

DAILY MARKET INSIGHTS.



Wednesday, 04 June 2025

MARKET COMMENTARY

System Liquidity

The interbank market maintained robust liquidity, keeping rates stable at 26.5%. At today's NTB auction, the DMO offered ₦450 billion across three tenors. Meanwhile, the Overnight Policy Rate (OPR) edged up 8bps to 26.50%, while the Overnight (O/N) rate softened slightly by 4bps to 26.88%.

Outlook: Rates are likely to hold steady tomorrow barring any significant liquidity outflows.

	SYS. LIQ. (₦'BN)	Diff.
4-Jun-25	833.25	
3-Jun-25	773.52	↑ 59.73

Source: CBN

Treasury Bills

The T-Bills market traded quietly as attention shifted to today's NTB auction, where the DMO offered ₦450 billion across standard tenors. Limited activity was seen on the OMO curve, with the 20-Jan bill seeing the most interest. The benchmark NTB mid-rate held steady at 19.40%.

Outlook: Market sentiment is expected to remain bullish, driven by today's NTB auction results.

BENCHMARK T-BILLS DISCOUNT RATES			
	04-Jun-25	03-Jun-25	Change in Rates
92 DAYS	18.55%	18.55%	→ 0.00%
183 DAYS	19.45%	19.45%	→ 0.00%
351 DAYS	19.02%	19.02%	→ 0.00%

Source: FMDQ DQL for 04-Jun-2025

FGN Bonds

The FGN Bonds market saw moderate activity with a slightly bearish tilt, as mid-dated tenors (Feb 2031s and May 2033s) attracted improved offers and limited trades. Despite the movement, the benchmark mid-yield held steady at 18.58%.

Outlook: The prevailing sentiment is likely to extend into tomorrow's session.

BENCHMARK FGN BOND YIELDS

	04-Jun-25	03-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 04-Jun-2025

Eurobonds

African Eurobonds ended bullish with Nigeria, Angola and Egypt papers recording strong buying interests despite the trade tensions and potential retaliatory attack by Russia. Overall, the average mid-yield of Nigerian Eurobonds fell 13bps to close at 9.08%.

Outlook: The prevailing market tone will likely persist in tomorrow's session.

BENCHMARK FGN EUROBOND YIELDS				
	04-Jun-25	03-Jun-25	Change in Yield	
5 YRS: NGERIA 8.375% 03/24/29	8.33%	8.49%	↓	-0.16%
10 YRS: NGERIA 7.375% 09/29/31	9.59%	9.78%	↓	-0.19%
15 YRS: NGERIA 7.696% 23/02/31	9.82%	9.94%	↓	-0.12%
30 YRS: NGERIA 8.25% 09/29/51	10.40%	10.50%	↓	-0.10%
8.75% ETI 06/17/31*	9.79%	9.78%	↑	0.01%
Source: FBN UK Runs for 04-Jun-2025				

Nigerian Equities

The Nigerian equities market closed on a positive note as the All-Share Index (ASI) advanced by 32bps to close at 112,781.73 points, lifting year-to-date returns to 9.58%. Market breadth was positive, with 32 gainers versus 21 losers. OANDO (+10.00%) led the gainers’ chart, while NCR (-9.89%) topped the losers. FIDELITYBK dominated the volume chart with 93.47 million shares, while GTCO led the value chart with ₦5.95 billion—driven by a 72 million share cross at ₦68.05. Sector performance was broadly upbeat: the NGX Banking Index gained 87bps, buoyed by gains in GTCO, WEMABANK, ACCESSCORP, UBA, and ZENITHBANK; the Consumer Goods Index rose 50bps on strength in PZ, INTBREWE, and CHAMPION; the Oil and Gas Index jumped 92bps on OANDO’s rally. However, the Industrial Index slipped 1bp due to losses in MEYER and WAPCO. Value traded climbed 3.45% to \$10.59 million. Overall, market sentiment remained positive, supported by key crosses and resilience in large-cap banking and energy names.

Outlook: We anticipate sustained market participation through tomorrow's trading.

TOP 5 EQUITY ADVANCERS			
NAME (SYMBOL)	CLOSING PRICE	GAIN(N)	% CHANGE
OANDO	51.70	4.70	↑ 10.00%
ROYALEX	0.88	0.07	↑ 8.64%
LEGENDINT	5.90	0.40	↑ 7.27%
LASACO	3.20	0.20	↑ 6.67%
MAYBAKER	13.80	0.85	↑ 6.56%
Source: NGX, AIICO Capital			

TOP 5 EQUITY DECLINERS			
NAME (SYMBOL)	CLOSING PRICE	LOSS(N)	% CHANGE
NCR	5.92	-0.65	↓ -9.89%
ABCTTRANS	2.66	-0.29	↓ -9.83%
MEYER	8.45	-0.90	↓ -9.63%
ACADEMY	4.53	-0.48	↓ -9.58%
LIVESTOCK	8.95	-0.65	↓ -6.77%
Source: NGX, AIICO Capital			

	D-o-D	W-o-W	MTD	YTD
NGX ASI	↑ 0.32%	↑ 0.79%	↑ 0.93%	↑ 9.58%
NSE BANKING INDEX	↑ 0.87%	↑ 2.12%	↑ 2.18%	↑ 9.63%
NSE INSURANCE INDEX	↑ 0.35%	↑ 1.43%	↑ 2.02%	↓ -2.70%
NSE INDUSTRIAL GOODS INDEX	↓ -0.01%	↑ 0.76%	↑ 0.93%	↓ -2.66%
NSE CONSUMER GOODS INDEX	↑ 0.50%	↑ 1.93%	↑ 1.48%	↑ 39.48%
NSE OIL & GAS INDEX	↑ 0.92%	↓ -4.97%	↑ 0.95%	↓ -13.38%

Foreign Exchange

The Naira recorded further gains from the previous day, driven by improved dollar supply. The USD/NGN pair traded between \$/₦1,556.50 and \$/₦1,577.00 during the session, leading to an 87-basis-point appreciation as the currency closed at \$/₦1,565.4625.

Outlook: The Naira is expected to maintain its current trading range.

NFEM RATE (\$/₦)		Diff.
4-Jun-25	1,565.4625	
3-Jun-25	1,579.2750	↓ (13.8125)
Source: FMDQ		

Commodities

Oil prices dipped on Wednesday due to a larger-than-expected increase in U.S. gasoline and diesel inventories, which added to supply concerns amid trade tensions and OPEC+ output hikes. Brent crude slipped 28 cents to \$65.35 a barrel by 10:44 a.m. EDT, while U.S. West Texas Intermediate crude eased 8 cents to \$63.33. Meanwhile, gold prices rose 1% as a weaker dollar and disappointing U.S. economic data supported safe-haven demand. Spot gold gained 0.6% to \$3,373.06 an ounce by 12:23 p.m. ET, after rising as much as 1% earlier. U.S. gold futures also climbed 0.6% to \$3,398.00.

Outlook: Market upside appears constrained, with persistent oversupply conditions and moderating demand growth likely to cap gains.

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)	38.36 (-6.16% YTD as of 03-Jun-25)
MONETARY POLICY RATE (MAY'2025)	27.50%
CASH RESERVE REQUIREMENT (CRR)	50.00%
BRENT CRUDE PRICE US\$/BBL	*65.35 (-0.39 d/d)
Source: NBS,CBN, AIICO Capital	

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