# COMMODITES UPDATE



February 25<sup>th</sup>, 2025



### Burning Economic Issues



- Brent futures rose 0.31% (\$75.01pb) on supply concerns from Iran sanctions **Reuters**
- Naira traded flat at N1,505/\$ (parallel market)
- Dangote refinery says it has over 500 million liters of PMS in storage to fully meet local demand
- Cocoa prices dipped 3.01% (\$8,865.00/mt) as concerns over weakening demand growth *Bloomberg*
- Domestic commodity prices are mixed due to off-season effect

  - Fasting to commence on March 1, leading to higher demand for fruits and vegetables



### **The Downers**





•Cocoa trading below \$9,000/mt will lower export earnings

## Impact

### **The Goodies**



Oil price above the benchmark of \$75pb will increase oil revenue and could reduce budget deficit

Sufficient oil from Dangote refinery will reduce fuel imports and stabilize prices



### Domestic Commodities Price Movement

					İ		
	Commodities	Previous	Current	%	Directional	Year Low	Year High
		Month	Prices	change	Change		C
		Prices		58-5	92202-85		
L		1 11005					
	Garri (50kg) Yellow	N36,000	N35,000	2.77		N16,000	N50,000
	, O	ŕ	ŕ				Í
	Rice (50kg) long grain	N100,000	N100,000	0.00		N33,000	N140,000
	( 0, 00	,	,			,	,
	Flour (50kg)	N65,000	N60,000	7.69		N28,500	N70,000
	riour (Jorg)	1103,000	1,00,000	1.09	-	1,20,300	170,000
L					·		
	Beans (Oloyin)(50kg)	N105,000	N100,000	4.76		N30,000	N180,000
	Cement (50kg)	N8,400	N9,700	15.48		N4,200	N9,500
					-		
	Tomatoes (Basket)	N30,000	N40,000	33.33		N15,000	N150,000
					•		
	Pepper (big bag)	N80,000	N120,000	50.00	<b>A</b>	N15,000	N160,000
	r epper (sig sug)	1,00,000	1,120,000	20.00		1413,000	14100,000
	Onions (bag)	N110,000	N100,000	9.09		N25,000	N240,000
	Cinolis (Sag)	14110,000	14100,000	<b>7.</b> 07		1,20,000	1.2,000
	Vegetable oil (5L)	N19,500	N19,500	15.22	4.1	N23,000	N22,000
	vegetable on (3L)	1117,500	1117,500	1 0,44		1 123,000	1 122,000

### Domestic Commodities Price Movement

### Relatively Elastic Products

Commodities	Previo us Month Prices	Current Prices	% change	Directional Change	Year Low	Year High
Palm Oil (51)	N9,500	N12,000	26.32	1	N22,000	N37,500
Semovita (10kg)	N16,500	N16,000	3.03	•	N6,700	N16,500
New Yam (3 tubers)	N10,500	N12,000	14.29		N3,000	N12,000
Sugar (50kg)	N85,000	N81,000	4.71	•	N31,000	N85,000
Wheat flour (10kg)	N12,600	N12,600	0.00		N4,800	N14,500
Eggs (1 crate)	N6,500	N6,000	7.69	•	N1,800	N6,500



# Consumer Goods — Current price



Goods	Street price	Supermarket	% difference
		price	
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%











### Stock Market

NSE ASI 0.34% to close at 108,126.97pts on February 24th, 2025.

	Share Prices ( <del>N</del> )		Daily % Chan (February 24th	YTD (% Change)	
Nestle	850.00	$\Leftrightarrow$	0.00	-	22.73
Honeywell	5.00	$\Leftrightarrow$	0.40	1	50.00
Flour Mills	81.50	$\Leftrightarrow$	0.00	1	146.60
Cadbury	21.30	$\Leftrightarrow$	0.00	1	12.11
Dangote Sugar	35.15	•	0.29	•	38.33
Unilever	26.65	$\Leftrightarrow$	0.00	1	80.07
Ikeja Hotels	8.00	$\Leftrightarrow$	0.00	1	33.33



# Oil Markets Today

#### **COMMODITY**

#### **DAILY CHANGE**

February 24th – February 25th

YTD

CURRENT PRICE

**BRENT** 

WTI

NATURAL GAS













\$75.01pb

\$70.98pb

\$4.01/MMBtu







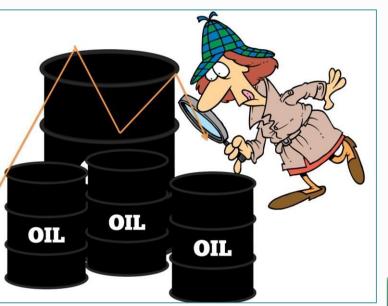
### Oil Prices

- Brent rose 0.31% to \$75.01pb
- WTI up 0.40% to \$70.98pb
- Oil prices on supply concerns from Iran sanctions



# Outlook — Oil Prices

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





# Agricultural Commodities

#### Wheat



Declined by 1.41% to \$595.50/bushel due to lower export demand

#### Corn



Down 0.54% to \$502.25/bushel on expectations of increased U.S. planting

#### Cocoa



Lost 3.01% to \$8,865.00/mt pressured by signs of weakening demand

### Sugar



Slipped 0.30% to \$19.86/pound on forecast of glut global supply in the next season



# 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



