

DAILY MARKET INSIGHTS.



Monday, 30 June 2025

MARKET COMMENTARY

System Liquidity

The market opened with strong liquidity, keeping rates at 26.5%. However, the CBN's OMO auction, offering ₦600 billion tightened conditions, as rates rose to 28%. Nonetheless, the Overnight Policy Rate (OPR) edged up 8bps to 26.58%, while the Overnight (O/N) rate climbed 17bps to 27.17%.

Outlook: Rates should hold around same levels unless significant funding pressures emerge.

| | SYS. LIQ. (₦'BN) | Diff. |
|-----------|------------------|------------|
| 30-Jun-25 | 1,280.08 | |
| 27-Jun-25 | 1,576.36 | ↓ (296.28) |

Source: CBN

FGN Bonds

Activity was modest, with most interest focused on Apr 2029s, Feb 2031 and May 2033 papers. Despite this, yields ended unchanged from the previous day, closing at an average of 17.91%.

Outlook: Investors will likely stay cautious as market await clarity.

BENCHMARK FGN BOND YIELDS

| | 30-Jun-25 | 27-Jun-25 | Change in Yield |
|----------------------------|-----------|-----------|-----------------|
| 5 YRS: 19.30% 17-APR-2029 | 18.69% | 18.69% | ↓ 0.00% |
| 10 YRS: 22.60% 29-JAN-2035 | 18.53% | 18.36% | ↑ 0.16% |
| 13 YRS: 15.45% 21-JUN-2038 | 16.75% | 17.00% | ↓ -0.25% |
| 28 YRS: 15.70% 21-JUN-2053 | 16.63% | 16.68% | ↓ -0.05% |

Source: FMDQ DQL for 30-Jun-2025

Treasury Bills

The market opened quietly after the CBN announced an OMO auction, with only limited trading activity across maturities. The CBN offered ₦600 billion across two tenors (113-day and 260-day), receiving ₦771.65 billion in bids and allotting ₦745.40 billion. Notably, no 113-day bills were sold, while the 260-day tenor cleared at 23.99%. The session closed with the benchmark NTB rate at 18.34%.

Outlook: The current cautious mood is likely to continue as investors wait for clarity from the Q3 2025 borrowing plan.

BENCHMARK T-BILLS DISCOUNT RATES

| | 30-Jun-25 | 27-Jun-25 | Change in Rates |
|----------|-----------|-----------|-----------------|
| 87 DAYS | 17.45% | 17.45% | → 0.00% |
| 178 DAYS | 19.08% | 19.08% | → 0.00% |
| 353 DAYS | 17.53% | 17.60% | ↓ -0.07% |

Source: FMDQ DQL for 30-Jun-2025

Eurobonds

Trading was upbeat across the African papers, with strong interest in oil-linked bonds from Nigeria and Angola, as well as Egyptian debt. Angola led the gains as investors snapped up its attractive yields. Nigerian bonds also rose slightly, with yields falling 8 bps to 8.60%.

Outlook: The new month is likely to begin with gains, despite President rump signaling he will not extend the July 9 tariff deadline.

| BENCHMARK FGN EUROBOND YIELDS | | | |
|--------------------------------|-----------|-----------|-----------------|
| | 30-Jun-25 | 27-Jun-25 | Change in Yield |
| 5 YRS: NGERIA 8.375% 03/24/29 | 7.97% | 8.01% | ↓ -0.04% |
| 10 YRS: NGERIA 7.375% 09/29/31 | 9.10% | 9.22% | ↓ -0.12% |
| 15 YRS: NGERIA 7.696% 23/02/31 | 9.40% | 9.52% | ↓ -0.12% |
| 30 YRS: NGERIA 8.25% 09/29/51 | 10.04% | 10.12% | ↓ -0.08% |
| 8.75% ETI 06/17/31* | 9.86% | 10.28% | ↓ -0.42% |

Source: FBN UK Runs for 30-Jun-2025

Nigerian Equities

The Nigerian equities market ended marginally lower as the All-Share Index (ASI) shed 1bp to close the month at 119,978.57 points, trimming YTD returns to 16.57%. Market breadth was almost balanced with 32 gainers and 31 losers. CWG (+10%) topped the gainers' chart, while LEARNAFRCA (-10%) led the laggards. Sector performance was largely negative. The NGX Banking Index dropped 109bps on broad-based selloffs in FCMB, ZENITHBANK, GTCO, and STANBIC. The Industrial Index declined by 42bps, dragged by WAPCO (-3%). The Oil & Gas Index also slipped 29bps, led by OANDO (-2.74%). However, the Consumer Index gained 79bps, buoyed by BUAFOODS, CADBURY, and DANGSUGAR. Trading activity surged with value traded up 246.87% to \$28.94m, largely driven by significant crosses. Key block trades included 358.7m OANDO at ₦53.50, 296m ACCESSCORP at ₦22.00, and 500m ROYALEX at ₦1.00. Despite the mixed sector performance, heavy institutional trading dominated the session, especially across banking and energy tickers.

Outlook: Tomorrow's trading session is likely to see a bearish tone.

| TOP 5 EQUITY ADVANCERS | | | |
|------------------------|---------------|---------|----------|
| NAME (SYMBOL) | CLOSING PRICE | GAIN(N) | % CHANGE |
| CWG | 12.65 | 1.15 | ↑ 10.00% |
| CAVERTON | 5.74 | 0.52 | ↑ 9.96% |
| NEIMETH | 6.53 | 0.59 | ↑ 9.93% |
| FTNCOCOA | 3.66 | 0.33 | ↑ 9.91% |
| MEYER | 10.05 | 0.90 | ↑ 9.84% |

Source: NGX, AIICO Capital

| TOP 5 EQUITY DECLINERS | | | |
|------------------------|---------------|---------|-----------|
| NAME (SYMBOL) | CLOSING PRICE | LOSS(N) | % CHANGE |
| LEARNAFRCA | 4.59 | -0.51 | ↓ -10.00% |
| JBERGER | 112.00 | -12.40 | ↓ -9.97% |
| CILEASING | 4.64 | 0.42 | ↑ 9.90% |
| THOMASWY | 1.88 | -0.20 | ↓ -9.62% |
| DAARCOMM | 0.56 | -0.05 | ↓ -8.20% |

Source: NGX, AIICO Capital

| | D-o-D | W-o-W | MTD | YTD |
|----------------------------|----------|----------|----------|-----------|
| NGX ASI | ↓ -0.01% | ↑ 1.18% | ↑ 7.37% | ↑ 16.57% |
| NSE BANKING INDEX | ↓ -1.09% | ↑ 0.85% | ↑ 10.04% | ↑ 18.06% |
| NSE INSURANCE INDEX | ↑ 0.69% | ↑ 2.44% | ↑ 10.33% | ↑ 5.23% |
| NSE INDUSTRIAL GOODS INDEX | ↓ -0.42% | ↑ 3.30% | ↑ 5.60% | ↑ 1.85% |
| NSE CONSUMER GOODS INDEX | ↑ 0.79% | ↑ 3.80% | ↑ 10.75% | ↑ 52.22% |
| NSE OIL & GAS INDEX | ↓ -0.29% | ↓ -2.93% | ↑ 4.74% | ↓ -10.13% |

Foreign Exchange

The Naira extended its gains today, driven by improved dollar supply. Trading activity was robust, with the USD/NGN pair trading between \$/₦1,528.00 and \$/₦1,533.00. Consequently, the Naira appreciated by 62 bps to close at \$/₦1,529.7105. As of June 26, 2025, gross FX reserves stood at c.\$37.37 billion, a decline of about \$45.47 million d/d.

Outlook: The Naira is likely to keep gaining strength amid improving dollar supply.

| NFEM RATE (\$/₦) | | Diff. |
|------------------|------------|------------|
| 30-Jun-25 | 1,529.7105 | |
| 27-Jun-25 | 1,539.2359 | ↓ (9.5254) |

Source: FMDQ

Commodities

Oil prices dipped on Monday as easing geopolitical tensions in the Middle East and the prospect of an OPEC+ production hike in August weighed on sentiment. Brent crude futures declined by 13 cents, or 0.2%, to \$67.64 a barrel as of 1:10 p.m. EDT, with the August contract set to expire later in the day. The more active September contract slipped 14 cents to \$66.66. Meanwhile, gold prices edged higher, gaining support from a weaker U.S. dollar. Spot gold rose 0.6% to \$3,293.55 per ounce by 2:00 p.m. EDT after earlier touching its lowest since May 29. The metal posted a second consecutive quarterly gain, up 5.5%.

Outlook: The market has not fully accounted for possible supply increases, leaving oil prices at risk of dropping further.

| 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) | 37.37 (-8.58% YTD as of 26-Jun-25) |
| MONETARY POLICY RATE (MAY'2025) | 27.50% |
| CASH RESERVE REQUIREMENT (CRR) | 50.00% |
| BRENT CRUDE PRICE US\$/BBL | *67.64 (-0.13 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.