



Major Oil Marketers  
Association of Nigeria

# THE WEEKLY POST

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# INDUSTRY DATA SHEET

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Conoil



NNPC



# HOW BEST TO REMOVE PETROL SUBSIDY

*Olise Wakwe*

**E**liminating fuel subsidy creates savings that can be spent on palliatives and Human Development Index goals. It is unsustainable for the

government to continue to borrow money to finance subsidy. These borrowed funds can be channeled towards infrastructural projects, healthcare, education and other value adding projects.

## **Palliatives Suggestions**

**Subsidies for public transportation:** The government can provide incentives for public transportation to help reduce the cost of transportation for deserving commuters. This can be achieved by providing targeted subsidies to public transportation operators, or by reducing taxes and levies on public transportation.

**Education:** One common palliative measure in education is the provision of student loans, scholarships, and bursaries. In addition, the use of technology can also be a palliative measure in education.

**Infrastructure development:** The government can invest in the development of infrastructure, such as roads and railways, to reduce the cost of transportation and make it more efficient.

**Incentives for renewable energy:** The government can provide incentives for the development and use of renewable energy sources, such as solar and wind power. Encourage the use of gas as a transition fuel and deepening its usage as a viable and sustainable energy source.

**Support for local industries:** The government can provide support for local industries to help them cope with the increase in fuel prices. This can be achieved by providing subsidies for raw materials, or by reducing taxes and levies on local manufacturers.



**National economic growth:** The full implementation of deregulation and beneficiation of the country's hydrocarbon resources will make the petroleum downstream industry contribute fully to national economic growth instead of the financial burden it currently is to the Nigerian state.

**Professionalization and optimization:** Whilst some argue that it will lead to the professionalization and sustainability of the industry, and bring about perfect competition, others are concerned about the risks of state capture, malpractices, cartels, and monopolistic behavior. One of the key benefits of perfect competition is competitive pricing. This ensures that customers get the best value for their money. Perfect competition encourages continuing innovation and optimization. Businesses are incentivized to invest in efficiency and develop newer and better products and services to stay ahead of their competitors.

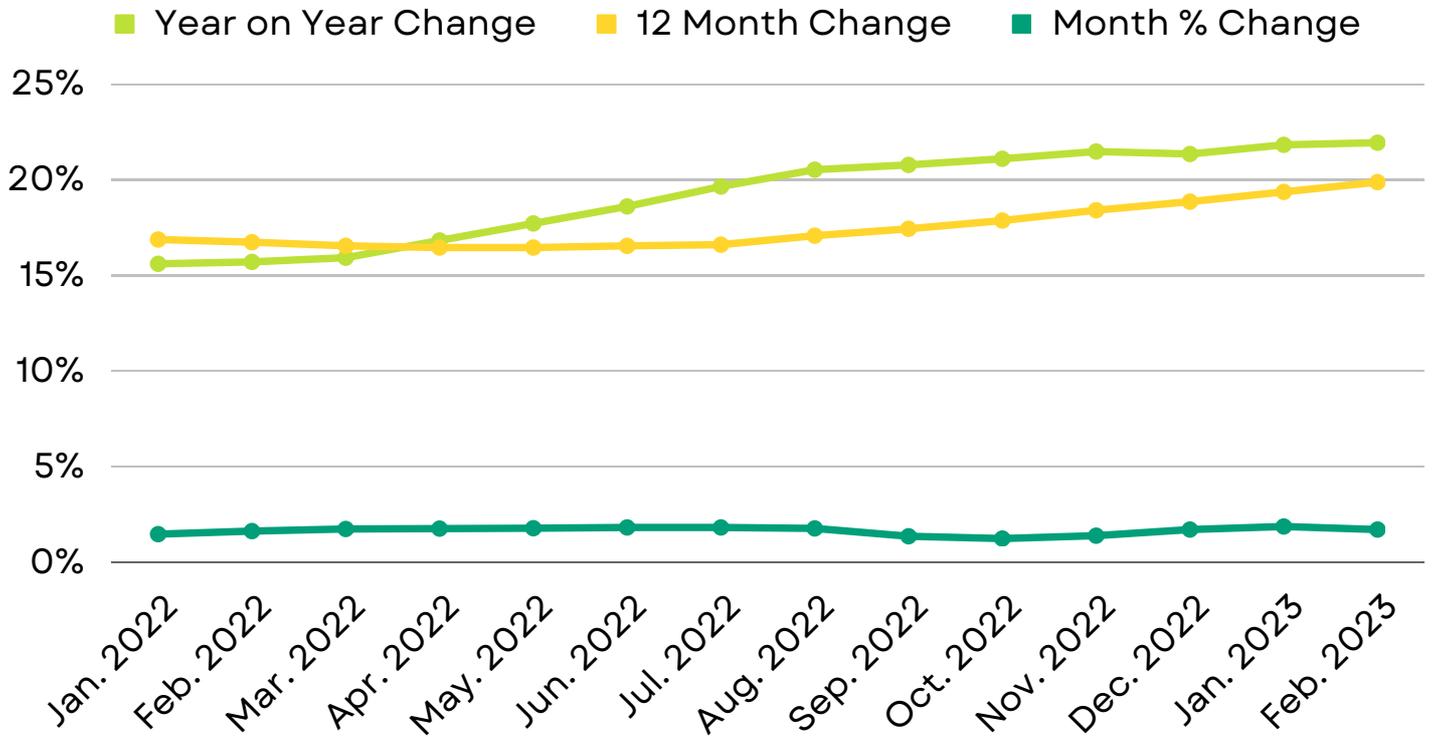
In line with the PIA 2021, in-country refining should be privileged. With any product shortfall, industry experts recommend a transparent, competitive, and periodic supply tender for product, supervised by The Authority. Additionally, a level playing field is necessary, with access to country logistics (open access) and FOREX (a ring-fenced fund accessible by all eligible market operators). Policies should also be in place to cushion price and supply volatility, including robust onshore and floating strategic stock management.

Sustainable development practices and enforcement of regulations are also necessary. HSSEQ, training/retraining, and local stakeholders' management should be a priority. Periodic reviews of regulations and guidelines are also required to keep pace with international best practices. Strong regulators and active consumer protection are required to guard against imperfect competition.

# MARKETS WATCH



## INFLATION



## EQUITIES MARKET UPDATE

SECTOR	Mar. 24	Mar. 31	Weekly Change	WTD	MTD	QTD	YTD
NSE 30	1957.63	1933.29	-24.34	-1.24	-3.20%	4.93%	4.93%
Consumer Goods	696.17	702.74	6.57	0.94	4.36%	19.32%	19.32%
Oil & Gas	521.34	510.83	-10.51	-2.02	-9.65%	10.45%	10.45%
Banking	436.95	452.97	16.02	3.67	-2.95%	8.50%	8.50%
Industrial	2539.31	2456.45	-82.86	-3.26	-2.44%	2.21%	2.21%
Insurance	174.70	177.51	2.81	1.61	-1.14%	1.81%	1.81%



# MARKETS WATCH



## FOREX RATES - INTERBANK I & E MARKET

NGN	Mar. 27	Mar. 28	Mar. 29	Mar. 30	Mar. 31
Minimum	460.00	460.00	460.00	460.00	460.00
Maximum	462.00	462.00	462.00	462.00	462.00
Interbank Official Closing (FX Rate (\$/N))	461.50	461.00	461.00	461.00	461.00

## CLOSING USD / NGN FX RATES

INTERBANK (CLOSING IND)	Bid	Offer	Market Closing FX Rate (\$/NGN)
Mar. 27	460.00	462.00	460.00
Mar. 28	460.00	462.00	460.00
Mar. 29	460.00	462.00	460.00
Mar. 30	460.00	462.00	460.00
Mar. 31	460.00	462.00	460.00



## FOREX RATES - PARALLEL MARKET

NGN	Mar. 27	Mar. 28	Mar. 29	Mar. 30	Mar. 31
USD					
GBP					
EURO					

abokiFX

# INDUSTRY WATCH

## AVERAGE EX-DEPOT PRICES (NAIRA/LITRE)

26 - 29 MARCH 2023

26-MAR-23

Product	Warri/Oghara Hub	Calabar Hub	PHC Hub	Satellite Hub	Ibafon/Tincan Hub	Apapa Hub
PMS	207.33	208.50	213.00	205.40	212.25	201.25
AGO	662.50	715.00	700.00	650.40	652.40	653.40
DPK	N/A	N/A	N/A	704.33	698.00	710.00

28-MAR-23

Product	Warri/Oghara Hub	Calabar Hub	PHC Hub	Satellite Hub	Ibafon/Tincan Hub	Apapa Hub
PMS	205.25	205.00	210.50	203.60	210.50	200.50
AGO	661.67	715.00	700.00	646.40	648.80	649.40
DPK	N/A	N/A	N/A	698.33	695.00	700.00

29-MAR-23

Product	Warri/Oghara Hub	Calabar Hub	PHC Hub	Satellite Hub	Ibafon/Tincan Hub	Apapa Hub
PMS	205.33	208.50	210.50	204.20	205.50	203.50
AGO	659.25	705.00	700.00	643.20	655.20	672.40
DPK	N/A	N/A	N/A	698.33	695.00	700.00

# INDUSTRY WATCH



## AVERAGE WEEKLY PRICES



Available on the [Argus Publications App](#)

Combined Description	Gasoline Eurobob Delivered West Africa \$/t	Jet/Kerosine Delivered West Africa \$/t	Gasoil Diesel 1000ppm Delivered West Africa \$/t
Week 01 2023	792.58	985.69	895.38
Week 02 2023	817.31	1,016.40	928.35
Week 03 2023	874.63	1,088.50	974.55
Week 04 2023	908.37	1,117.70	984.15
Week 05 2023	857.95	997.70	874.65
Week 06 2023	851.03	933.70	841.65
Week 07 2023	873.30	941.10	865.05
Week 08 2023	843.61	896.65	824.00
Week 09 2023	840.50	920.65	856.05
Week 10 2023	847.54	885.45	838.00
Week 11 2023	795.46	843.10	808.55
Week 12 2023	807.15	845.35	813.90
Week 13 2023	896.24	855.80	808.70

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## WEST AFRICAN PUMP PRICES

GlobalPetrolPrices.com



PMS			
Country	USD/Litre	Naira/Litre (CBN rate of 1USD = 460.00 NGN)	Naira/Litre (Blended rate of 1USD = 706.50 NGN)
Nigeria	0.57	264.04	405.53 (637.50 <sup>^</sup> )
Cameroon	1.21	554.76	852.04
Benin	1.07	494.04	758.78
Sierra Leone	1.09	502.78	772.20
Togo	1.16	532.22	817.42
Burkina Faso	1.40	645.84	991.93
Ivory Coast	1.35	619.62	951.66
Ghana	1.22	560.28	860.52
Guinea	1.40	643.08	987.69
Mali	1.43	658.26	1,011.00
Senegal	1.64	752.56	1,155.83
Liberia	1.06	486.68	747.48

AGO			
Country	USD/Litre	Naira/Litre (CBN rate of 1USD = 460.00 NGN)	Naira/Litre (Blended rate of 1USD = 706.50 NGN)
Nigeria	1.19	545.10	836.91
Cameroon	1.19	547.40	840.74
Benin	1.16	532.22	817.42
Sierra Leone	1.09	502.78	772.20
Togo	1.28	588.80	904.32
Burkina Faso	1.12	512.90	787.75
Ivory Coast	1.08	497.72	764.43
Ghana	1.25	575.00	883.13
Guinea	1.40	643.08	987.69
Mali	1.43	656.88	1,008.88
Senegal	1.25	573.62	881.01
Liberia	1.15	530.38	814.59

### Note:

- \*The blended rate is the rate at which most private sector operators import products. This blended rate of 706.50 NGN per USD was calculated by MOMAN using the rate of 15% of the CBN rate (460.00 NGN per USD) + 85% of the parallel market rate (750.00 NGN per USD) advised by The NMDPRA.

### PMS Pump Prices

- All USD per litre prices are sourced from Globalpetrolprices.com.
- Naira per litre price using CBN rate of 460.00 NGN per USD was calculated by MOMAN.
- Naira per litre price using the blended rate of 706.50 NGN per USD was calculated by MOMAN.
- ^Pump price, taking into consideration the PLATTS and FOREX adjustment: 637.50 NGN per litre.**

### AGO Pump Prices

- All USD per litre prices sourced from Globalpetrolprices.com EXCEPT for Nigeria.
- Nigeria's USD per litre price was calculated by dividing the pump price of 836.91 NGN by the blended rate of 706.50 NGN per USD. This calculation was done by MOMAN.
- Naira per litre price using CBN rate of 460.00 NGN per USD was calculated by MOMAN.
- Naira per litre using the blended rate of 706.50 NGN per USD was calculated by MOMAN.