

DAILY MARKET INSIGHTS.



Tuesday, 05 August 2025

MARKET COMMENTARY

System Liquidity

Interbank liquidity improved significantly ahead of tomorrow's NTB auction, rising to ₦2.26tn from a previous opening balance of ₦1.21tn. Despite the increase, funding costs edged higher as the average rate climbed 60bps to 27.35%, with the Overnight Policy Rate (OPR) up 50bps to 27.50% and the Overnight (O/N) rate up 70bps to 27.20%.

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

SYS. LIQ. (₦'BN)		Diff.
5-Aug-25	2,256.74	
4-Aug-25	1,209.25	↑ 1,047.49

Source: CBN

Treasury Bills

The Treasury bill market traded on quiet note, with investor attention on the CBN's OMO auction and tomorrow's NTB auction. At the OMO auction, ₦600 billion was offered across the 105-day and 245-day maturities, with total subscriptions ₦2.2tn, while ₦2.12tn was allotted in the 245-day tenor at a stop rate of 23.70%, while no bids were accepted for the 105-day maturity.

Outlook: Market players will concentrate on tomorrow's NTB auction, where ₦220 billion will be offered across the usual tenors.

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

AUCTION DATE	TENOR	OFFER AMOUNT (₦'BN)	LAST STOP RATE	EXPECTED STOP RATE RANGE
06-Aug-25	91-Day	60,000.00	15.000%	15.9200 - 16.2800
06-Aug-25	182-Day	20,000.00	15.500%	16.0000 - 16.3200
06-Aug-25	364-Day	140,000.00	15.880%	16.5000 - 16.9000

BENCHMARK T-BILLS DISCOUNT RATES

	05-Aug-25	04-Aug-25	Change in Rates
79 DAYS	16.25%	16.25%	→ 0.00%
170 DAYS	16.57%	16.57%	→ 0.00%
352 DAYS	15.73%	15.73%	→ 0.00%

Source: FMDQ DQL for 05-Aug-2025

FGN Bonds

The FGN bond market traded cautiously amid focus on the large OMO auction allotment of ₦2.12 trillion. Yields rose on the 2031 and 2033 bonds but fell on the 2032 maturity. Overall, the average benchmark yield edged up slightly by 1 basis point to 16.27%.

Outlook: With attention on the NTB auction tomorrow, we expect the market to trade along same pattern.

BENCHMARK FGN BOND YIELDS

	05-Aug-25	04-Aug-25	Change in Yield
5 YRS: 19.30% 17-APR-2029	16.87%	16.87%	→ 0.00%
10 YRS: 22.60% 29-JAN-2035	15.88%	15.88%	→ 0.00%
13 YRS: 15.45% 21-JUN-2038	15.68%	15.68%	→ 0.00%
28 YRS: 15.70% 21-JUN-2053	15.97%	15.92%	↑ 0.05%

Source: FMDQ DQL for 05-Aug-2025

Eurobonds

Despite the decline in global crude oil prices, African Eurobonds sustained a bullish trend, supported by President Trump's threats to India over its Russian oil purchases. Notably, Nigerian Eurobonds saw average yields rise slightly by 3bps to 8.11%.

Outlook: Market to assess U.S. threat against Russia and the countries purchasing its oil.

BENCHMARK FGN EUROBOND YIELDS				
	05-Aug-25	04-Aug-25	Change in Yield	
5 YRS: NGERIA 8.375% 03/24/29	7.37%	7.41%	↓	-0.04%
10 YRS: NGERIA 7.375% 09/29/33	8.58%	8.58%	→	0.00%
15 YRS: NGERIA 7.696% 23/02/38	9.06%	9.10%	↓	-0.04%
30 YRS: NGERIA 8.25% 09/29/51	9.69%	9.73%	↓	-0.04%
8.75% ETI 06/17/31*	7.81%	7.82%	↓	-0.01%

Source: FBN UK Runs for 05-Aug-2025

Nigerian Equities

The Nigerian equities market closed on a positive note, extending its bullish run as the NGX All-Share Index (NGX-ASI) rose 50bps to 144,796.37 points. The rally was fueled by sustained buying interest in both large-cap and low-priced stocks, including BUACEMENT, AIICO, HONYFLOUR, OANDO, and 48 others across three major sectors. The Insurance sector led gains with a 7.51% daily surge, boosted by the presidential approval of the Insurance Reform Bill. Industrial Goods advanced 3.35%, while Oil & Gas gained 0.91%, driven by strong demand in BUACEMENT, OANDO, and ARADEL. In contrast, the Banking and Consumer Goods sectors dipped by 0.86% and 0.43%, respectively, amid profit-taking and portfolio rebalancing toward other sectors. Market activity strengthened further, with total trade volume and value up 26.73% and 17.28%, respectively. Major deals includes 17.3m units of GTCO at ₦100.5 and ₦100.85, 44.1m units of FIDELITYBK at ₦21, 350k units of ARADEL at ₦517. and 1.5m units of WAPCO at ₦146.5.

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

TOP 5 EQUITY ADVANCERS CLOSING			
NAME (SYMBOL)	PRICE	GAIN(N)	% CHANGE
AIICO	2.64	0.24	↑ 10.00%
BUACEMENT	170.50	15.50	↑ 10.00%
MBENEFIT	2.20	0.20	↑ 10.00%
NEIMETH	7.70	0.70	↑ 10.00%
ENAMELWA	29.70	2.70	↑ 10.00%

Source: NGX, AIICO Capital

TOP 5 EQUITY DECLINERS CLOSING			
NAME (SYMBOL)	PRICE	LOSS(N)	% CHANGE
LIVINGTRUST	5.94	-0.65	↓ -9.86%
ACADEMY	8.95	-0.95	↓ -9.60%
MECURE	15.80	-1.60	↓ -9.20%
CADBURY	63.00	-5.00	↓ -7.35%
ETERNA	38.00	-1.95	↓ -4.88%

Source: NGX, AIICO Capital

	D-o-D	W-o-W	MTD	YTD
NGX ASI	↑ 0.50%	↑ 4.99%	↑ 3.53%	↑ 40.68%
NSE BANKING INDEX	↓ -0.86%	↑ 1.75%	↓ -0.26%	↑ 48.11%
NSE INSURANCE INDEX	↑ 7.51%	↑ 5.10%	↑ 10.88%	↑ 37.38%
NSE INDUSTRIAL GOODS INDEX	↑ 3.35%	↑ 16.15%	↑ 13.08%	↑ 54.64%
NSE CONSUMER GOODS INDEX	↓ -0.43%	↑ 6.25%	↑ 6.17%	↑ 79.60%
NSE OIL & GAS INDEX	↑ 0.91%	↓ -1.10%	↓ -1.94%	↓ -10.36%

Foreign Exchange

The interbank NFEM remained relatively liquid and stable, despite a moderate rise in FX demand. The Naira USD/NGN pair traded within a range of \$/₦1,532.0 to \$/₦1,534.0. By session close, the Naira appreciated slightly by 2bps to settle at \$/₦1,533.0.

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

NFEM RATE (\$/N)		Diff.
5-Aug-25	1,533.5000	
4-Aug-25	1,533.8500	↓ (0.3500)

Source: CBN

Commodities

Oil prices edged lower as rising OPEC+ supply and worries of weaker global demand countered concern about U.S. President Trump's threats to India over its Russian oil purchases. Brent crude and U.S. WI+TI slipped 1.17cents each, to settle at \$67.59 and \$65.12 per barrel, respectively. Meanwhile, gold prices climbed to a near two-week high, supported by growing expectations of U.S. interest rate cuts, while investors awaited President Trump's decision on Federal Reserve appointments. Spot gold gained 0.2% to \$3,380.08 per ounce; futures settled at \$3,433.77.

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

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