STIAM DAILY MARKET DIGEST

Money Market | FX | FGN Bonds | NTB | Foreign Stock Markets | Eurobonds | Macro News — *7th July 2026 | Issue #650*

Money Market

- *System liquidity opened the session with a positive balance of ₦2.643trn, reflecting an increase of ₦353bn from the previous session's balance.*
- *At the close of the session, the overnight rate declined by 10bps to 22.15%, while the Open Repo Rate and the Nigerian Overnight Financing Rate (NOFR) closed flat at 22.00%.*
- *The NTB secondary market traded on a subdued note as investors awaited Wednesday's NTB auction, where the DMO is expected to offer ₦700 billion. Market participants anticipate stop rates on the 364-day bill to range between 17.50% and 17.80%. However, demand remained concentrated in the OMO segment, with the Nov-2026 bill trading at an average yield of 20.00%. Consequently, the average secondary market yield remained unchanged at 17.45%.*

FX Market

- *The Naira on the NAFEM window depreciated to close at ₦1,375.75/$1, compared with the previous session's ₦1,368.27/$1. During the session, the spot rate traded within a range of ₦1,369.00/$1 to ₦1,380.00/$1. Meanwhile, the parallel market was steady at ₦1,405/$1.*

FGN Bond Market

- *The FGN bond market closed the session on a bullish note, as the market saw improved foreign investors participation as activity was seen at the long-end of the curve, particularly on the Jun-2038 and Apr-2049 papers, as trades were executed at 18.31% and 15.19%, respectively. Consequently, the average yield across the curve declined slightly to 17.85%.*

SSA Eurobonds Market

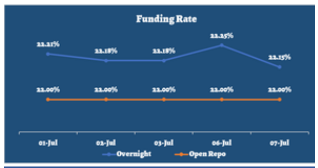
- *The SSA Eurobond market traded on a bearish note as renewed geopolitical tensions in the Middle East weighed on investor sentiment following attacks on three commercial vessels near the Strait of Hormuz within 24 hours. The escalation pushed oil prices higher, raising concerns over potential inflationary pressures and reducing expectations of a less restrictive U.S. Federal Reserve policy stance. Consequently, the average yield on Nigerian Eurobonds rose to 7.10%.*

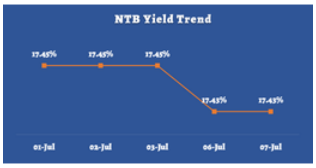
Foreign Equities Market

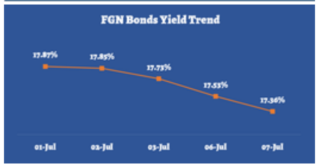
- *Asian equities traded in negative territory as a broad sell-off in semiconductor stocks overshadowed Samsung Electronics' stronger-than-expected earnings. Investor sentiment remained weighed down by concerns over elevated AI-related valuations and the sustainability of long-term growth in AI infrastructure spending. Risk appetite was further dampened by rising oil prices following renewed geopolitical tensions in the Middle East. However, expectations of a less aggressive U.S. Federal Reserve provided some support as investors awaited key inflation data from major economies. Consequently, the Nikkei 225 and CSI 300 declined by 2.0% and 1.3%, respectively.*
- *European equities traded lower on Tuesday as investors engaged in profit-taking following the previous week's rally while remaining cautious ahead of the release of FOMC minutes. Sentiment was further pressured by attacks on commercial vessels near the Strait of Hormuz, which drove oil prices higher, and by Iran's threat to abandon peace talks if pressure from the U.S. persisted. Consequently, the STOXX Europe 600 declined by 0.7%.*
- *U.S. equities closed the session mixed as technology stocks came under pressure despite Samsung's strong earnings, with investors questioning the sustainability of the AI-driven memory chip cycle. Sentiment was further weighed down by a sharp rise in oil prices after three commercial oil tankers were attacked within 24 hours, following the U.S. revocation of licences permitting the purchase of Iranian crude oil. Consequently, the S&P 500 and Nasdaq Composite declined by 0.1% and 0.8%, respectively, while the Dow Jones Industrial Average gained 1.1%.*

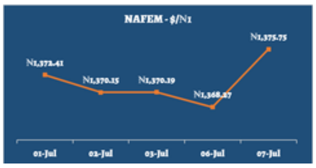
Domestic Equities Market

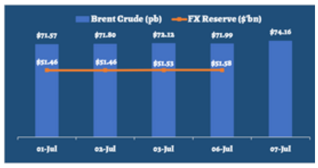
- *The Nigerian Stock Exchange All-Share Index increased by 124bps at the end of the trading session, closing the day with points and a market capitalisation of 237,083.28 and ₦152.14 trillion, respectively.*
- *The top 5 gainers for the day were CADBURY (+10.00%), ZICHIS (+10.00%), NAHCO (+9.99%), DAARCOMM (+9.94%), and IKEJAHOTEL (+9.90%), while the top losers were CMFC (-10.00%), FTGINSURE (-10.00%), TRANSEXPR (-10.00%), ETI (-9.98%), and MECURE (-9.96%).*
- *The market breadth was POSITIVE at 3.18x as 54 advancers outpaced 17 decliners.*











Domestic Macro Indicators

Inflation Rate (Y-o-Y) (May 2026)	15.93%	↑
GDP Growth Rate (Y-o-Y) (Q1 2026)	3.89%	↓
Monetary Policy Rate (May 2026)	26.50%	↔
Cash Reserve Ratio (May 2026)	45.00%	↔

EVENT WATCH: JULY

8th July	US Wholesale Inventories MoM (July/03) (-1.9M exp. vs. -3.775M prev.)
9th July	China Inflation Rate MoM (June) (-0.2% exp. vs. -0.1% prev.)
9th July	China PPI YoY (June) (4.1% exp. vs. 3.9% prev.)
9th July	US Initial Jobless Claims (Jun/04) (218k exp. vs 215k prev.)
10th July	Japan PPI MoM (June) (0.3% exp. vs 0.9% prev.)
10th July	Germany Inflation Rate YoY (June) (2.3% exp. vs. 2.6% prev.)

Macro News: Global and Domestic

- *Oil gains after vessels were attacked near the Strait of Hormuz.*
- *US consumers' near-term inflation expectations rise in June, New York Fed says.*
- *Nigeria returns to Africa's top five FDI destinations as inflows double to $4bn*
- *Nigeria's FX market turnover rises 7.67% to $3.05 billion, highest in three months.*
- *DMO opens July 2026 FGN Savings Bond offer at 15.716% interest, highest in 2026.*