

Money Market

- System liquidity opened the week with a surplus balance of ₦4.530trn, reflecting a marginal decline of ₦41bn from the previous session's balance.
- At the close of the session, the overnight rate declined by 7bps to 22.17%, while the Open Repo Rate and the Nigerian Overnight Financing Rate (NOFR) closed flat at 22.00%.
- The NTB secondary market opened actively, supported by improved system liquidity, with buying interest concentrated at the long end of the curve, particularly on the May-2027 bill. Early in the session, the CBN announced an OMO auction, offering ₦600bn across the 7-day, 35-day, and 133-day maturities. The auction recorded strong demand, with total allotment reaching ₦3.043trn. Stop rates settled at 21.54%, 21.40%, and 20.02% for the 7-day, 35-day, and 133-day bills, respectively.

FX Market

- The Naira on the NAFEM window appreciated to close the session on Monday at ₦1,361.05/\$1, compared with the previous session's ₦1,366.80/\$1. During the session, the spot rate traded within a range of ₦1,359.50/\$ to ₦1,365.00/\$. Meanwhile, the parallel market was steady at ₦1,390/\$.

FGN Bond Market

- The FGN bond market traded on a quiet note as investors maintained a cautious stance following the announcement of an OMO auction. As the session progressed, improved offers emerged along the belly of the curve, particularly on the May-2033 papers, with trades executed around 17.20%. Consequently, the average yield across the curve rose to 16.45%.

SSA Eurobonds Market

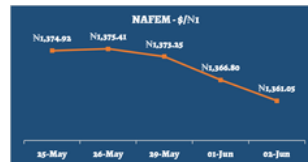
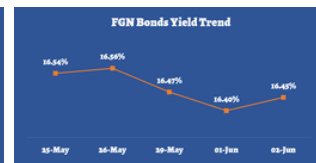
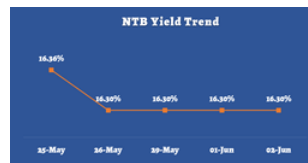
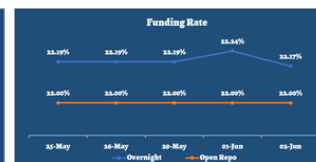
- The SSA Eurobond market rebounded to trade on a bullish note, as increased risk appetite drove buying interest across the region. Elevated oil prices and easing geopolitical tensions following President Trump's remarks that a deal could potentially be reached next week led the rebound. Market sentiment was further supported by stronger-than-expected US labour data, with April job openings rising to 7.618 million (vs. 6.88m expected). Consequently, Nigeria's average Eurobond yield declined to 6.85%.

Foreign Equities Market

- Asian equities traded mixed in early Tuesday trading, with modest gains supported by the rally in Wall Street chipmaker stocks. However, market sentiment remained cautious amid mixed signals surrounding tensions in the Middle East, after Tehran reportedly suspended communication with the US, while President Trump stated that talks were still ongoing and expressed optimism that a deal could be reached next week. Consequently, the Nikkei 225 declined by 0.49%, while the CSI 300 advanced by 0.7%.
- European equities traded with a bullish bias, supported by continued gains in chip stocks after semiconductor giant STMicroelectronics announced an upward revision to its revenue target for its key data centre business. Market sentiment was further lifted following Lebanon's announcement of a partial ceasefire between Hezbollah and Israel, while the US President also stated that talks with Iran were progressing, with a deal potentially to be reached next week. Consequently, the STOXX Europe 600 rose by 0.7%.
- U.S. equities closed in positive territory on Tuesday, as technology stocks continued to drive market gains amid improving risk appetite within the sector. However, gains were capped by lingering uncertainty surrounding Middle East peace talks aimed at ending the conflict. According to reports, Tehran is reviewing the US proposal, while also warning that Israel's attack on Lebanon could threaten the ceasefire efforts. Consequently, the S&P 500, Dow Jones Industrial Average, and Nasdaq Composite advanced by 0.13%, 0.45%, and 0.03%, respectively.

Domestic Equities Market

- The Nigerian Stock Exchange All-Share Index declined by 35bps at the end of the trading session, closing the day with points and a market capitalisation of 246,686.66 and ₦158.22 trillion, respectively.
- The top 5 gainers for the day were INTENEGINS (+9.86%), TRANSEXP (+7.14%), NEIMETH (+6.80%), LIVINGTRUST (+5.00%), and ABBEYBDS (+4.44%), while the top losers were CWG (-10.00%), PZ (-10.00%), ABCTRANS (-9.95%), WEMABANK (-9.09%), and SOVRENINS (-8.16%).
- The market breadth was **NEGATIVE** at 2.71x as 38 decliners outpaced 14 advancers.



Indicator	Value	Trend
Inflation Rate (Y-o-Y) (Apr 2026)	15.69%	↑
GDP Growth Rate (Y-o-Y) (Q1 2026)	3.89%	↓
Monetary Policy Rate (May 2026)	26.50%	↔
Cash Reserve Ratio (May 2026)	45.00%	↔

Date	Event
2nd June	Eurozone Inflation Rate YoY Flash (May) (3.2% exp. vs. 3% prev.)
3rd June	Japan S&P Global Composite PMI (May) (51.1 exp. vs. 52.2 prev.)
3rd June	China Composite PMI (May) (52.8 exp. vs. 53.1 prev.)
3rd June	Germany S&P Global Composite PMI (May) (48.6 exp. vs. 48.4 prev.)
3rd June	US ADP Employment Change (May) (110k exp. vs. 109k prev.)
3rd June	Eurozone PPI MOM (Apr) (0.4% exp. vs. 3.4% prev.)
4th June	Initial Jobless Claims (May/30) (213k exp. vs. 215k prev.)
5th June	US Unemployment Rate (May) (4.3% exp. vs. 4.3% prev.)

Macro News: Global and Domestic

- Iraq to boost pipeline oil exports to 770,000 bpd
- Euro zone firms struggle to raise prices despite Iran war shock
- NGX loses ₦478.7 billion on Tuesday, wiping out ₦2.29trn in two sessions
- Nigeria's financial system set for ₦10.90trn liquidity boost in June on OMO bill maturities.
- FG's revenue plunges 39% to ₦8.6trn in 9 months