

# Nigeria Inflation Report :

## April 2025

### Headline Inflation (CPI)

Month-on-Month: **23.71% (April)** vs. **24.23% (March)**

Implication: Marginal easing in inflation suggests early signs of stabilization, although consumer prices remain elevated.

### Food Inflation

Month-on-Month: **21.26% (April)** vs. **21.79% (March)**

Main Drivers: Higher costs in essential local commodities: Such as Ginger, Garri, Rice, etc.

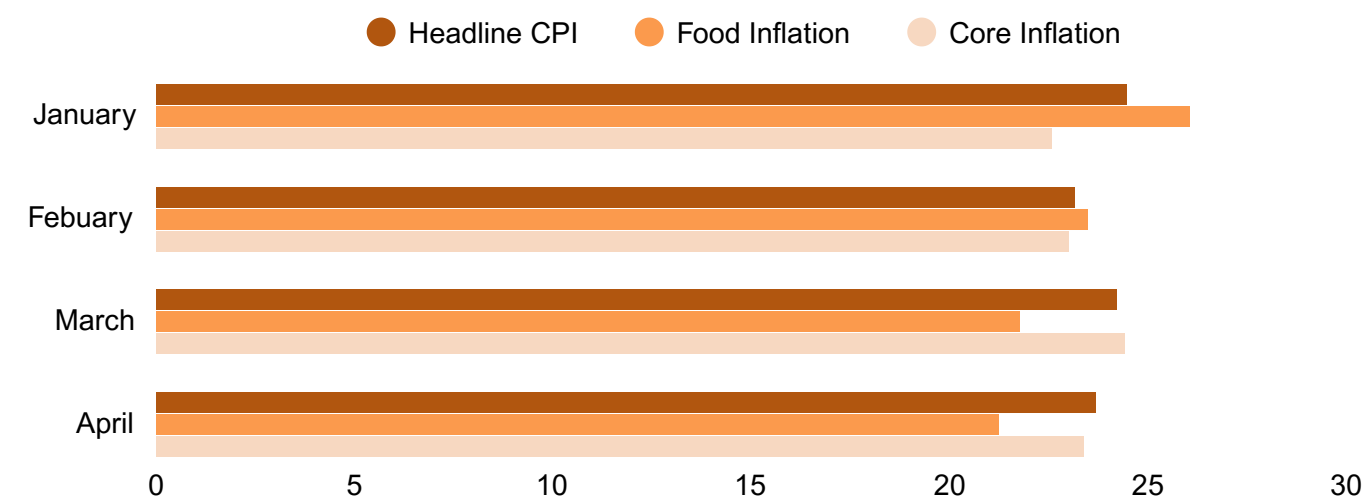
Outlook: Pace of increase is decelerating, which may indicate a softening in supply-side pressures.

### Core Inflation (Excluding Food & Energy)

As of March 2025: **MoM: 24.43%**

Primary Contributors to the above: Cost escalations in healthcare, education, and Information and Communication Technology (ICT) services.

Figure 1: YOY Inflation Rate



### Strategic Insights for Stakeholders

- Short term relief: April's data shows a modest improvement in inflation metrics potentially signaling a near-term peak.
- Urban-rural divide: Urban centers remain more affected, indicating potential opportunities for geographically diversified consumer strategies.
- Policy watch: The Central Bank of Nigeria (CBN) is likely to maintain a cautious monetary stance. Investors should anticipate potential hold or modest adjustments to interest rates as the CBN assesses policy lag effects.

### Investor Outlook

Nigeria's inflation outlook is showing tentative signs of stabilization but remains sensitive to currency dynamics, supply chain and policy adjustments. We recommend consumer observation in sectors tied to consumer spending, agriculture and services.