GDP HIGHLIGHT Q2 | 2026

AIICO CAPITAL

Nigeria’s Economy Expands by 4.43% in Q2-2026

Nigeria's economy grew by 4.43% y/y in Q2 2026, higher than the 4.23% growth recorded in Q2 2025 and 3.48% in Q2 2024. Thus, reflecting positive momentum in economic growth

❖ **Services Sector Remained the Leading Driver to GDP**

- The Service sector recorded the highest growth rate compared to its peers to expand by 4.60% y/y in Q2 2026 (vs. 3.94% y/y in Q2'2025) and contributed (56.62%) to GDP. This was supported by growth in the Information & Communication sector (9.62%) alongside Finance & Insurance (9.29%).

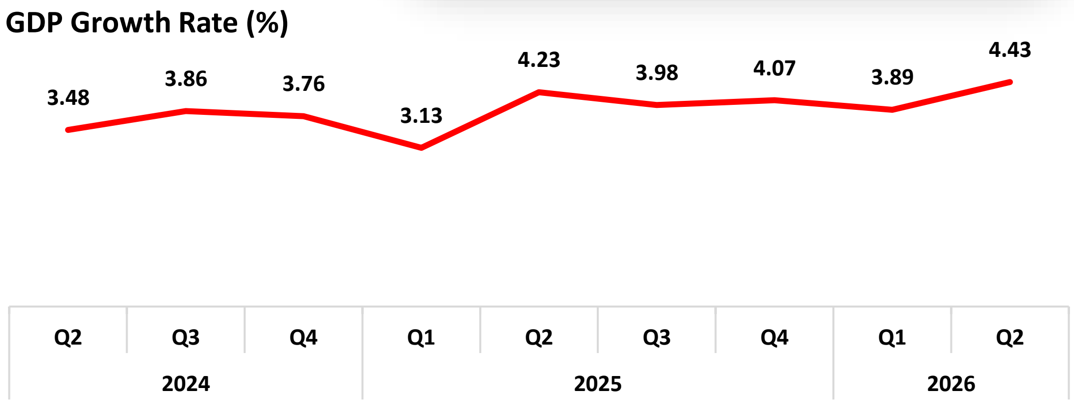
- The Agriculture sector grew by 4.39% y/y (vs. 2.82% y/y in Q2'2025). As It contributed (26.15%) to real GDP. Growth was primarily driven by **Crop Production**, the largest sub-component, alongside positive contributions from **Livestock** and other areas. This recovery helped stabilize food production early in the year.

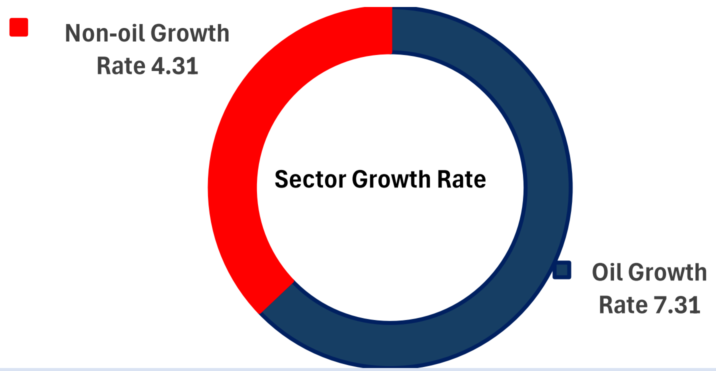
- The industries sector grew by 3.96% y/y, (down from 7.46% in Q2'2025). Performance was supported by **Construction and Manufacturing** particularly in Cement and Food, Beverage & Tobacco.

❖ **Oil and Non-Oil Dynamics**

- The Oil sector expanded by 7.31% y/y in Q2 2026, (vs. 20.46% y/y in Q2'2025). The expansion was attributable to the increase in daily crude oil production to 1.72 mbpd.

- The non-oil sector also mirrored the Oil sector, expanding by 4.31% y/y in Q2 2026 (vs. 3.64% y/y in Q2'2025).





❖ **Outlook**

- We remain cautiously optimistic of sustained growth in GDP for Q3 2026 despite global uncertainties and geopolitical tensions. As persistent inflationary pressures could prompt tight monetary policy stances, we expect supportive fiscal measures and steady performance across agriculture and services to act as economic stabilizers, continuing to anchor overall growth.