



Burning Economic Issues



- ECOWAS sets up committee to review the border closure – Bloomberg
- CBN intervenes ₦18mn (equivalent of \$2.58mn) in the forex market
- Naira trades flat at 360/\$ (parallel market)
- External reserves depletion increases – \$37.66bn
- Brent remains below benchmark (\$54.11pb)
- OPEC to cut production by 600,000 bpd



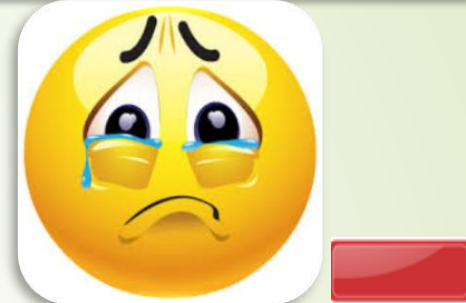
Impact

The Goodies



- Naira stable at N360/\$ in the parallel market in spite of falling reserves

The Downers



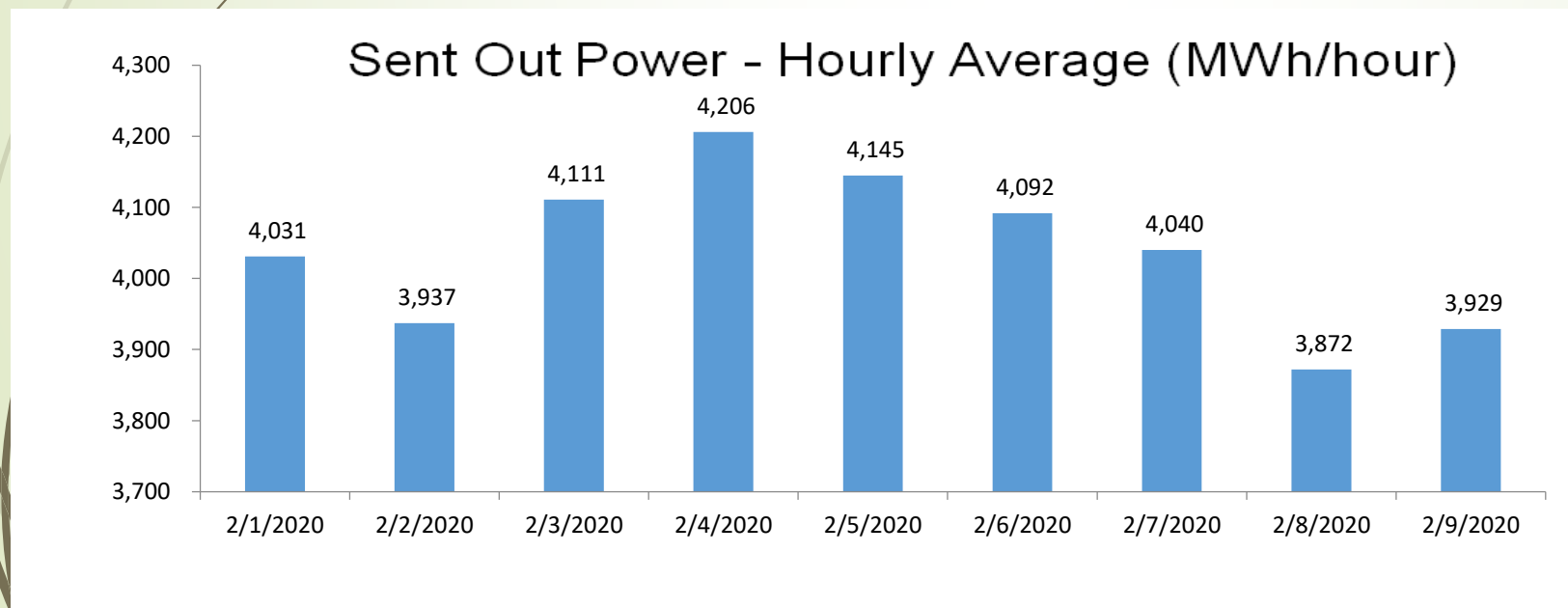
- Oil price is 13.30% below Q4'19 average (\$62.41pb)
- External reserves 0.19% depletion raising investor concerns
- Naira falls in IEFX window (N364.56/\$)
- OPEC to cut production

Power Sector

February 9th

- Average power output up by 1.47% to 3,929MWh/hr
- Gas constraint was 3,067.5MWh/hr, and Water constraint was at 245MWh/hr and Grid constraint was 621.5MWh/hr
- Naira equivalent of power loss: N1.9billion (annualized at N693.5billion)





State	Temperature(noon-time)
Abuja	33°C
Kano	27°C
Lagos	31°C



• New tariffs to kick in April 2020

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	N10,000	↔	N9,000	N10,000
Semovita (10kg)		N3,000	N2,950	↑	N2,800	N3,000
New Yam (medium size)		N700	N600	↑	N400	N1,900
Sugar (50kg)		N13,500	N13,500	↔	N13,000	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








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Domestic Commodities Price Movement

Relatively Inelastic Products



Commodities		Current Prices	Previous Month Prices	Directional Change	1-Year Low	1-Year High
Garri (50kg) Yellow		N8,900	N7,200	↑	N6,150	N8,900
Rice (50kg)		N25,000	N27,500	↓	N14,000	N27,500
Flour (50kg)		N11,500	N11,500	↔	N10,000	N11,500
Beans (Oloyin)(50kg)		N14,000	N15,000	↓	N14,000	N25,500
Cement (50kg)		N2,600	N2,550	↑	N1,600	N2,700
Tomatoes (50kg)		N7,000	N8,000	↓	N6,000	N20,000
Pepper (bag)		N7,000	N6,000	↑	N5,000	N15,000















- Domestic commodity prices are creeping upwards as planting season begins
- Inflation numbers to be released next week

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  1.05% to 27,772.10pts on February 10th
- Consumer goods sub index:  4.75% at 520.17pts

	Share Prices (₦)		Daily % Change (February 7 th –10 th)		YTD (% Change)
Nestle	1,242		10.0		15.51
Honeywell	1.09		0.91		9.00
Flour Mills	22.80		–		15.74
Cadbury	9.00		–		14.69
Dangote Sugar	13.40		–		4.29
Unilever	15.00		–		25.26
Ikeja Hotels	1.12		–		–

Oil Markets Today

COMMODITY	DAILY CHANGE February 10 th – 11 th	YTD	CURRENT PRICE
BRENT	 1.58%	 18.02%	\$54.11pb
WTI	 1.43%	 17.65%	\$50.28pb
NATURAL GAS	 0.57%	 18.72%	\$1.78MMBtu

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Oil Prices

- Brent up 1.58% to \$54.11pb
- As Coronavirus hits China's demand
- Alongside Russia's delay in making a decision about additional production cuts



OUTLOOK – Oil Prices



- Brent prices likely to hover around \$54-\$55pb in the coming days
- As the Coronavirus outbreak continues to reduce demand from China

Agricultural Commodities

Wheat



- Wheat prices fell by 0.04% to \$558.50/bushel
- Partly due to global supply glut

Corn



- Corn prices declined by 1.04% to \$379.50/bushel
- Driven by lower demand from China due to the Coronavirus

Cocoa



- Cocoa prices up 0.72% to \$2,919.00/mt
- As adverse weather conditions limit global output

Sugar



- Sugar prices increased by 0.60% to \$15.01/pound
- As drought in Thailand reduced output

OUTLOOK – Agricultural Prices

GRAINS

• Grain prices to decline in the near term due to lower demand

SOFTS

Sugar

- Prices likely to increase in the near term owing to shortages in global supply

Cocoa

- Poor weather conditions to continue to push up cocoa prices