DAILY MARKET INSIGHTS.

Tuesday, 2 December 2025

MARKET COMMENTARY

System Liquidity

The market liquidity opened the day with a surplus balance of ₦3.0 trillion, representing an increase of ₦847.7 billion from the previous level. The improvement was attributed to the ₦772.9 billion OMO maturity and ₦10.2 billion bond coupon inflows. Consequently, average funding rate eased by 3bps to 22.65% as the Open Repo Rate (OPR) held steady at 22.50%, while the Overnight (O/N) declined by 6bps to 22.79%.

Outlook: *Fund cost remain at similar level, barring any funding activities tomorrow.*

SYS. LIQ. (₦'BN)		Diff.
2-Dec-25	3,039.20	
1-Dec-25	2,191.54	↑ 847.66
Source: CBN		

Consequently, the average Nigeria benchmark yield eased by 15bps to 7.434%.

Outlook*: Market to further react to the oil price volatility in the near term ahead of the FED meeting next week.*

BENCHMARK FGN EUROBOND YIELDS			
	02-Dec-25	01-Dec-25	Change in Yield
5 YRS: NGERIA 8.375% 03/24/29	6.41%	6.55%	↓ -0.14%
10 YRS: NGERIA 7.375% 09/29/33	7.37%	7.57%	↓ -0.20%
15 YRS: NGERIA 7.696% 23/02/38	7.77%	7.92%	↓ -0.15%
30 YRS: NGERIA 8.25% 09/29/51	8.46%	8.59%	↓ -0.13%
8.75% ETI 06/17/31*	7.29%	7.53%	↓ -0.24%
Source: FBN UK Runs for 02-Dec-2025			

Eurobonds

African Eurobond market rebounded from previous session's negatively sentiment as investors react to the Nigeria Q GDP data that came stronger than market expectation and the improvement on global oil prices in the early part of the day amidst U.S. sanction on Venezuela. Notably, yields across major oil producing economies (Nigeria, Angola and Egypt) dipped, leading to price increase across maturities.

Treasury Bills

The NTB secondary market traded mixed to bearish as investor traded largely on the belly to long end of the curve. Notably, majority of the mid-tenor maturities saw rate decline, such as 5-Mar-26 (-24bps to 15.29%), 12-Mar-26, 19-Mar-26 and 26-Mar-26 all dipped by 14bps each to 15.40%, 15.40%, and 15.41%, respectively. While rates on the long-dated bills such as 5-Nov-26 and 19-Nov-26 rose by 35bps and 24bps to 15.95% and 16.18%, respectively.

Consequently, the average benchmark rates inched up slightly by 1bp to 15.60%.

***Outlook**: We expect quiet trading activities tomorrow as market participants fucus on the ₦700 billion NTB auction.*

BENCHMARK T-BILLS DISCOUNT RATES			
	02-Dec-25	01-Dec-25	Change in Rates
79 DAYS	15.45%	15.45%	0.00%
170 DAYS	15.25%	15.25%	0.00%
352 DAYS	16.18%	15.94%	0.24%
Source: FMDQ DQL for 02-Dec-2025			

FGN Bonds

The FGN bond market traded with a muted positive note, with trading volumes notably thin across the long end of the curve. Activities was noticed on the short- to mid-end of the curve. Papers like 22-Jan-26, 20-mar-26 saw significant yield drop of 35bps and 27bps to 16.28% and 16.32%, respectively, However, yield on the 25-Jun-32 rose significantly by 29bps to 16.20%. This indicates investors staying on the sideline while managing short term liquidity amidst the December supply. Overall, the average benchmark yield spiked marginally by 1bp to 15.61%.

***Outlook:** We expect mixed investor's reaction in the near term.*

BENCHMARK FGN BOND YIELDS			
	02-Dec-25	01-Dec-25	Change in Yield
5 YRS: 19.30% 17-APR-2029	15.80%	15.80%	0.00%
10 YRS: 22.60% 29-JAN-2035	15.31%	15.31%	0.00%
13 YRS: 15.45% 21-JUN-2038	15.26%	15.26%	0.00%
28 YRS: 15.70% 21-JUN-2053	15.08%	15.08%	0.00%
Source: FMDQ DQL for 02-Dec-2025			

Nigerian Equities

The Nigerian bourse closed on a positive note as the All-Share Index gained 120bps, amidst gain in all the five major indexes, led by the Industrial Goods. DANGCEM (+9.99%) led the gainers' chart, while IKEJAHOTEL (-9.92%) topped the losers' chart. ACCESSCORP recorded the highest volume at 310.25 million units, while SEPLAT led in value with ₦22.48 billion. In total, 26 stocks appreciated while 20 declined. The NGX Banking Index gained 19bps driven by UBA (+3.78%), though ACCESSCORP (-0.48%), ZENITHBANK (-0.5%), and FCMB (-2.78%) recorded losses. The NGX Consumer Index advanced 108bps supported by INTBREW (+9.66%), GUINNESS (+7.78%), CHAMPION (+3.57%), NB (+0.45%), and HONYFLOUR (+0.27%), while DANGSUGAR fell by 1.64%. The NGX Oil and Gas Index inched up 2bps on OANDO (+0.26%). The NGX Industrial Index surged 430bps on the strength of DANGCEM (+9.99%), while CUTIX dropped 3.54%. Market activity strengthened as value traded rose by 112.92% to $27.39 million. Trading was dominated by significant cross deals, the largest being 3.45 million units of SEPLAT crossed off-market at ₦6,500. Other notable crosses included 220 million units of ACCESSCORP at ₦20.70, 36 million units of ACCESSCORP at ₦20.60, 5.3 million units of STANBIC at ₦105.00, 16 million units of GTCO at ₦86.40, and 10 million units of ZENITHBANK at ₦60.00.

***Outlook:** Market activities to be driven by investors block trades amidst cautious sentiments.*

	D-o-D	W-o-W	MTD	YTD
NGX ASI	1.20%	0.81%	0.98%	40.81%
NSE BANKING INDEX	0.19%	0.87%	0.30%	27.80%
NSE INSURANCE INDEX	0.16%	1.85%	0.26%	51.19%
NSE INDUSTRIAL GOODS INDEX	4.30%	2.22%	4.22%	49.78%
NSE CONSUMER GOODS INDEX	1.08%	-0.69%	0.06%	97.68%
NSE OIL & GAS INDEX	0.02%	-0.15%	-0.09%	-0.56%

TOP 5 EQUITY ADVANCERS			
NAME (SYMBOL)	CLOSING PRICE	GAIN(N)	% CHANGE
DANGCEM	588.00	53.40	9.99%
NCR	66.10	6.00	9.98%
INTBREW	11.35	1.00	9.66%
LIVESTOCK	6.50	0.50	8.33%
DAARCOMM	0.93	0.07	8.14%
Source: NGX, AIICO Capital			

TOP 5 EQUITY DECLINERS			
NAME (SYMBOL)	CLOSING PRICE	LOSS(N)	% CHANGE
IKEJAHOTEL	28.60	-3.15	-9.92%
LEGENDINT	5.00	-0.55	-9.91%
LIVINGTRUST	3.23	-0.35	-9.78%
WAPIC	2.36	-0.17	-6.72%
FTNCOCOA	4.65	-0.25	-5.10%
Source: NGX, AIICO Capital			

Foreign Exchange

The Nigerian Foreign Exchange Market (NFEM) recorded a marginal appreciation of the Naira, showing improved liquidity and demand management. The NFEM Rate rose by ₦3.04/$ to close at ₦1,445.3929/$, effectively reversing some of the marginal losses recorded at the previous session. This reflects a momentary easing of pressure on foreign exchange window. Meanwhile, the External Reserve position was noted at $44.67 billion (as of 28-Nov-25), reflecting a +9.27% Year-to-Date (YTD) gain and d/s gain of ₦61.5 million.

Outlook: *We expect the naira to trade in line with prevailing demand and supply levels, as external reserves provides support.*

NFEM RATE ($/₦)		Diff.
2-Dec-25	1,445.3929	(3.0426)
1-Dec-25	1,448.4355	
Source: CBN		

Commodities

Global oil prices eased on Tuesday as markets weighed faltering Russia-Ukraine peace hopes against fears of oversupply. Brent crude shed 76cents, or 1.20%, to $62.41 per barrel, while U.S. West Texas Intermediate (WTI) slipped by 71cents, or 1.20%, to $58.61. Gold prices fell as investors took profits following a six-week high in the previous session, while they awaited key U.S. economic data ahead of the Federal Reserve's policy meeting next week. Spot gold receded by 0.85% to $4,196.96/oz, while U.S. gold futures lsot 1.07% to $4, 229.00/oz.

Outlook: *Tomorrow, we expect markets to take a cautious-but-watchful tone: with gold under some pressure from firmer U.S. yields and awaiting key data, while oil could stay supported by lingering geopolitical-supply risks.*

MACRO INDICATORS	
GDP (Q3 2025)	+3.98% (Q2: 2025 +4.23% y/y)
INFLATION (OCTOBER 2025)	16.05% (Sept'25: 18.02%)
EXTERNAL RESERVE (US$'BILLION)	44.67 (+9.27% YTD as of 28-Nov-25)
MONETARY POLICY RATE (NOV'2025)	27.00%
CASH RESERVE REQUIREMENT (CRR)	45.00%
BRENT CRUDE PRICE US$/BBL	*62.41 (-0.76 d/d)
Source: NBS,CBN, AIICO Capital	