Banco de Fomento Angola
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Market Information

In June, credit in the local currency stood close to AOA 8.0 trillion (T), a nominal year-on-year increase of 19.5%. According to our calculations, this is a real increase of 0.14%. Credit to the public sector stood at AOA 1.0T, of which AOA 602.2 billion (b) corresponded to local currency (+46.1%yoy); on the other hand, private credit stood at AOA 7.2T, with AOA 5.7T in local currency (+27.3%yoy) – when we analyses the real growth of credit in local currency, we see that credit to the public sector increased by 26.7% while for private the movement was slight in the order of 7.9%. Regarding the sectors of activity, the largest volumes of credit are found in the Trade, Construction and Manufacturing sectors, with AOA 1.6T, AOA 766.2B and AOA 691.7B, respectively.

ANPG, TotalEnergies and partners of block 17/06 announce the start of production of the Begónia project. Begonia is the first "inter-block" project in Angola and consists of the use of existing facilities in other blocks, to boost production – in this specific case, it blocks 17 and 17/06. According to the ANPG, the Begonia well will add about 30,000 barrels per day to the oil production of the FPSO Pazflor with a total investment cost of USD 850 million. Block 17/06 is currently operated by the consortium formed by TotalEnergies (30%), Sonangol EP (30%), SSI (27.5%), ETU Energies (7.5%) and Falcon Oil (5%). In addition, the ANPG announced the start of production of CLOV phase 3 - a satellite project deep offshore of Block 17, with an estimated production of 30 thousand barrels/day.

Brent crude oil, the benchmark for Angolan exports, opened the week trading at USD 69 a barrel after the United States struck a trade deal with the European Union (EU) that eased tariff concerns and raised expectations for future energy demand. The agreement in question, among other things, will impose a 15% import tariff (half the previously announced rate) on most EU products and provides for the EU to buy USD 750b worth of US energy over several years; in addition, U.S. and Chinese negotiators will meet in Stockholm with the aim of extending a truce that keeps the highest tariffs in check until Aug. 12. Despite this short-term increase, two main issues contribute to keeping Brent prices down: 1) diminishing risk sentiment as fears of a short-term trade war have eased and 2) expectations of a higher global supply from OPEC+.

Macroeconomic Forecasts

Indicator	2024*	2025**	2026**
GDP change (%)	4,4	1,9	2,9
Average Inflation (%)	28,2	20,2	13,9
Current Account (% GDP)	9,3	9,1	8,5

*Inflation - INE/ GBP and Current Account - BFA Forecast; BFA **Forecast

Sovereign Rating

Rating Agency	Rating	Outlook	Last change
Fitch	B-	Stable	6/26/2023
Moody's	B3	Stable	11/29/2024
Standard & Poor's	B-	Stable	2/4/2022

Monetary and Forex data*

	7/25/2025	Change 7 days (%)	Change YTD (%)	Change 12 months (%)
LUIBOR O/N	18,99%	-1,21%	-3,70%	-2,13%
USD/AOA	911,96	0,00%	0,00%	4,51%
AOA/USD	0,00110	0,00%	0,00%	-4,31%
EUR/AOA	1068,6	-0,67%	12,55%	12,85%
EUR/USD	1,174	1,00%	13,41%	8,26%
USD/ZAR	17,77	0,29%	-5,71%	-3,19%

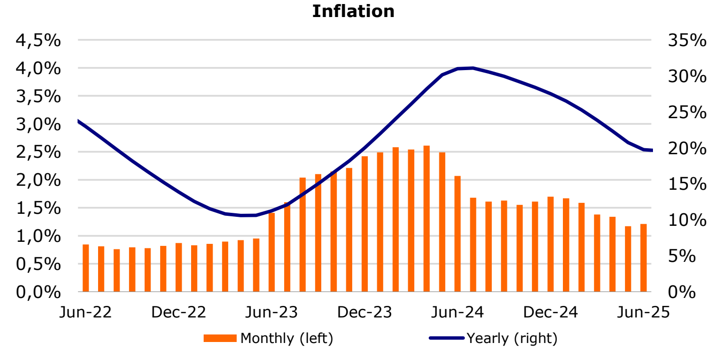
*Change of USD/AOA (or EUR/AOA) shows the appreciation of the USD (or EUR) against the Kwanza; the change of AOA/USD shows the appreciation/depreciation of the Kwanza against the USD.

Weekly domestic debt securities auctions

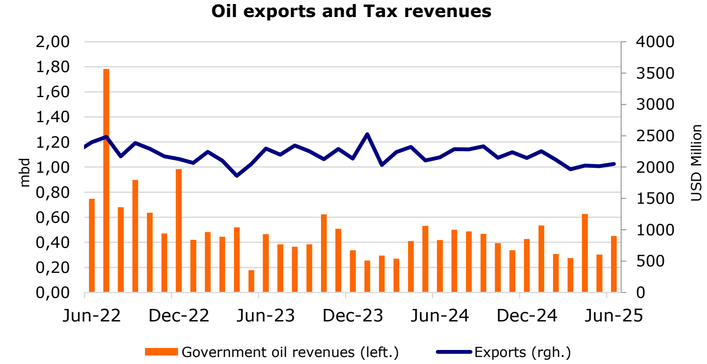
Term	Yield	Offer	Demand	Allocated
BT (364 days)	16,00%	5.000	2.000	2.000
OT AOA (3 years)	16,75%	10.000	2.000	2.000
OT AOA (5 years)	17,25%	10.000	2.000	2.000
OT USD (3 years)	4,00%	10	9	9
OT USD (4 years)	4,50%	11	10	10
OT USD (4 years)	4,50%	12	12	12

BT are treasury Bills, OT are Treasury Bonds; Note: amounts (except for yield) are in million Kwanza. OT USD (Dollar Treasury Bonds) are shown in million Dollars

Inflation

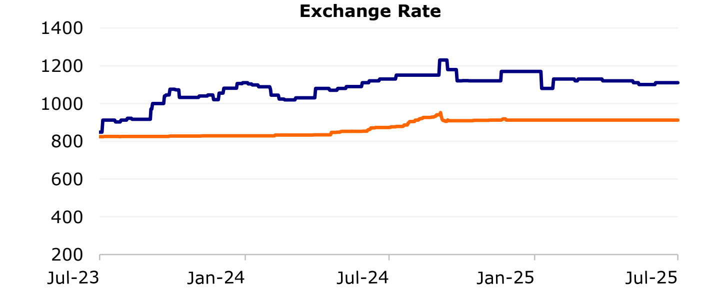


Oil exports and Tax revenues



*Includes concessionary rights (ANPG)

Exchange Rate



Oil Prices (Brent) and Eurobond Yield 2032