





Burning Economic Issues



- The CBN raises MPR by 50bps to 18%p.a,US Fed hikes rates by 25bps to 4.75%-5.00%p.a
- Brent up 0.64% (\$77.18pb), \$18.52 below Q1'22 average owing to favourable US job data-*Reuters*
- Year-to-date, LNG prices plunged 49.66% (\$2.25/bushel) as milder weather persists in Europe-*Bloomberg*
- Cocoa prices rose 0.75% (\$2,838.00/mmt) on growing supply concerns in Ivory Coast-*Reuters*
- Naira depreciated 0.40% to close at N750/\$ (parallel market) but traded flat at N462/\$ in the I&E window





The Downers



Impact



- A 49.66% drop in LNG prices will decrease export earnings by \$2.6mn.
- An increase in policy rates would raise the lending rate and lead to loan defaults.

• The rise in oil prices will help improve oil earnings and increase fiscal revenue.

The Goodies

• Higher cocoa prices will bolster export earnings and increase farmers' income.



Domestic Commodities Price Movement

Commodities	Previous Month Prices	Current Prices	Directional Change
Garri (50kg) Yellow	N16,000	N20,000	1
Rice (50kg) short grain	N40,000	N40,000	\Leftrightarrow
Flour (50kg)	N29,000	N29,000	\Leftrightarrow
Beans (Oloyin)(50kg)	N42,000	N56,000	1
Cement (50kg)	N4,300	N4,300	\Leftrightarrow
Tomatoes (50kg)	N15,000	N19,000	1
Pepper (bag)	N17,000	N15,000	•
Onions (bag)	N35,000	N32,000	1

• Food prices will begin to taper as transport costs fall.



Domestic Commodities Price Movement

Relatively Elastic Products

Commodities	Previous Month Prices	Current Prices	Directional Change	1-Year Low	1-Year High
Palm Oil (25l)	N27,500	N18,000	•	N9,000	N27,500
Semovita (10kg)	N6,700	N6,800		N2,800	N6,800
New Yam (medium size)	N1,700	N1,800	1	N400	N2,000
Sugar (50kg)	N35,000	N35,000	\Leftrightarrow	N13,000	N35,000







New York

• London

• Paris

Africa's global bank

Africa



Consumer Goods — Current price



Goods	Street price	Supermarket price	% difference
		price	
Pepsi (50cl)	N200	N200	0%
Heineken beer (60cl)	N600	N630	-5.00%
Bread Loaf	N900	N900	-00.0%
Indomie (1 carton)	N4,000	N4,100	-2.50%
Gala (big size)	N100	N100	0%







Stock Market

NSE ASI 10.06% to close at 54,936.11pts on March 22nd 2023

	Share Price (₩)	es	Daily % Change (March 22 nd)		TD (% hange)
Nestle	1080.30	\	0.00	•	1.79
Honeywell	2.20	•	2.22	1	5.98
Flour Mills	31.00	\Leftrightarrow	0.00	•	9.15
Cadbury	11.30	\Leftrightarrow	0.00	•	5.04
Dangote Sugar	18.40	*	0.00	•	14.64
Unilever	14.00	\Leftrightarrow	0.00	1	20.69
Ikeja Hotels	1.03	\	0.00	•	1.90



Oil Markets Today

COMMODITY

DAILY CHANGE
March 22nd – March 23rd

YTD

CURRENT PRICE

BRENT

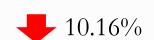
WTI

NATURAL GAS





4.09%





49.66%

\$77.18pb

\$70.20pb

\$2.25MMBtu







Oil Prices



- Brent up 0.64% to \$77.18pb
- WTI dropped 0.70% to \$70.20pb
- Oil prices rose due to favourable US job data which offset recessionary fears as the US

Fed hiked interest rates further



Agricultural Commodities

Wheat



Fell 3.33% to \$660.50/bushel, on prospects of increased supply as Black Sea grain deal is renewed for 60-days.

Corn



Down 0.40% to \$627.50/bushel, as the extension of the Black Sea grain deal quell supply concerns

Cocoa



Gained 0.75% to \$2,838.00/mt, on tight supply in Ivory Coast due to the unfavourable weather condition in the region.

Sugar



Climbed 1.35% to \$21.08/Pound, due to lower than expected crop yield in India and Thailand.



Dangote Sugar has a NEW LOOK



Same Great Quality!







Outlook - Oil Prices

• In the near term, oil prices are expected to fall as the hike in Fed rate discourages demand.





Outlook - Agricultural Prices



GRAINS

- Wheat prices will keep falling in the near term due the extension of the Black Sea deal.
- Corn prices will remain bearish on ample supply from the Black Sea.

SOFTS

- Cocoa prices will tend lower as favourable weather conditions improve Ivory Coast supply outlook.
- Sugar prices will uptick in the near term due to rising uncertainties about India's output



