N1,800	N3,500
Old Yam (large tuber)		N1,900	N1,900	↔	N400	N1,900
Sugar (50kg)		N14,900	N14,900	↔	N8,000	N20,000

Domestic Commodities Price Movement

Relatively Inelastic Goods

Commodities	Current Prices	Previous Month Prices	Directional Change	1-Year Low	1-Year High
Garri (50kg) Yellow 	N6,500	N7,500		N7,000	N16,000
Rice (50kg) 	N14,500	N15,500		N13,000	N22,000
Flour (50kg) 	N11,100	N11,000		N8,500	N11,000
Beans (Oloyin)(50kg) 	N27,000	N27,000		N12,000	N34,000
Cement (50kg) 	N2,550	N2,550		N1,400	N2,700
Tomatoes (50kg) 	N10,000	N20,000		N8,000	N20,000

Most domestic commodities have declined relative to the previous month

Consumer Goods – Current price

Goods	Street price	Supermarket price	% difference
Pepsi (50cl)	N120	N100	20%
Beer (60cl)	N260	N300	-15.30%
Bread Loaf	N350	N400	-12.5%
Indomie (1 carton)	N1,900	N2,100	-15.5%
Gala (big size)	N100	N100	0%

Domestic food prices remain flat



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COUNTRY/LOCATION

- Cameroon
- Cote d'Ivoire
- Ethiopia
- Ghana, Takoradi
- Ghana, Tema

PLANT TYPE

- (Integrated Plant)
- (Grinding Plant)
- (Integrated Plant)
- (Grinding Plant)
- (Import Terminal)

COUNTRY/LOCATION

- Kenya
- Liberia
- Nigeria, Cboko
- Nigeria, Ibesse
- Nigeria, Obajana
- Niger Republic
- Rep. of Congo

PLANT TYPE

- (Integrated Plant)
- (Import Terminal)
- (Integrated Plant)
- (Integrated Plant)
- (Integrated Plant)
- (Integrated Plant)

COUNTRY/LOCATION

- Senegal
- Sierra Leone
- South Africa
- Mali
- Tanzania
- Zambia
- Nepal

PLANT TYPE















- (Integrated Plant)
- (Import Terminal)
- (Integrated Plant)
- (Grinding Plant)
- (Integrated Plant)
- (Integrated Plant)

• Under Construction/Commissioning * Planned



Stock Market

- NSE ASI  0.02% to 32,375.12 on September 19th
- Consumer goods sub index  0.63% to 746.09pts

	Share Prices (₹)	Daily % Change (Sept 18 th -19 th)	YTD (% Change)
Nestle	1,380.50	 -	 11.28
Honeywell	1.45	 3.57	 30.95
Flour Mills	19.30	 0.78	 33.45
Cadbury	9.40	 -	 40.01
NB	90.10	 0.11	 33.21
Dangote Sugar	14.05	 0.36	 29.75
Unilever	43.00	 -	 4.88

Oil Prices

- Brent crude up 0.29% to \$79.63pb
- On reports of Saudi Arabia's support for rising prices
- Markets still adjusting to the loss of supply from Iran
- EIA projects an increase in US shale output to 7.59mbpd in October



Oil Markets Today

COMMODITY	DAILY CHANGE September 19 th – September 20 th	YTD	CURRENT PRICE
BRENT	↑ 0.29%	↑ 19.08%	\$79.63pb
WTI	↑ 0.84%	↑ 18.70%	\$71.72pb
NATURAL GAS	↑ 0.03%	↓ 1.36%	\$2.91MBtu

Agricultural Commodities

Wheat



• Wheat prices up by 0.78% to \$5.15/bushel

• As drought curbs Australian supply

Corn



• Corn prices rose by 0.29% to \$3.44/bushel

• Driven by weak US corn yields

Cocoa



• Cocoa prices increased by 0.04% to \$2,243/MT

• As unfavorable weather conditions threaten Ivory Coast's output

Sugar



• Sugar prices up by 1.22% to 0.1164/pound

• On expectations of export aid in India

OUTLOOK – Oil Prices



- Front burner issues at the Joint Ministerial Monitoring Committee meeting on Sunday:
- Saudi's support of higher oil prices
- Imminent sanctions on Iranian oil exports
- Brent may hit \$80pb in the coming week
- Likelihood of a US interest rate hike next week could taper the price increase

OUTLOOK – Agricultural Prices

GRAINS

- USDA's estimate of robust Indian wheat production may push prices down

SOFTS

Sugar

- India's plan to double export subsidy likely to increase global supply and depress prices

Cocoa

- Unfavorable weather conditions in producing countries, Nigeria and Ivory Coast, to push prices up