

Market Information

Year-on-year inflation in July stood at 19.5%, a reduction of around 0.3 percentage points compared to the previous month. It should be noted that year-on-year inflation maintains the deceleration trend, despite the recent monthly increases – in July, prices increased by around 1.47% compared to the previous month, and the categories that showed the highest changes were: "Transport" (+11.5%), "Furniture, Household Equipment and Maintenance" (+1.7%) and "Housing, Water, Electricity and Fuels" (+1.3%); in relation to the transport category, the significant increase in prices was due to the adjustment made in public and private taxi fares, due to the increase in the price of fuel, which occurred at the beginning of July. In the category of Food and Non-Alcoholic Beverages, prices rose 0.96%, adding 0.90 percentage points to the overall index. The provinces that recorded the highest year-on-year increases were Cabinda (+29.7%), Namibe (25.2%) and Cuanza-Norte (24.5%) – Luanda recorded the lowest year-on-year increase in prices, 17.3%. For the coming months, we expect the monthly upward movement to continue, considering the beginning of the school term. There is already evidence of adjustments in the values of tuition fees and emoluments in private schools.

President of the Republic approves package of immediate measures to support companies that suffered damage after social upheavals. With the objective of recovering the vandalized companies, in order to allow the resumption of their commercial activities and the maintenance of jobs, a credit line with a limit of AOA 50 Billion (B) was approved, to be granted under specific conditions, with a refund of 100% of VAT to the affected companies and exemption from payment for 3 months of the employer's contribution to Social Security.

Angola recovers guarantees of USD 200 million from JPMorgan after bond recovery. The Angolan Ministry of Finance confirmed last week the recovery of USD 200 million from US bank JPMorgan, following the appreciation of Angolan sovereign bonds in the international market. The repayment took place in May, following the stabilization of the prices of Eurobonds.

Confidence levels in the Angolan economy deteriorate significantly again in Q1 2025. The Consumer Confidence Indicator (CCI) worsened significantly over the first months of the year, reaching the level of 74.7 points. Most of the sub-indicators that make up the CCI recorded year-on-year decreases, with emphasis on expectations regarding the financial situation of households in the next 12 months (-50.0 points) and the country's economic situation in the same period (-59.9 points). These results reflect a loss of purchasing power of consumers because of rising prices in a context of labor market stagnation.

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	26/06/2023
Moody's	B3	Stable	29/11/2024
Standard & Poor's	B-	Stable	04/02/2022

Monetary and Forex data*

	08/08/2025	7 days (%)	Change YTD (%)	12 months (%)
LUIBOR O/N	18,99%	-0,01%	-3,70%	-7,12%
USD/AOA	911,96	0,00%	0,00%	3,86%
AOA/USD	0,00110	0,00%	0,00%	-3,72%
EUR/AOA	1077,9	2,08%	13,53%	12,31%
EUR/USD	1,164	0,47%	12,43%	6,61%
USD/ZAR	17,75	-2,02%	-5,82%	-3,34%

*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%	30.000	56.779	56.779
OT AOA (3 years)	16,75%	12.000	14.139	14.139
OT AOA (3 years)	16,75%	30.000	6.928	6.928
OT AOA (3 years)	16,30%	8.000	9.956	9.956
OT AOA (3 years)	16,30%	30.000	3.489	3.489

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

