

DAILY MARKET INSIGHTS.



Monday, 16 June 2025

MARKET COMMENTARY

System Liquidity

The CBN conducted simultaneous CRR debits and an OMO auction today, offering ₦600 billion across two mid tenor instruments. The auction saw strong demand, with subscriptions reaching ₦1,151.2 billion and allotments totaling ₦1,068.2 billion. These combined operations tightened system liquidity considerably, pushing interbank rates higher. The Overnight Policy Rate (OPR) rose 183 bps to 28.33, while the Overnight (O/N) rate climbed 184 bps to 28.83%.

Outlook: Tomorrow's expected ₦985.89 billion OMO maturity inflow should bolster system liquidity, potentially easing interbank rates toward 26.5% barring any significant offsetting outflows.

SYS. LIQ. (₦'BN)		Diff.
16-Jun-25	110.12	
13-Jun-25	1,130.68	↓ (1,020.56)

Source: CBN

Treasury Bills

The T-bills market saw muted activity as attention shifted to the OMO auction, which cleared at 24.20% (155-day) and 24.59% (204-day). Limited interest emerged in Jan OMO bills, though wide bid-ask spreads constrained execution. The session closed with NTB benchmark rates averaging 19.29%.

Outlook: Trading activity is likely to remain subdued as market participants await Wednesday's NTB auction.

Benchmark T-Bills Discount Rates

	16-Jun-25	13-Jun-25	Change in Rates
87 days	17.76%	17.76%	⇒ 0.00%
178 days	18.90%	18.90%	⇒ 0.00%
353 days	18.80%	18.80%	⇒ 0.00%

Source: FMDQ DQL for 16-Jun-2025

FGN Bonds

The market traded quietly with a bearish tilt, as weak demand limited activity across tenors. The May 2033s saw quotes at 19.30 - 19.35% but saw little volume. The session closed with average yields at 18.52%.

Outlook: The current market sentiment is likely to carry into tomorrow's session.

BENCHMARK FGN BOND YIELDS

	16-Jun-25	13-Jun-25	Change in Yield
5 YRS: 19.30% 17-APR-2029	19.18%	19.18%	↓ 0.00%
10 YRS: 22.60% 29-JAN-2035	19.00%	19.09%	↓ -0.09%
13 YRS: 15.45% 21-JUN-2038	18.40%	18.39%	↑ 0.00%
28 YRS: 15.70% 21-JUN-2053	17.08%	17.07%	↑ 0.00%

Source: FMDQ DQL for 16-Jun-2025

Eurobonds

African Eurobonds rallied as investor sentiment rebounded sharply, with risk appetite recovering following easing tensions in the Israel-Iran conflict. The shift away from geopolitical concerns redirected market focus toward this week's key central bank policy meetings. Oil-linked issuers, particularly Nigeria and Angola, along with the North African curve, benefited from renewed risk-on flows. Nigerian Eurobonds notably outperformed, with yields tightening 9 bps to 9.06%.

Outlook: Bullish sentiment is expected to continue, albeit moderately, in the near term.

BENCHMARK FGN EUROBOND YIELDS				
	16-Jun-25	13-Jun-25	Change in Yield	
5 YRS: NGERIA 8.375% 03/24/29	8.33%	8.41%	↓	-0.08%
10 YRS: NGERIA 7.375% 09/29/31	9.67%	9.71%	↓	-0.04%
15 YRS: NGERIA 7.696% 23/02/31	9.82%	9.96%	↓	-0.14%
30 YRS: NGERIA 8.25% 09/29/51	10.37%	10.43%	↓	-0.06%
8.75% ETI 06/17/31*	10.51%	9.82%	↑	0.69%

Source: FBN UK Runs for 16-Jun-2025

Nigerian Equities

The Nigerian equities market closed negative as the All-Share Index (ASI) declined by 14bps to close at 115,269.09 points, trimming YTD gains to 11.99%. Market breadth weakened, with 43 losers outpacing 21 gainers. GUINEAINS led the gainers' chart (+10%), while NNFM (-10%) topped the laggards. The NGX Banking Index slumped 403bps as the sector faced strong sell pressure following a CBN directive restricting dividend payouts and foreign expansions for banks under regulatory forbearance. ACCESSCORP, ZENITHBANK, and UBA hit their limit-down intraday. The NGX Consumer Index gained 191bps, driven by bargain hunting in BUAFOODS, VITAFOAM, and INTBREW. However, weakness in DANGSUGAR and NNFM limited broader gains. Losses in OANDO and CONOIL dragged the Oil & Gas Index by 65bps, while the Industrial Index edged down 2bps. Value traded rose 22.61% to \$14.21m, though major trades were limited. Overall, banking sector weakness overshadowed gains in select consumer names, tipping the market into negative territory.

Outlook: The current mixed-to-bearish sentiment is likely to continue into tomorrow's trading session.

TOP 5 EQUITY ADVANCERS			
NAME (SYMBOL)	CLOSING PRICE	GAIN(N)	% CHANGE
GUINEAINS	0.77	0.07	↑ 10.00%
ELLAHLAKES	4.76	0.43	↑ 9.93%
LEGENDINT	7.79	0.70	↑ 9.87%
ROYALEX	1.02	0.09	↑ 9.68%
FIDSON	42.10	3.70	↑ 9.64%

Source: NGX, AIICO Capital

TOP 5 EQUITY DECLINERS			
NAME (SYMBOL)	CLOSING PRICE	LOSS(N)	% CHANGE
NNFM	101.30	-11.26	↓ -10.00%
CILEASING	4.20	-0.45	↓ -9.68%
UPL	4.99	-0.51	↓ -9.27%
DEAPCAP	0.81	-0.08	↓ -8.99%
LEARNAFRCA	3.80	-0.35	↓ -8.43%

Source: NGX, AIICO Capital

	D-o-D	W-o-W	MTD	YTD
NGX ASI	↓ -0.14%	↑ 0.57%	↑ 3.16%	↑ 11.99%
NSE BANKING INDEX	↓ -4.03%	↓ -4.03%	↑ 0.48%	↑ 7.80%
NSE INSURANCE INDEX	↓ -0.37%	↓ -0.48%	↑ 2.86%	↓ -1.89%
NSE INDUSTRIAL GOODS INDEX	↓ -0.02%	↑ 1.20%	↑ 2.39%	↓ -1.25%
NSE CONSUMER GOODS INDEX	↑ 1.91%	↑ 3.25%	↑ 5.66%	↑ 45.22%
NSE OIL & GAS INDEX	↓ -0.65%	↓ -1.87%	↑ 1.40%	↓ -12.99%

Foreign Exchange

The Naira appreciated relative to the previous week's trading levels, as the USD/NGN pair moved within a range of \$/₦1,541.00 to \$/₦1,555.00. This resulted in a 30-bps gain, with the currency closing at \$/₦1,544.6264. Gross FX reserves stood at \$37.93 billion as of June 13, 2025.

Outlook: The Naira is expected to strengthen further against the US dollar as foreign exchange liquidity continues to improve.

NFEM RATE (\$/₦)		Diff.
16-Jun-25	1,544.6264	
13-Jun-25	1,549.3511	↓ (4.7247)

Source: FMDQ

Commodities

Oil prices declined by \$1 per barrel on Monday amid volatile trading, following reports that Iran is pushing for a ceasefire with Israel. This development eased concerns about potential disruptions to oil supplies from the Middle East. Brent crude fell \$1, or 1.35%, to close at \$73.23 a barrel, while U.S. West Texas Intermediate dropped \$1.21, or 1.66%, to settle at \$71.77. Gold also retreated, slipping over 1% as investors locked in profits after reaching an eight-week high. Spot gold dropped 1.2% to \$3,392.86 an ounce by mid-afternoon, after briefly rallying on Friday due to geopolitical tensions.

Outlook: Oil price volatility is likely to continue, with market movements heavily dependent on developments in conflict-affected energy supply routes.

MACRO INDICATORS	
GDP (Q4 2024)	+3.84% (Q3: 2024 +3.46% y/y)
INFLATION (MAY 2025)	22.97% (Apr'25: 23.71%)
EXTERNAL RESERVE (US\$BILLION)	37.93 (-7.20% YTD as of 13-Jun-25)
MONETARY POLICY RATE (MAY'2025)	27.50%
CASH RESERVE REQUIREMENT (CRR)	50.00%
BRENT CRUDE PRICE US\$/BBL	*73.23 (-1.00 d/d)

Source: NBS,CBN, AIICO Capital

Important Disclaimers
This document has been issued and approved by AIICO Capital and is based on information from various sources that we believe are reliable. However, no representation is made that it is accurate or complete. While reasonable care has been taken in preparing this document, no responsibility or liability is accepted for errors or fact or for any opinion expressed herein. This document is for information purposes only. It does not constitute any offer or solicitation to any person to enter into any trading transaction. Investments discussed in this report may not be suitable for all investors. This report is provided solely for the information of AIICO Capital clients who are then expected to make their own investment decisions. AIICO Capital conducts designated investment business with market counter parties and customers and this document is directed only to such persons. AIICO Capital accepts no liability whatsoever for any direct or consequential loss arising from any use of this report or its contents. This report is for private circulation only and may not be reproduced, distributed or published by any recipient for any purpose without prior express consent of AIICO Capital. Users of this report should bear in mind that investments can fluctuate in price and value. Past performance is not necessarily a guide to future performance. AIICO Capital is regulated by the Securities and Exchange Commission and is licensed to provide fund and portfolio management services in Nigeria.