

DAILY MARKET INSIGHTS.



Tuesday, 03 June 2025

MARKET COMMENTARY

System Liquidity

The interbank market stayed liquid, supported by OMO maturity inflows. Rates held steady, with the Overnight Policy Rate (OPR) easing 8bps to 26.42% and the Overnight (O/N) rate dipping 2bps to 26.92%.

Outlook: Barring any unexpected funding pressures, current rate levels are likely to persist through tomorrow's session.

	SYS. LIQ. (₦BN)	Diff.
3-Jun-25	773.52	
2-Jun-25	1,842.99	↓(1,069.48)

Source: CBN

Treasury Bills

The T-Bills market saw quiet trading with selective demand, primarily for mid-to-long tenors (Nov, Dec, and May NTBs). The benchmark mid-rate closed unchanged at 19.40%.

Outlook: Market participants are expected to focus on tomorrow's ₦450 billion NTB issuance.

Please see below, our expectation for tomorrow's NTB auction.

AUCTION DATE	TENOR	OFFER AMOUNT (₦)	LAST STOP RATE	EXPECTED STOP RATE RANGE
4-Jun-25	91-Day	50,000,000.00	18.000%	17.6500 - 18.0000
4-Jun-25	182-Day	100,000,000.00	18.500%	18.2500 - 18.6000
4-Jun-25	364-Day	300,000,000.00	19.560%	19.2000 - 19.4500

BENCHMARK T-BILLS DISCOUNT RATES

	03-Jun-25	02-Jun-25	Change in Rates
93 DAYS	18.55%	18.55%	→ 0.00%
184 DAYS	19.45%	19.45%	→ 0.00%
352 DAYS	19.02%	19.02%	→ 0.00%

Source: FMDQ DQL for 03-Jun-2025

FGN Bonds

The FGN Bonds market traded quietly with limited activity across the curve, though some mid-dated tenors like the May 33s saw trades around 19.50% - 19.55%. The benchmark mid-yield closed at 18.58%.

Outlook: The current market tone is expected to extend into tomorrow's session.

BENCHMARK FGN BOND YIELDS

	03-Jun-25	02-Jun-25	Change in Yield
5 YRS: 19.30% 17-APR-2029	19.28%	19.28%	→ 0.00%
10 YRS: 22.60% 29-JAN-2035	19.00%	19.00%	→ 0.00%
13 YRS: 15.45% 21-JUN-2038	18.39%	18.39%	→ 0.00%
28 YRS: 15.70% 21-JUN-2053	17.07%	17.07%	→ 0.00%

Source: FMDQ DQL for 03-Jun-2025

Eurobonds

African Eurobonds gained as upbeat U.S. labor data (JOLTS job openings rose to 7.39M in April) overshadowed OECD tariff warnings. Nigeria outperformed, with yields tightening 13bps to 9.21%, while markets await Friday's key May jobs report.

Outlook: The bullish momentum should continue into tomorrow's session.

BENCHMARK FGN EUROBOND YIELDS				
	03-Jun-25	02-Jun-25	Change in Yield	
5 YRS: NGERIA 8.375% 03/24/29	8.49%	8.60%	↓	-0.11%
10 YRS: NGERIA 7.375% 09/29/31	9.78%	9.93%	↓	-0.15%
15 YRS: NGERIA 7.696% 23/02/31	9.94%	10.06%	↓	-0.12%
30 YRS: NGERIA 8.25% 09/29/51	10.50%	10.64%	↓	-0.14%
8.75% ETI 06/17/31*	9.78%	9.78%	→	0.00%
Source: FBN UK Runs for 03-Jun-2025				

Nigerian Equities

The Nigerian equities market extended gains, rising 0.37% to close at 112,427.48 points, buoyed by DANGCEM (+2.3%), FIRSTHOLDCO (+8.8%), and GTCO (+2.1%). Month-to-Date and Year-to-Date returns climbed to +0.6% and +9.2%, respectively. Trading activity strengthened, with volume up 20.2% to 622.64 million units (worth ₦16.12bn across 17,044 deals). FIDELITYBK led volume (108.17m units), while GTCO topped value traded (₦2.80bn). Sector performance was broadly positive: Banking (+1.4%), Consumer Goods (+1.1%), Industrial Goods (+1.0%), and Insurance (+0.8%) advanced, though Oil & Gas dipped (-0.2%). Market sentiment held firm (1.1x breadth), with 34 gainers—led by HONYFLOUR and SCOA (both +10.0%)—outpacing 31 decliners, including CONOIL and LEARNAFRCA (both -10.0%).

Outlook: Current market sentiment is likely to persist in tomorrow’s session.

TOP 5 EQUITY ADVANCERS			
NAME (SYMBOL)	CLOSING PRICE	GAIN(N)	% CHANGE
HONYFLOUR	22.00	2.00	↑ 10.00%
SCOA	5.39	0.49	↑ 10.00%
IMG	37.00	3.35	↑ 9.96%
INTENEGINS	1.79	0.16	↑ 9.82%
MAYBAKER	12.95	1.15	↑ 9.75%

Source: NGX, AIICO Capital

TOP 5 EQUITY DECLINERS			
NAME (SYMBOL)	CLOSING PRICE	LOSS(N)	% CHANGE
CONOIL	268.30	-29.81	↓ -10.00%
LEARNAFRCA	3.88	-0.43	↓ -9.98%
TRANSCOHOT	132.80	-14.71	↓ -9.97%
JBERGER	120.50	-13.30	↓ -9.94%
CHELLARAM	9.53	-1.05	↓ -9.92%

Source: NGX, AIICO Capital

	D-o-D	W-o-W	MTD	YTD
NGX ASI	↑ 0.37%	↑ 0.74%	↑ 0.61%	↑ 9.23%
NSE BANKING INDEX	↑ 1.36%	↑ 1.14%	↑ 1.30%	↑ 8.69%
NSE INSURANCE INDEX	↑ 0.93%	↑ 1.54%	↑ 1.66%	↓ -3.04%
NSE INDUSTRIAL GOODS INDEX	↑ 0.96%	↑ 0.83%	↑ 0.94%	↓ -2.65%
NSE CONSUMER GOODS INDEX	↑ 1.05%	↑ 2.40%	↑ 0.97%	↑ 38.78%
NSE OIL & GAS INDEX	↓ -0.21%	↓ -5.61%	↑ 0.03%	↓ -14.17%

Foreign Exchange

The interbank NAFEM market extended its gains, buoyed by enhanced dollar liquidity. The USD/NGN pair traded within a range of \$/₦1,577.01 to \$/₦1,582.00, as the Naira appreciated by 15 bps to close at \$/₦1,579.275.

Outlook: The Naira will likely hold within its current trading band near-term.

NFEM RATE (\$/₦)		Diff.
3-Jun-25	1,579.2750	
2-Jun-25	1,581.5866	↓ (2.3116)
Source: FMDQ		

Commodities

Oil prices rose around 2% on Tuesday to reach a two-week high amid ongoing geopolitical tensions involving Russia, Ukraine, the U.S., and Iran, which are expected to extend sanctions on Russia and Iran. Brent crude gained \$1.11, or 1.7%, to \$65.74 a barrel by 11:21 a.m. EDT, while U.S. West Texas Intermediate (WTI) crude increased \$1.17, or 1.9%, to \$63.69. Meanwhile, gold prices dropped 1% after earlier reaching a near four-week high, pressured by a stronger dollar as investors awaited a potential call between U.S. President Donald Trump and China’s Xi Jinping. Spot gold declined to \$3,346.96 an ounce.

Outlook: President Trump is likely to speak with Chinese President Xi Jinping this week, shortly after accusing China of breaching an agreement to ease tariffs and trade restrictions.

MACRO INDICATORS	
GDP (Q4 2024)	+3.84% (Q3: 2024 +3.46% y/y)
INFLATION (APRIL 2025)	23.71% (Mar'25: 24.23%)
EXTERNAL RESERVE (US\$BILLION)	38.39 (-6.08% YTD as of 02-Jun-25)
MONETARY POLICY RATE (MAY'2025)	27.50%
CASH RESERVE REQUIREMENT (CRR)	50.00%
BRENT CRUDE PRICE US\$/BBL	*65.74 (+1.11 d/d)
Source: NBS,CBN, AIICO Capital	

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