



Burning Economic Issues



- Brent price down 0.25% to \$44.04pb on increased supply from OPEC+
- External reserves slips further to \$35.9bn – lost 1.88% since June
- CBN responds with massive CRR debits
- Naira appreciates at parallel market (N473/\$)
- Cocoa crop hit by disease and excess rainfall – \$672mn exports
- Shoprite contemplates future in Nigeria
- FBN manufacturing PMI declines 2.04% to 52.8 in July



The Downers



- FBN PMI down
- External reserves continues decline (down 1.88% in 5 weeks)
- Shoprite could follow Mr Price out of Nigeria

Impact

The Goodies



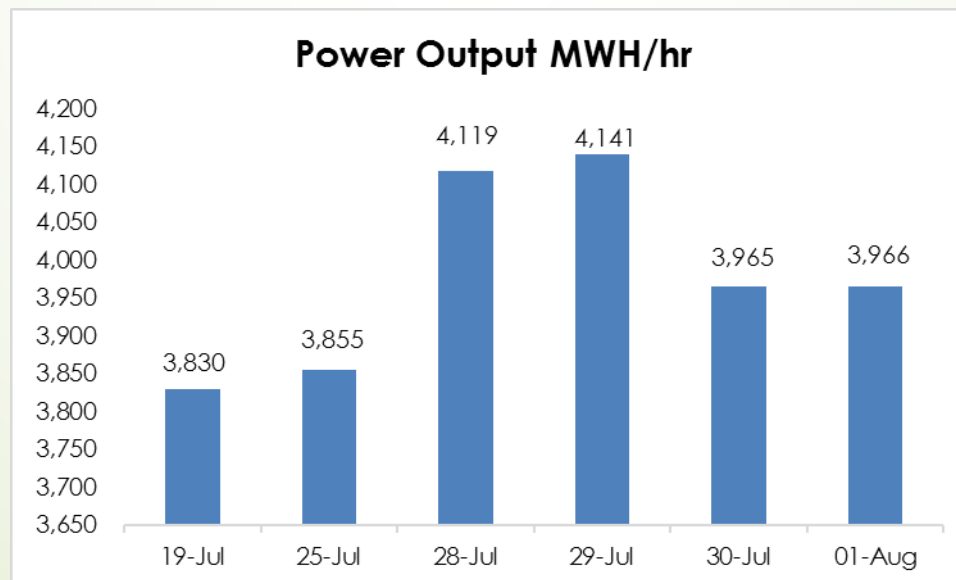
- PIB to be submitted to NASS in 2 weeks – Sylva
- Cocoa prices up to \$2,400/MT
- Nigeria 's cocoa output was 280,000 MT in 2019 (\$672mn in exports)

Power Sector

August 1st









State	Temperature(noon-time)
Abuja	24°C
Kano	24°C
Lagos	27°C

- Average power output: 3,966MWH/hr (up 1MWH/hr)
- Gas constraints stood at 2,168.5MWh/hr, Grid constraint was 1,862.1MWh/hr and there was no water constraint
- Naira equivalent of power loss: N1.94billion (annualized at N708.1billion)



Domestic Commodities Price Movement








Relatively Elastic Products

Commodities		Current Prices	Previous Month Prices	Directional Change	1-Year Low	1-Year High
Palm Oil (25l)		N12,500	N12,000		N9,000	N12,500
Semovita (10kg)		N3,400	N3,400		N2,800	N3,400
Old Yam (large size)		N3,000	N2,000		N400	N2,000
Sugar (50kg)		N17,500	N21,000		N13,000	N23,000

- Eid Kabir festivities failed to trigger increase in demand
- Some commodity prices (yam & garri) falling in post-festival sell-off

Domestic Commodities Price Movement



Relatively Inelastic Products















Commodities	Current Prices	Previous Month Prices	Directional Change	1-Year Low	1-Year High
Garri (50kg) Yellow 	N15,000	N12,000	↑	N6,150	N15,000
Rice (50kg) 	N28,000	N28,000	↔	N14,000	N28,000
Flour (50kg) 	N12,700	N11,000	↑	N10,000	N12,700
Beans (Oloyin)(50kg) 	N18,000	N17,500	↑	N14,000	N25,500
Cement (50kg) 	N2,600	N2,600	↔	N1,600	N2,700
Tomatoes (50kg) 	N35,000	N20,000	↑	N6,000	N35,000
Pepper (bag) 	N15,000	N16,000	↓	N5,000	N16,000

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  0.29% to 24,766.12pts on August 3rd
- Consumer goods sub index:  0.13% at 402.99pts

	Share Prices (₦)		Daily % Change (July 29 th - August 3 rd)		YTD (% Change)
Nestle	1,175		-		20.06
Honeywell	1.05		5.00		6.06
Flour Mills	18.75		9.97		4.82
Cadbury	6.60		-		37.44
Dangote Sugar	11.50		-		15.44
Unilever	12.25		-		44.32
Ikeja Hotels	1.12		-		-

Oil Markets Today

COMMODITY	DAILY CHANGE August 3 rd – August 4 th	YTD	CURRENT PRICE
BRENT	↓ 0.25%	↓ 33.27%	\$44.04pb
WTI	↓ 0.22%	↓ 32.98%	\$40.92pb
NATURAL GAS	↑ 0.38%	↓ 3.65%	\$2.11MMBtu

Oil Prices



- Brent down 0.25% to \$44.04pb
 - WTI down 0.22% to \$40.92pb
- On increased output from OPEC+ producers
- \$1trn stimulus package in US boosting demand outlook
- Weaker US dollar helping to prop up oil
- Concerns of oil supply glut as OPEC+ ease production cuts amid weak demand to weigh on outlook

Agricultural Commodities

Wheat



- Wheat prices lost 0.81% to \$526.50/bushel
- On expectations of increased supply from Russia

Corn



- Corn rose 0.08% to \$327.25/bushel
- Driven by increased demand from China

Cocoa



- Cocoa prices increased by 2.39% to \$2,400/mt
- On improved global cocoa demand

Sugar



- Sugar prices fell by 0.79% to \$12.54/pound
- Amid increased output from Brazil



Save Your Way To Millions Today

With Fidelity Bank in the Get Alert In Millions Promo Season 4.

For details, visit any **Fidelity Bank** Branch or log on to gaim.fidelitybank.ng and start saving today!
This promotion has been approved by the Consumer Protection Council



SCAN QR CODE
TO OPEN ACCOUNT



x2 lucky winners

**N3 MILLION
x6 winners**

**N2 MILLION
x12 winners**

**N1 MILLION
x58 winners**

**And Other
Consolation Prizes**

Contact Us: +234 (1) 448-5252
We Are Fidelity. We Keep Our Word.

true.serve@fidelitybank.ng



Fidelity Bank Plc
FOLLOW US: www.fidelitybank.ng



OUTLOOK – Oil Prices



- Brent likely to trade between \$43-\$45pb
- Driven by
 - Increased supply from OPEC+
 - Weak global demand

OUTLOOK – Agricultural Prices

GRAINS

- Increased Chinese demand for grains to push prices up



Sugar

SOFTS

- Higher output from Brazil to keep prices low

Cocoa

- Improved global cocoa demand to keep supporting prices