Banco de Fomento Angola
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Market Information

Oil production in June stood at approximately 31.2 million barrels, equivalent to an average of around 1.04 million barrels per day (mbd). This performance reflects a year-on-year increase of approximately 3.7%, although it represents a month-on-month slowdown of 1.4%. Associated gas production also recorded an 11.1% year-on-year increase, reaching 79.9 million cubic feet (mcf), corresponding to a daily average of 2.6 mcf.During the first half of the year, oil production averaged 1.03 mbd, representing a year-on-year increase of approximately 0.5%. In terms of production by block, Blocks 17, 15 and 15/06 accounted for around 60% of the country's total oil production during the semester, consolidating their position as the main producing hubs and reinforcing their strategic importance for the development and sustainability of the oil sector.

Government debt stood at USD 72.04 billion (b) at the end of the first half of the year, representing an increase of 9.1% compared with the end of 2025, according to data from the Debt Management Unit. Of the total amount, 70.7% corresponds to external debt, equivalent to USD 50.9 b, while the remaining USD 21.1 b relates to domestic debt. According to the Debt Management Unit, the operations carried out improved the government's debt maturity profile by ensuring a more balanced distribution of repayments over time and mitigating refinancing risks. Regarding external debt, transactions conducted in the international markets contributed to a better distribution of maturities over the medium and long term. As for domestic debt, changes to the maturity profile reflected a series of operations aimed at balancing the maturity structure, with a focus on issuing medium- and long-term instruments, as well as conducting debt portfolio exchange operations.

Brent crude oil prices closed the week trading at USD 96.8 per barrel, up USD 8.7 from the previous week, driven by geopolitical tensions in the Middle East. Oil prices rose sharply, reaching USD 100 per barrel on Thursday (a level last seen during the third week of May), following an attack by the Iran-backed Houthis involving missiles and drones against two Saudi oil tankers in the Red Sea.The incident heightened concerns over potential disruptions to global oil supplies, extending risks beyond the Strait of Hormuz and reinforcing concerns about the security of key maritime oil transport routes. In this context, Asian buyers began discussing the possibility of rerouting Saudi oil imports via the Cape of Good Hope, bypassing the usual Red Sea route, in order to mitigate the risks associated with escalating tensions in the region.

Macroeconomic Forecasts

Indicator	2025*	2026**	2027**
GDP change (%)	3.1	3.3	4.0
Average Inflation (%)	20.2	10.2	11.6
Current Account (% GDP)	5.3	4.5	3.8

*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*

	24/07/2026	Change 7 days (%)	Change YTD (%)	Change 12 months (%)
LUIBOR O/N	12.03%	0.00%	-6.76%	-8.17%
USD/AOA	912.63	0.00%	0.04%	0.07%
AOA/USD	0.00110	0.00%	-0.04%	-0.07%
EUR/AOA	1038.1	-3.09%	-2.94%	-3.23%
EUR/USD	1.137	-0.60%	-3.20%	-3.23%
USD/ZAR	16.84	1.90%	1.67%	-4.50%

*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 (4 years)	16.75%	8,500	8,400	8,400
OT AOA (4 years)	16.75%	44,000	20,000	20,000
OT AOA (5 years)	17.25%	10,000	5,556	5,556
OT AOA (7 years)	17.75%	5,000	5,000	5,000
OT AOA (7 years)	17.75%	10,000	3,704	3,704

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