Custodian
ASSET MANAGEMENT LTD

Custodian Asset Management Ltd

Weekly Market Update

MONEY MARKET | TREASURY BILLS | BONDS | EUROBONDS | COMMODITIES | EQUITIES

28 August 2026

MACROS

INDICATOR	CURRENT	PREVIOUS
GDP	3.89%	4.07%
Inflation	15.43%	15.91%
MPR	26.50%	26.50%
Exchange rate (NAFEM)	₦1,337.29/$	₦1,346.49/$
Exchange rate (Parallel)	₦1,341.58/$	₦1,349.18/$
External reserves	$53.31 bn	$52.66 bn
Brent	$88.10/barrel	$94.39/barrel
Gold	$4,453.43/oz	$4,603.30/oz

The Naira gained strength last week, closing at N1,337/$, because of improved dollar liquidity, sustained foreign exchange inflows, and Nigeria's external reserves rising to $52.66 billion.

Nigeria's external reserves grew last week, climbing to $53.31 billion, driven primarily by higher crude oil export earnings from increased production, surging foreign capital inflows into the fixed-income market, and robust diaspora remittances fostered by the Central Bank's monetary reforms.

Oil prices dropped by roughly 5% last week because easing fears of Middle East supply disruptions, rumors of a deal to reopen the Strait of Hormuz, and an expected Federal Reserve policy shift led traders to rapidly unwind the geopolitical risk premium.

Gold prices dropped by over 3% last week, falling from around $4,700 to $4,454 an ounce, because hawkish remarks from Federal Reserve Chairman Kevin Warsh at the Jackson Hole symposium boosted interest rate hike expectations, which in turn strengthened the US dollar and reduced safe-haven demand for non-yielding bullion.

MONEY MARKET

Money Market	Current Week	Previous Week
OPR	22.00%	22.00%
OVN	22.07%	22.14%

System liquidity declined slightly to ₦3.6 trillion last week as CBN liquidity-management operations and settlements of OMO/NTB instruments partially absorbed the substantial liquidity available in the banking system, although overall liquidity remained relatively robust.

Expectation

System liquidity is expected to remain relatively robust this week, with a slight moderation possible as CBN liquidity-management operations absorb part of available funds, although maturing securities should provide fresh liquidity support.

TREASURY BILLS MARKET

The average Treasury bill yield rose last week as investor demand shifted toward higher-yielding OMO securities, while elevated NTB stop rates and some tightening in secondary-market liquidity put modest upward pressure on T-bill yields.

SECURITY	BID DISC RATE	OFFER DISC RATE
8-Oct-26	21.00	18.00
15-Oct-26	20.80	17.80
5-Nov-26	20.50	17.50
19-Nov-26	20.25	17.25
10-Dec-26	19.75	18.25
7-Jan-27	19.30	18.30
21-Jan-27	19.20	18.20
18-Feb-27	18.50	17.50
11-Mar-27	18.50	17.50
18-Mar-27	18.50	17.50
25-Mar-27	18.35	17.70
8-Apr-27	18.25	17.60
6-May-27	18.00	17.35
3-Jun-27	18.00	17.35
17-Jun-27	17.60	16.95
8-Jul-27	17.50	17.15
15-Jul-27	17.40	17.05
29-Jul-27	17.10	16.75
12-Aug-27	17.05	16.75
26-Aug-27	16.90	16.65

Expectation

Treasury bill yields are expected to remain broadly stable with a slight downward bias this week, supported by strong demand and the lower 364-day NTB stop rate of 17.15% at the latest auction, although OMO activity and liquidity management could limit further yield compression.

BONDS MARKET

The average FGN bond yield was broadly stable last week as strong system liquidity and sustained investor demand supported the market, while mild profit-taking following the recent post-auction rally limited further yield compression.

SECURITY	BID YIELD	OFFER YIELD
FGN 16.2884% MAR 2027	17.33	16.80
FGN 19.9400% MAR 2027	17.18	16.75
FGN 13.9800% FEB 2028	16.83	16.40
FGN 19.3000% APR 2029	17.20	16.75
FGN 14.5500% APR 2029	16.76	16.35
FGN 18.5000% FEB 2031	17.25	16.90
FGN 17.9500% JUN 2032	17.30	17.00
FGN 19.8900% MAY 2033	17.30	17.00
FGN 19.0000% FEB 2034	17.30	17.00
FGN 22.6000% JAN 2035	17.35	17.05
FGN 16.2499% APR 2037	17.35	17.05
FGN 15.45% JUN 2038	17.45	17.25
FGN 13.0000% JAN 2042	15.75	14.75
FGN 14.8000% APR 2049	14.90	14.35
FGN 12.9800% MAR 2050	14.90	14.35
FGN 15.7000% JUN 2053	14.90	14.40

Expectation

FGN bond yields are expected to remain broadly stable with a slight upward bias this week, as reduced demand at current yield levels and elevated global bond yields may exert some pressure, although strong system liquidity should provide support.

EUROBONDS

FGN EUROBONDS	Bid Px	Ask px	BID YIELD	OFFER YIELD
REPUBLIC OF NIGERIA NOV 2027	100.75	101	5.86	5.65
REPUBLIC OF NIGERIA SEP 2028	100	100.375	6.12	5.93

REPUBLIC OF NIGERIA MAR 2029	105.375	105.75	6.08	5.92
REPUBLIC OF NIGERIA FEB 2030	102.5	103	6.33	6.17
REPUBLIC OF NIGERIA JAN 2031	107.75	108.25	6.68	6.55
REPUBLIC OF NIGERIA JUN 2031	112	112.5	6.64	6.53
REPUBLIC OF NIGERIA FEB 2032	105.125	105.625	6.74	6.63
REPUBLIC OF NIGERIA SEP 2033	102	102.5	7.01	6.92
REPUBLIC OF NIGERIA DEC 2034	119	119.5	7.27	7.20
REPUBLIC OF NIGERIA JAN 2036	108.5	109	7.36	7.29
REPUBLIC OF NIGERIA FEB 2038	101.75	102.25	7.47	7.40
REPUBLIC OF NIGERIA JAN 2046	110	110.625	8.10	8.04
REPUBLIC OF NIGERIA NOV 2047	97.125	97.75	7.90	7.84
REPUBLIC OF NIGERIA JAN 2049	111.75	112.375	8.10	8.05
REPUBLIC OF NIGERIA SEP 2051	100.75	101.375	8.18	8.12

The average yield on Nigerian Eurobonds dropped last week because sustained offshore demand and improved foreign portfolio risk appetite pushed bond prices higher, further supported by Moody's shifting Nigeria's sovereign credit outlook from stable to positive and a successful domestic USD bond issuance that bolstered investor confidence

Expectation

Nigerian Eurobonds are expected to maintain a bullish momentum this week, as Moody's sovereign outlook upgrade to positive and growing foreign appetite continue to drive buying interest and depress yields across various maturities.

EQUITY MARKET

The year-to-date return of the Nigerian equity market improved slightly to 55.06% because a late-week market rebound, sparked by FTSE Russell reclassifying Nigeria back into its Frontier Market Index and Sovereign credit outlook upgrades from Moody's and S&P, snapped an 11-session losing streak and injected ₦1.38 trillion back into local stocks.

Top Gainers

STOCK	PREVIOUS	CURRENT	CHANGE
UPL	4.8	5.7	18.75%
FIRSTHOLDCO	129.95	145	11.58%
SEPLAT	11200.6	12320.6	10.00%
REDSTAREX	14.7	16.15	9.86%
TRANSCOHOT	241.9	265.5	9.76%

Top Losers

STOCK	PREVIOUS	CURRENT	CHANGE
INTENEGINS	3.87	2.84	-26.61%
FIDSON	93.55	77	-17.69%
CAVERTON	4.95	4.2	-15.15%
AUSTINLAZ	2.84	2.5	-11.97%
VERITASKAP	1.3	1.16	-10.77%

Expectation

The Nigerian Exchange (NGX) is expected to see a bullish continuation and heightened bargain hunting this week. Sentiment has shifted positively following FTSE Russell's official confirmation that Nigeria will be restored to Frontier Market status effective September 21, 2026.

TOP STORIES

GLOBAL NEWS

- Federal Reserve Chairman Kevin Warsh delivered a surprisingly hawkish speech at the Jackson Hole Economic Symposium.
- France, Spain Inflation Accelerates in August
- German Bund Yields Hit 2011 High
- AI market bellwether Nvidia reported exceptionally strong second-quarter earnings and guidance

DOMESTIC NEWS

- FTSE Russell confirmed the official reclassification of Nigeria under its frontier market index.
- Both Moody's Investors Service and S&P Global Ratings upgraded Nigeria's credit outlook from "stable" to "positive.
- Atiku vows to restore petrol subsidy, rejects aide's conflicting position
- Nigeria's foreign reserves cross $53 billion, hit highest level since 2009

Contact us:

customerexperience@custodianassetmanagement.com