

Market Information

Year-on-year inflation in January stood at 14.6%, a deceleration of 1.1 percentage points (pp) compared to December. In the month under review, the CPI recorded a monthly change of 0.7%, which represents a deceleration of 0.3pp compared to the value observed in the previous month and the lowest percentage recorded since April 2015. Among the categories that changed the most, "Communications" (+1.4%), followed by "Food and non-alcoholic beverages" (+0.8%) and "Alcoholic beverages and tobacco" (+0.7%). The provinces that recorded the highest year-on-year increases in price levels were Cabinda (+23.1%), Lunda Sul (+16.9%) and Bié (+16.4%), in the opposite direction Huambo (+12.6%) and Zaire (+12.9%) recorded the lowest year-on-year increases. Year-on-year inflation in the capital reached 13.4%, the lowest value since August 2023, when it stood at 12.9% - the monthly rate of change of the CPI also decelerated by 0.4 pp, standing at 0.8%.

Interbank Money Market (IMM) interest rates remain at 19.0% on average, with mixed movements throughout the first months of the year. The Luibor Overnight, which signals the degree of liquidity of the economy, ended last week at 19.5%, representing an increase of 67 basis points (bps) ytd. The longest maturities - 6, 9 and 12 months - ended the week at 18.8% (-22bps), 19.1% (-20bps) and 20.2% (+18bps), respectively, when compared to the beginning of the year.

A financing agreement was signed between the Republic of Angola and Bilbao Banc Vizcaya Argentina (BBVA), in the amount of USD 148.3 million, to finance the project for the design and construction of integrated infrastructures in the province of Luanda, within the framework of the Luanda Integrated Intervention Plan (PIIL).

Brent prices open the week at USD 67, a slight decrease from last week's closing price, after the United States and Iran signaled that they would continue negotiations on the nuclear deal. The risk premium associated with Brent reduced on Monday, in response to positive signs given by the US and Iranian governments of progress in negotiations on the Middle Eastern country's nuclear intentions, somewhat reducing concerns of a possible armed conflict that would affect Iranian oil supplies, especially after the United States reinforced its presence, with the deployment of warships in that region, thus generating rumors of a possible escalation of the conflict.

Macroeconomic Forecasts

| Indicator | 2024* | 2025** | 2026** |
|-------------------------|-------|--------|--------|
| GDP change (%) | 4.4 | 1.9 | 3.3 |
| Average Inflation (%) | 28.2 | 20.2 | 12.6 |
| 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*

| | 06/02/2026 | Change | | |
|------------|------------|------------|---------|---------------|
| | | 7 days (%) | YTD (%) | 12 months (%) |
| LUIBOR O/N | 19.46% | 0.02% | 0.67% | -1.25% |
| USD/AOA | 912.13 | 0.00% | -0.02% | 0.01% |
| AOA/USD | 0.00110 | 0.00% | 0.02% | -0.01% |
| EUR/AOA | 1075.0 | -1.08% | 0.52% | 13.79% |
| EUR/USD | 1.182 | -0.30% | 0.59% | 13.79% |
| USD/ZAR | 16.03 | -0.72% | -3.20% | -13.05% |

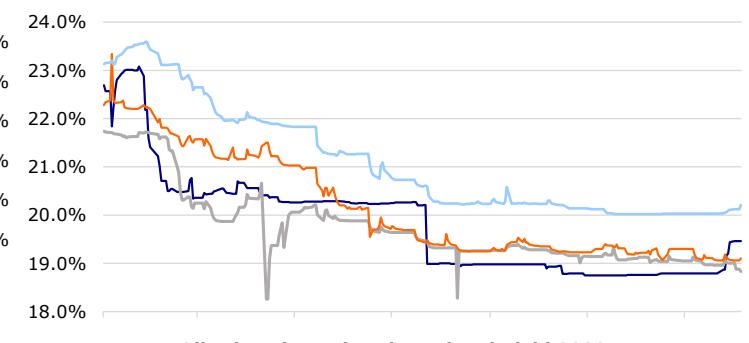
*Change of USD/AOA (or EUR/AOA) shows the appreciation of the USD (or EUR) against the Kwanza; the change of AOA/USD shows the appreciation/depreciation of the Kwanza against the USD.

Weekly domestic debt securities auctions

| Term | Yield | Offer | Demand | Allocated |
|------------------|--------|--------|--------|-----------|
| OT AOA (3 years) | 16.75% | 10,000 | 2,000 | 2,000 |
| OT AOA (3 years) | 17.25% | 25,000 | 24,151 | 24,151 |
| OT AOA (5 years) | 16.75% | 55,000 | 2,586 | 2,586 |
| OT AOA (5 years) | 17.25% | 25,000 | 24,473 | 24,473 |

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

Luibor



Oil Prices (Brent) and Eurobond Yield 2032

