

COMMODITIES UPDATE



January 30th, 2025

Burning Economic Issues

- US Fed leaves rate unchanged in 4.25%-4.50% range- **Reuters**
- Brent futures lost 0.12% (\$76.56pb) 2.08% above the bench mark oil price of \$75pb set in the 2025 budget
- Naira traded flat at N1,630/\$ (parallel market)
- Nigeria's gasoline imports plunged as Dangote refinery hits trade -**Bloomberg**
- Nigeria mulls fresh energy subsidy in \$15bn investor pitch- **Bloomberg**
- Cocoa rose 1.17% (\$11,277.00/mt) on concerns of a global cocoa shortage - **Nasdaq**
- Domestic commodity prices are falling due to seasonality effects and low demand
 - Garri (Bag) ↓ (N38,000), Beans (Bag) ↔ (N100,000), Tomatoes (Basket) ↓ 28.57% (N25,000), Pepper (Bag) ↑ 4.71% (N42,000), Onions (Bag) ↓ 40.91% (N130,000), Rice (50kg) ↓ 4.76% (N100,000)

The Downers



- A drop in oil prices will reduce Nigeria's oil revenue and deplete the foreign reserves

Impact

The Goodies






- Falling commodity prices will mitigate inflationary pressures and lower the cost of living
- Higher cocoa prices will boost non-oil export earnings and increase cocoa farmer's earnings
- A drop in gasoline import will reduce import costs improve the country's balance of trade

Domestic Commodities Price Movement

Commodities	Previous Month Prices	Current Prices	% change	Directional Change	Year Low	Year High
Garri (50kg) Yellow	N40,000	N38,000	5.00	↓	N16,000	N50,000
Rice (50kg) long grain	N105,000	N100,000	4.76	↓	N33,000	N140,000
Flour (50kg)	N65,000	N65,000	0.00	↔	N28,500	N70,000
Beans (Oloyin)(50kg)	N100,000	N100,000	0.00	↔	N30,000	N180,000
Cement (50kg)	N8,400	N9,700	15.48	↑	N4,200	N9,500
Tomatoes (Basket)	N35,000	N25,000	28.57	↓	N15,000	N150,000
Pepper (big bag)	N35,000	N42,000	20.00	↑	N15,000	N160,000
Onions (bag)	N220,000	N130,000	40.91	↓	N25,000	N240,000
Vegetable oil (5L)	N23,000	N19,500	15.22	↓	N23,000	N22,000

Domestic Commodities Price Movement

Relatively Elastic Products

Commodities	Previous Month Prices	Current Prices	% change	Directional Change	Year Low	Year High
Palm Oil (5l) 	N11,000	N9,500	13.64	↓	N22,000	N37,500
Semovita (10kg)	N16,500	N16,500	0.00	↔	N6,700	N16,500
New Yam (3 tubers) 	N10,500	N10,500	0.00	↔	N3,000	N12,000
Sugar (50kg) 	N85,000	N81,000	4.71	↓	N31,000	N85,000
Wheat flour (10kg)	N14,500	N12,600	13.10	↓	N4,800	N14,500
Eggs (1 crate)	N6,000	N6,500	8.33	↑	N1,800	N6,500

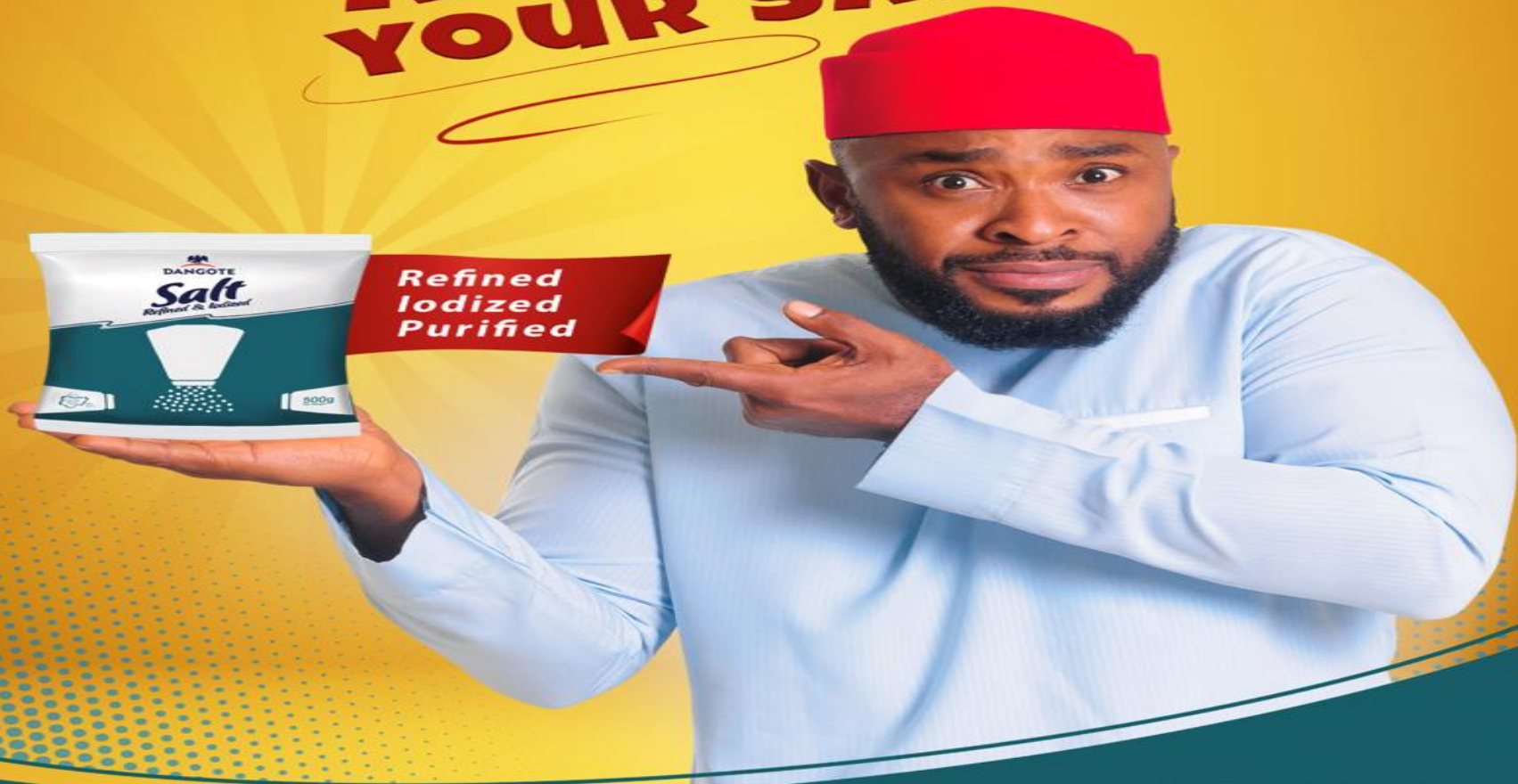
Consumer Goods – Current price



Goods	Street price	Supermarket price	% difference
Pepsi (50cl)	N450	N500	0%
Heineken beer (60cl)	N1000	N1200	-3.17%
Bread Loaf	N1600	N1200	-20%
Indomie (1 carton)	N9,600	N9,800	1.3%
Gala (big size)	N250	N250	0%



IT'S TIME TO
CARE
ABOUT
YOUR SALT




Choose Quality, Choose Dangote Salt

















www.nasconplc.com



Stock Market

NSE ASI  0.57% to close at 104,549.74pts on January 29th, 2025.

	Share Prices (₦)		Daily % Change (January 29th)		YTD (% Change)
Nestle	850.00		0.00		22.73
Honeywell	5.00		0.40		50.00
Flour Mills	81.50		0.00		146.60
Cadbury	21.30		0.00		12.11
Dangote Sugar	35.15		0.29		38.33
Unilever	26.65		0.00		80.07
Ikeja Hotels	8.00		0.00		33.33



Oil Markets Today

COMMODITY	DAILY CHANGE January 29th – January 30th	YTD	CURRENT PRICE
BRENT	↓ 0.53%	↑ 9.27%	\$77.08pb
WTI	↓ 0.50%	↑ 10.58%	\$73.40pb
NATURAL GAS	↓ 1.79%	↑ 11.29%	\$3.41/MMBtu



Oil Prices



- Brent down 0.53% to \$77.08pb
- WTI fell 0.50% to \$73.40pb
- Oil prices lost due to a rise in U.S. crude inventories and easing concerns in Libyan supply

Outlook – Oil Prices

- Oil prices are likely to remain bearish on expectation of supply boost



Agricultural Commodities

Wheat



Rose by 1.15% to \$551.50/bushel buoyed by cold weather in the U.S. which damage 15% of winter wheat and increased Argentina wheat sales

Corn



Gained 1.29% to \$491.50/bushel due to threat of US tariffs against Mexico and as domestic demand for Brazil corn continue to increase

Cocoa



Jumped 1.82% to \$11,395.00/mt on West African crop concerns

Sugar



Increased 0.78% to \$19.38/pound on ethanol price hike and stronger Brazil real

Outlook – Agricultural Prices



GRAINS

- Grain prices are expected to be bullish due to unfavourable weather in the U.S.

SOFTS

- Cocoa prices are likely to remain bullish as constraints in Ivory Coast's production persists
- The price of sugar will remain elevated in the coming weeks on lower crop yields in Brazil due to the drought and wildfire, supported by global supply concern

