

# DAILY MARKET INSIGHTS.



Tuesday, 08 July 2025

## MARKET COMMENTARY

### System Liquidity

Interbank liquidity worsened today, pushing rates higher to 29-30%. Overall, the Overnight Policy Rate (OPR) rose 2% to 28.75%, while the Overnight (O/N) rate climbed 2.08% to 29.33%.

**Outlook:** Rates should stay near current levels tomorrow unless significant market moves occur.

SYS. LIQ. (₹BN)		Diff.
8-Jul-25	105.89	
7-Jul-25	275.53	↓ (169.64)

Source: CBN

### Treasury Bills

The bullish run continued today, with strong demand across NTB maturities, particularly mid- to long-term papers. In the OMO segment, January and March bills saw the most action, trading at 22.20% and 21.50%, respectively. The session ended with a significant drop in the average mid-rate of the benchmark papers, down 111 bps to 17.16%.

**Outlook:** Market players will concentrate on tomorrow's NTB auction, where ₹250 billion will be offered across the usual tenors.

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

AUCTION DATE	TENOR	OFFER AMOUNT (₹)	LAST STOP RATE	EXPECTED STOP RATE RANGE
9-Jul-25	91-Day	100,000,000.00	17.800%	16.2500 - 16.6000
9-Jul-25	182-Day	20,000,000.00	18.350%	16.4000 - 16.7000
9-Jul-25	364-Day	130,000,000.00	18.840%	16.8000 - 17.2000

### BENCHMARK T-BILLS DISCOUNT RATES

	08-Jul-25	07-Jul-25	Change in Rates
93 DAYS	17.16%	16.50%	↑ 0.66%
184 DAYS	16.50%	18.64%	↓ -2.14%
345 DAYS	17.40%	17.40%	→ 0.00%

Source: FMDQ DQL for 08-Jul-2025

### FGN Bonds

The FGN bond rallied again with strong demand for mid-term bonds - particularly the Feb 2031s (16.75%), June 2032s (17.15%), and May 2033s (16.80%). This active trading pushed the average mid-yield down 46bps to 16.55%.

**Outlook:** The positive momentum is likely to continue in tomorrow's trading session.

### BENCHMARK FGN BOND YIELDS

	08-Jul-25	07-Jul-25	Change in Yield
5 YRS: 19.30% 17-APR-2029	17.00%	17.94%	↓ -0.94%
10 YRS: 22.60% 29-JAN-2035	17.25%	17.25%	↓ 0.00%
13 YRS: 15.45% 21-JUN-2038	15.93%	15.93%	↓ 0.00%
28 YRS: 15.70% 21-JUN-2053	15.90%	15.90%	↓ 0.00%

Source: FMDQ DQL for 08-Jul-2025

### Eurobonds

Trading was mixed with a bearish tilt as investors struggled to interpret Trump's shifting trade signals. After delaying tariffs to August 1 (from July 9), he called the date "not firm," only to later insist no extensions would be granted. The confusion worsened with new 50% copper tariffs. Nigerian yields rose 3bps to 8.66%.

**Outlook:** The current mixed market sentiment is likely to continue into tomorrow's session.

BENCHMARK FGN EUROBOND YIELDS			
	08-Jul-25	07-Jul-25	Change in Yield
5 YRS: NGERIA 8.375% 03/24/29	7.93%	7.93%	→ 0.00%
10 YRS: NGERIA 7.375% 09/29/31	9.03%	9.06%	↓ -0.03%
15 YRS: NGERIA 7.696% 23/02/31	9.41%	9.37%	↑ 0.04%
30 YRS: NGERIA 8.25% 09/29/51	10.04%	9.98%	↑ 0.06%
8.75% ETI 06/17/31*	9.45%	9.74%	↓ -0.29%
Source: FBN UK Runs for 08-Jul-2025			

### Nigerian Equities

The Nigerian equities market extended its bullish run, as the All-Share Index (ASI) rose 30bps to 121,653.93 points to close with an 18.20% year-to-date gain. Market breadth was positive, with 57 gainers against 21 decliners. OMATEK, CHAMPION, CILEASING, and NGXGROUP topped the gainers’ chart with 10% gains, while DEAPCAP (-10%) led the losers. Sector-wise, the NGX Banking Index advanced 114bps on gains in GTCO, UBA, WEMABANK, and ACCESSCORP, while ZENITHBANK and FCMB declined. The Consumer Goods Index gained 63bps driven by strong performances in CHAMPION, CADBURY, DANGSUGAR, and MCNICHOLS. However, NNFM fell 9.17%. The Oil & Gas Index shed 22bps on weakness in OANDO, while the Industrial Index was largely flat, gaining 1bp on MEYER and BERGER. Trading activity picked up, with turnover rising 34.94% to \$12.71m. Significant crosses included 80m JAPAULGOLD at ₦2.78, 9.5m GTCO at ₦85.00, and 52m ACCESSCORP at ₦22.00. Sentiment skewed positive by session close.

**Outlook:** Tomorrow's trading activity is likely to mirror today's pattern.

TOP 5 EQUITY ADVANCERS			
NAME (SYMBOL)	CLOSING PRICE	GAIN(N)	% CHANGE
CHAMPION	14.96	1.36	↑ 10.00%
CILEASING	6.60	0.60	↑ 10.00%
NGXGROUP	56.10	5.10	↑ 10.00%
OMATEK	1.10	0.10	↑ 10.00%
NEIMETH	9.50	0.86	↑ 9.95%
Source: NGX, AIICO Capital			

TOP 5 EQUITY DECLINERS			
NAME (SYMBOL)	CLOSING PRICE	LOSS(N)	% CHANGE
DEAPCAP	1.17	-0.13	↓ -10.00%
ETRANZACT	9.00	-0.95	↓ -9.55%
NNFM	98.10	-9.90	↓ -9.17%
SUNUASSUR	4.22	-0.28	↓ -6.22%
VFDGROUP	13.70	-0.90	↓ -6.16%
Source: NGX, AIICO Capital			

	D-o-D	W-o-W	MTD	YTD
NGX ASI	↑ 0.30%	↑ 1.40%	↑ 1.40%	↑ 18.20%
NSE BANKING INDEX	↑ 1.14%	↑ 3.34%	↑ 3.34%	↑ 22.01%
NSE INSURANCE INDEX	↑ 2.54%	↑ 8.23%	↑ 8.23%	↑ 13.89%
NSE INDUSTRIAL GOODS INDEX	↑ 0.01%	↓ -1.70%	↓ -1.70%	↑ 0.12%
NSE CONSUMER GOODS INDEX	↑ 0.63%	↑ 4.70%	↑ 4.70%	↑ 59.38%
NSE OIL & GAS INDEX	↓ -0.22%	↑ 0.85%	↑ 0.85%	↓ -9.36%

### Foreign Exchange

The interbank NFEM remained relatively liquid and stable, despite a moderate rise in FX demand. The CBN intervened to support market liquidity, as the USD/NGN pair traded within a range of \$/₦1,527.00 to \$/₦1,532.50. By session close, the Naira depreciated slightly by 6bps to settle at \$/₦1,529.2230. As of July 7, 2025, gross FX reserves rose to c.\$37.27 billion, a day-on-day increase of around \$93.9 million.

**Outlook:** The Naira is expected to maintain its current trading range in the near term.

NFEM RATE (\$/₦)		Diff.
8-Jul-25	1,529.2230	
7-Jul-25	1,528.3301	↑ 0.8929
Source: FMDQ		

### Commodities

Oil prices rose to a two-week high on Tuesday, driven by expectations of lower U.S. production, renewed Houthi attacks in the Red Sea, and concerns over U.S. copper tariffs. Technical short covering also supported the rally. Brent crude climbed 57 cents, or 0.8%, to settle at \$70.15 per barrel, while U.S. West Texas Intermediate (WTI) crude rose 40 cents, or 0.6%, to close at \$68.33. Meanwhile, gold prices fell over 1% as optimism surrounding U.S. trade deals reduced demand for safe-haven assets. A stronger U.S. dollar and rising Treasury yields also pressured bullion. Spot gold declined 0.8% to \$3,307.16 per ounce; futures settled at \$3,316.90.

**Outlook:** We expect oil prices to continue to trade range-bound.

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)	37.28 (-8.81% YTD as of 07-Jul-25)
MONETARY POLICY RATE (MAY'2025)	27.50%
CASH RESERVE REQUIREMENT (CRR)	50.00%
BRENT CRUDE PRICE US\$/BBL	*70.15 (+0.57 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.