



Economy

Bank lending increased by 14.8% y/y in Aug-25

In Aug-25, the banking sector loan portfolio grew by 14.8% y/y (+1.0% m/m), excluding FX effect, slightly below July's 14.9% y/y pace. In unadjusted terms, the loan portfolio increased by 15.7% y/y (+1.0% m/m), reaching GEL 66.8bn (US\$ 24.8bn). By segment, loans to legal entities increased by 15.4% y/y (excluding FX effect), while retail loans rose by 14.3% y/y. Loan dollarization stood at 42.4% (flat m/m and -1.49ppts y/y) in Aug-25.

On the funding side, deposits advanced by 11.6% y/y (excluding FX effect) to GEL 63.0bn (US\$ 23.1bn) in Aug-25, compared with 10.9% y/y growth in the previous month. In terms of currency breakdown, GEL deposits grew by 8.1% y/y (+8.8% y/y in Jul-25) and FX deposits (exc. FX effect) growth accelerated to 15.3% y/y (+13.2% y/y in Jul-25). Deposit dollarization stood at 49.7%, flat m/m and up 1.90ppts y/y in Aug-25.

NBG purchased US\$ 199.6mn in Aug-25

NBG intervened on FX market and purchased US\$ 199.6mn through BMatch platform in Aug-25. Overall, the NBG's net purchases reached US\$ 1.5bn in 8M25.

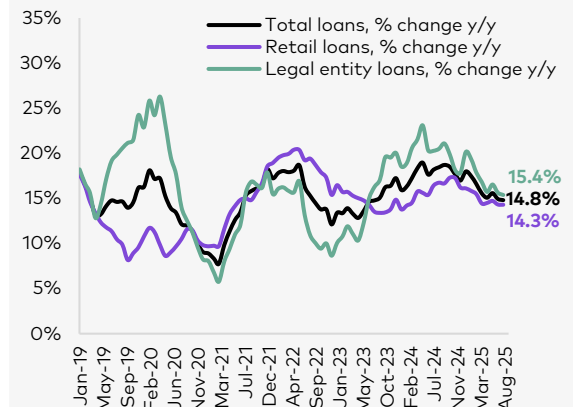
Key macro indicators

	2024	2025F
Real GDP growth (% change)	9.4%	7.5%
GDP per capita (ppp)	28,258	32,245
GDP per capita (US\$)	9,141	10,036
Population (mn)	3.7	3.7
Inflation (average)	1.1%	3.7%
Gross reserves (US\$ bn)	4.4	4.9
CAD (% of GDP)	4.5%	5.0%
Fiscal deficit (% of GDP)	2.4%	2.5%
Total public debt (% of GDP)	36.1%	34.7%
Fitch/S&P/Moody's*	BB/BB/Baa2	

Source: Official data, Rating agencies, Galt & Taggart

*Latest sovereign credit ratings

Banking sector loan portfolio growth (excluding FX-effect)



Source: NBG

NBG's net FX interventions, US\$ mn



Source: NBG

Note: +/- signs mean reserve accumulation/selling



Money market

Ministry of Finance T-bills/T-notes

5.8-year GEL 60.0mn (US\$ 22.0mn) treasury notes were sold at the auction held at NBG on September 23, 2025. Total demand was 3.2x higher and the weighted average yield was fixed at 9.353%, down by 0.248ppts from previous auction held in Aug-25.

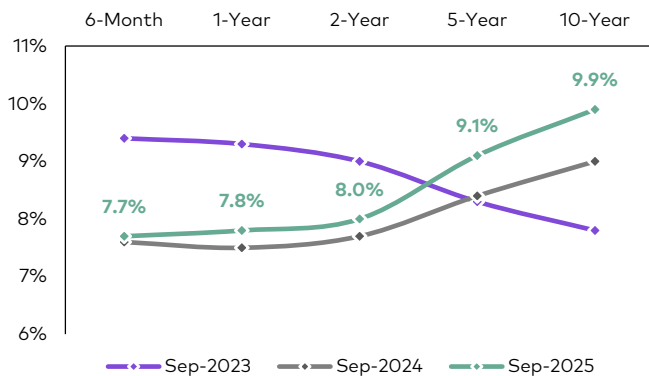
The nearest treasury security auction is scheduled for October 7, 2025, where GEL 20.0mn nominal value 6-month T-bills and 50.0mn nominal value 3.9-year treasury notes will be sold.

T-bills / T-notes in 2025

Maturity	YTD placements, GEL mn	Remaining placements, GEL mn	Outstanding amount, GEL mn*
Short-term (less than 1-year)	450	120	390
Long-term (over 1-year)	1,738	615	10,309
Total	2,188	735	10,699

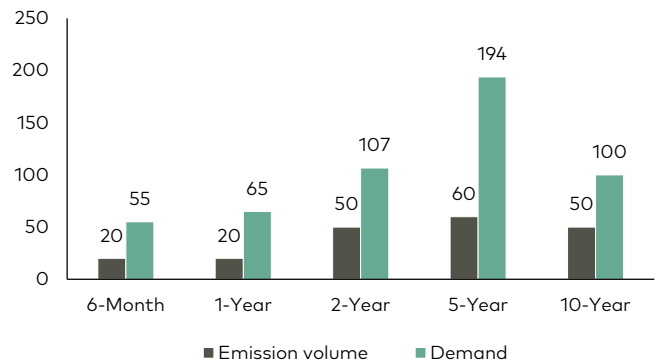
Source: MoF
*As of August 2025

T-bills / T-notes, yield curve



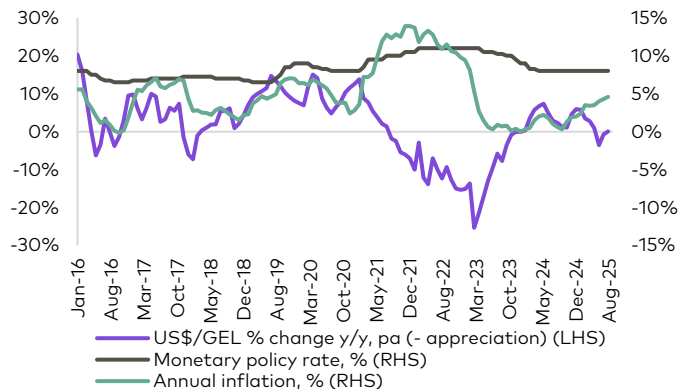
Source: NBG

Emission volume vs. demand on latest T-bills / T-notes auctions, GEL mn



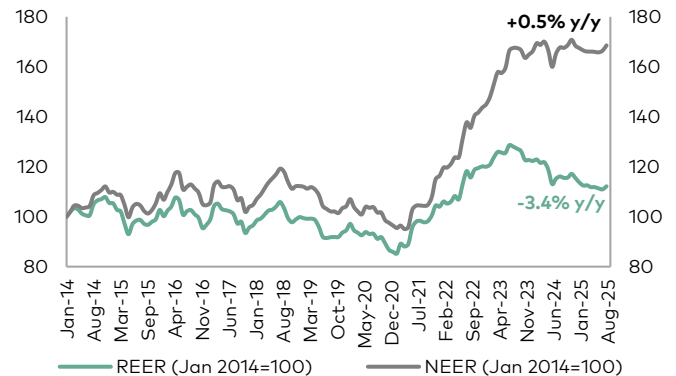
Source: NBG

Monetary policy rate, inflation and FX rate



Source: NBG, Geostat

Nominal and real effective exchange rates



Source: NBG

Note: Index growth/decline means appreciation/depreciation of exchange rate



Fixed income

Georgian Eurobonds

Issuer	Currency	Amount, mn	Coupon	Issue date	Maturity date	Ratings (Fitch/S&P/Mood y/Scope)	Mid price	Mid yield, %	Z-spread, bps
GEORG 04/26	USD	500	2.750%	Apr-21	Apr-26	BB/BB/Ba2	98.21	6.18	230.16
GRAIL 06/28	USD	500	4.000%	Jun-21	Jun-28	BB-/BB-/	93.72	6.54	312.00
GEBGG 9 1/2 PERP	USD	300	9.500%	Apr-24	n/a	B-/-/B2	101.73	8.95	548.06
SILKNET 01/27	USD	300	8.375%	Jan-22	Jan-27	BB-/-/B1	101.33	7.17	na
SILKRDH 09/30	USD	400	7.500%	Sep-25	Sep-30	BB-/-/B1	100.84	7.31	384.45
TBC 8.894 PERP	USD	75	8.894%	Nov-21	n/a	B-/-/	99.89	9.21	555.02
TBC 10 1/4 PERP	USD	300	10.250%	Apr-24	n/a	-/-/B2	102.18	9.45	612.25
CGEOLN 07/29	USD	300	8.875%	Jul-24	Jul-29	BB-/BB-/	105.84	7.09	313.40

■ Galt & Taggart-led and/or co-managed deals
Source: Bloomberg

Georgian local bonds

Issuer	Currency	Amount, mn	Coupon	Issue date	Maturity date	Ratings (Fitch/S&P/Moody/ Scope)	Mid price	Mid yield
USD								
Geo. Renewable Power Oper.	USD	80	7.00%	Oct-22	Oct-27	-/-/-/-	100.00	7.00%
Silk Real Estate	USD	20	9.00%	Apr-23	Apr-26	-/-/-/-	99.99	9.00%
Georgia Capital	USD	150	8.50%	Aug-23	Aug-28	-/BB-/	101.08	8.13%
Silk Real Estate	USD	20	9.25%	Sep-23	Sep-26	-/-/-/-	100.91	8.63%
Geosteel	USD	5	8.50%	Dec-23	Dec-25	-/-/-/-	99.63	8.75%
IG Development	USD	20	8.50%	Dec-23	Dec-25	-/-/-/-	99.61	8.75%
Tegeta Motors	USD	5	8.50%	Jun-24	Jun-26	-/-/-/BB-	n/a	8.63%
Tegeta Motors	USD	3.3	8.50%	Jun-24	Jun-26	-/-/-/BB-	n/a	8.63%
IG Development	USD	19.5	8.50%	Jul-24	Jul-26	-/-/-/-	n/a	8.63%
Tegeta Motors	USD	5	8.50%	Jul-24	Jul-26	-/-/-/BB-	n/a	n/a
MP Development	USD	5	8.75%	Jul-24	Jul-26	-/-/-/-	n/a	8.75%
JSC BasisBank	USD	20	7.00%	Aug-24	Aug-27	-/-/-/-	n/a	7.00%
Georgia Real Estate	USD	25	8.50%	Aug-24	Aug-26	-/-/-/-	n/a	8.50%
Chavchavadze 64B	USD	10	8.75%	Aug-24	Aug-26	-/-/-/-	n/a	8.75%
Tegeta Motors	USD	5	8.25%	Dec-24	Dec-26	-/-/-/BB-	n/a	n/a
MP Development	USD	17.7	8.50%	Apr-25	Apr-27	-/-/-/-	n/a	n/a
Tegeta Motors	USD	10.0	8.00%	Apr-25	Apr-27	-/-/-/BB-	n/a	n/a
Tegeta Motors	USD	10.0	8.00%	Apr-25	Apr-27	-/-/-/BB-	n/a	n/a
Energy Development Georgia	USD	10.0	8.50%	Jun-25	Jun-27	-/-/-/-	n/a	n/a
ALMA	USD	30.0	8.50%	Jul-25	Jul-27	-/-/-/-	n/a	n/a

■ Galt & Taggart-led and/or co-managed deals
Source: Bloomberg, Galt & Taggart



Fixed income

Georgian local bonds

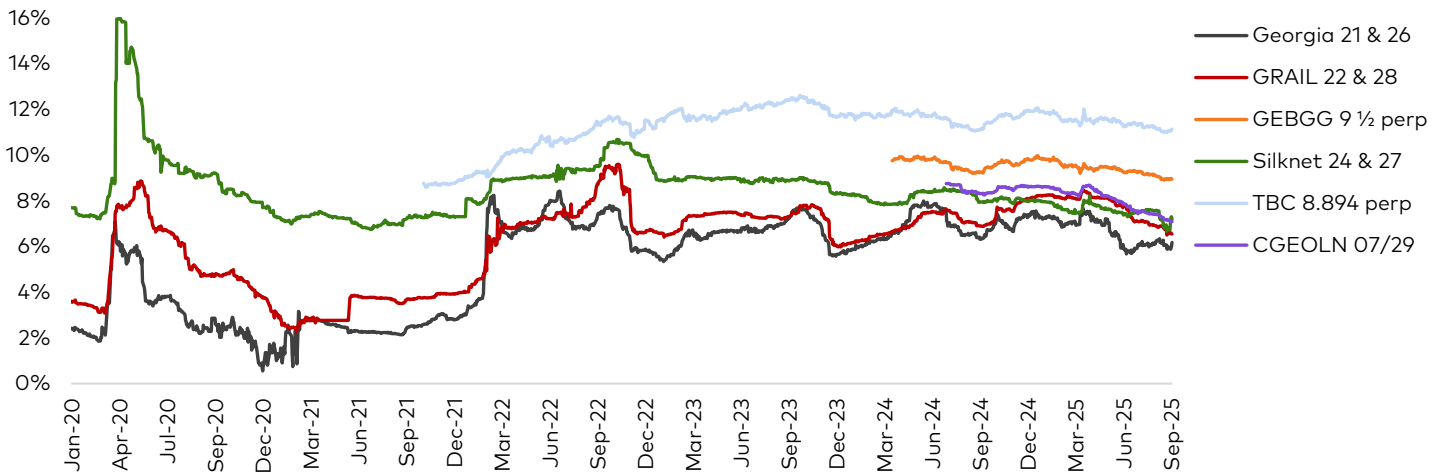
Issuer	Currency	Amount, mn	Coupon	Issue date	Maturity date	Ratings (Fitch/S&P/Moody/Scope)	Mid price	Mid yield, %
EUR								
Tegeta Motors	EUR	4	7.00%	Dec-23	Dec-25	-/-/BB-	99.63	7.25%
Tegeta Motors	EUR	7	6.75%	Dec-23	Dec-25	-/-/BB-	100.37	6.15%
IG Development	EUR	5	7.00%	Jan-24	Jan-26	-/-/BB-	99.60	6.15%
Tegeta Motors	EUR	10	6.75%	May-24	May-26	-/-/BB-	n/a	n/a
MP Development	EUR	3	7.75%	Jul-24	Jul-26	-/-/BB-	n/a	7.75%
Chavchavadze 64B	EUR	3	7.75%	Aug-24	Aug-26	-/-/BB-	n/a	7.75%
ALMA	EUR	8.5	7.25%	Jul-25	Jul-27	-/-/BB-	n/a	n/a
GEL								
Nikora	GEL	35	TIBR3M + 3.50%	Nov-22	Nov-25	-/-/BB-	100.00	11.58%
Tegeta Motors	GEL	150	TIBR3M + 3.50%	Dec-22	Dec-25	-/-/BB-	n/a	n/a
MFO Rico Express	GEL	130	TIBR1D + 2.00%	Mar-23	Mar-26	-/-/BB+	n/a	n/a
TBC Leasing	GEL	100	TIBR3M + 3.00%	Mar-23	Mar-26	BB-/BB-	n/a	n/a
TBC Leasing	GEL	15	TIBR3M + 2.75%	Jun-23	Jun-26	BB-/BB-	n/a	n/a
Tegeta Motors	GEL	20	TIBR6M + 3.50%	Jun-23	Dec-25	-/-/BB-	n/a	n/a
Tegeta Motors	GEL	20	14.5%	Dec-23	Dec-25	-/-/BB-	n/a	n/a
Cellfie	GEL	65	TIBR6M + 3.50%	Dec-23	Dec-26	-/-/BB-	100.00	12.33%
Tegeta Motors	GEL	10	13.50%	Jul-24	Jul-26	-/-/BB-	n/a	n/a
Tegeta Motors	GEL	15	13.50%	Aug-24	Aug-26	-/-/BB-	100.00	13.50%
Nikora Trade	GEL	60	TIBR3M + 3.25%	Oct-24	Oct-29	-/-/BB-	n/a	n/a
MFO MBC	GEL	30	TIBR3M + 4.25%	Dec-24	Dec-26	-/-/BB+	n/a	n/a
MFO MBC	GEL	30	TIBR3M + 4.00%	Apr-25	Apr-27	-/-/BB+	n/a	n/a
Nikora Trade	GEL	60	TIBR3M + 3.50%	Jul-25	Jul-30	-/-/BB-	n/a	n/a
Georgian Healthcare Group	GEL	350	TIBR + 3.75%	Sep-25	Sep-30	-/-/BB-	n/a	n/a
Nikora	GEL	60	TIBR3M + 3.50%	Sep-25	Sep-30	-/-/BB-	n/a	n/a

■ Galt & Taggart-led and/or co-managed deals
Source: Bloomberg, Galt & Taggart



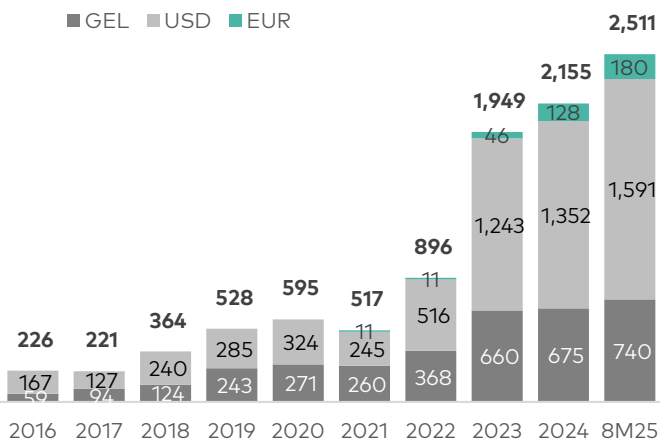
Fixed income

Georgian Eurobonds, YTM



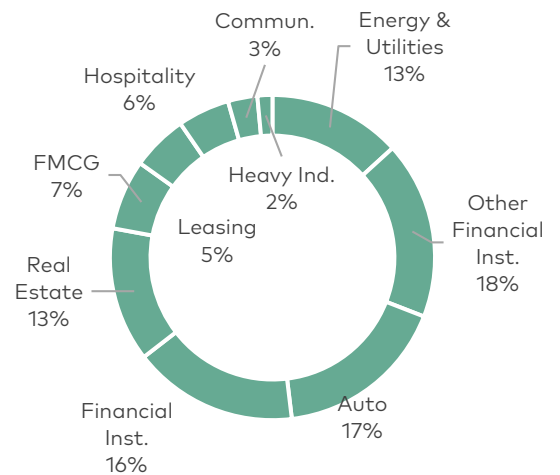
Source: Bloomberg

Georgian local corporate public bonds outstanding, GEL mn



Source: Galt & Taggart
Note: USD and EUR bonds are converted into GEL as of issuance date

Georgian local corporate public bonds outstanding by sector

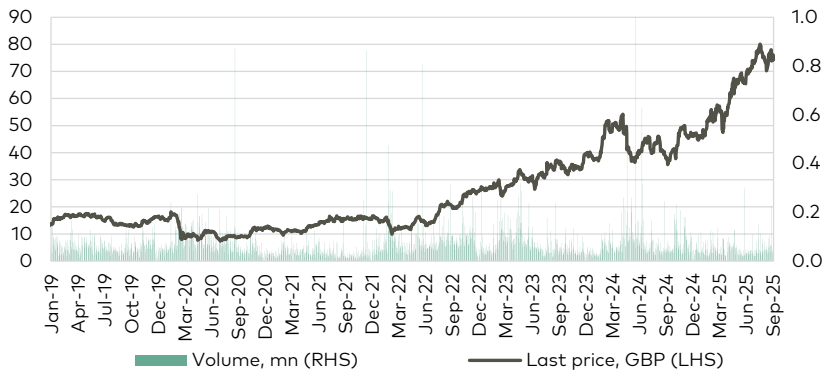


Source: Galt & Taggart



Equities

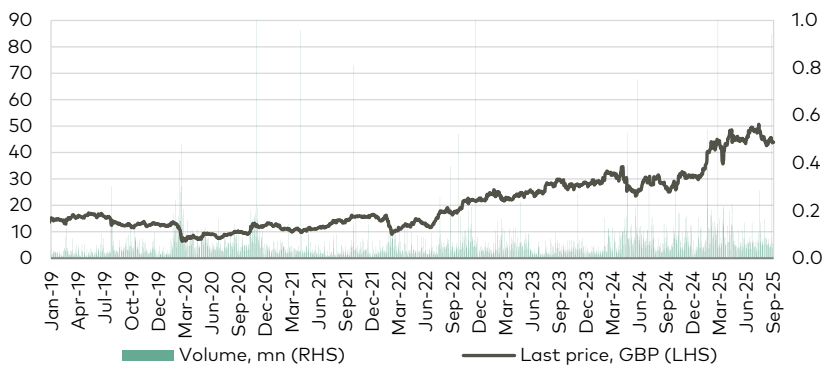
Bank of Georgia Group (BGEO LN)



Source: Bloomberg

Lion Finance Group (BGEO LN) shares closed at GBP 74.35/share (+0.61% w/w and -0.93% m/m). More than 256k shares traded in the range of GBP 73.50 - 77.15/share. Average daily traded volume was 65k in the last 4 weeks. The volume of BGEO shares traded was at 0.58% of its capitalization.

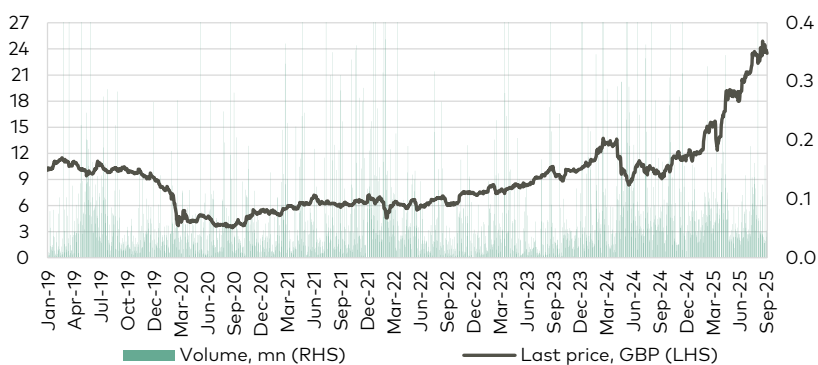
TBC Bank Group (TBCG LN)



Source: Bloomberg

TBC Bank Group (TBCG LN) closed the week at GBP 43.85/share (-1.90% w/w and -2.12% m/m). More than 289k shares changed hands in the range of GBP 43.15 - 44.60/share. Average daily traded volume was 105k in the last 4 weeks. The volume of TBCG shares traded was at 0.51% of its capitalization.

Georgia Capital (CGEO LN)



Source: Bloomberg

Georgia Capital (CGEO LN) shares closed at GBP 23.50/share (-2.08% w/w and +5.15% m/m). More than 263k shares traded in the range of GBP 23.05 - 24.45/share. Average daily traded volume was 59k in the last 4 weeks. The volume of CGEO shares traded was at 0.67% of its capitalization.



Equities, continued

Eastern European banks

	Ticker	Currency	Share price	Mcap, mn	6M chg	y/y chg	YTD chg	P/E			P/B		
								2023	2024	2025F	2023	2024	2025F
Lion Finance Group	BGEO	GBP	74.35	3,304	30.0%	94.6%	57.9%	4.36x	2.92x	5.84x	1.25x	1.02x	1.61x
TBC	TBC	GBP	43.85	2,470	-1.5%	63.0%	40.5%	4.68x	4.80x	6.15x	1.15x	1.12x	na
Halyk Bank	HSBK	USD	25.40	6,924	19.5%	47.7%	30.7%	2.57x	na	3.68x	0.72x	na	na
Akbank	AKBNK	TRY	61.80	321,360	14.6%	-2.1%	-4.7%	2.86x	7.96x	4.86x	0.9x	1.4x	1.07x
Garanti	GARAN	TRY	139.80	587,160	17.3%	12.9%	12.4%	2.84x	5.73x	5.11x	1.00x	1.58x	1.40x
Isbank	ISCTR	TRY	14.15	353,750	11.1%	-0.6%	4.5%	3.23x	7.43x	4.16x	0.87x	1.06x	0.89x
PKO	PKO	PLN	70.52	88,150	-10.2%	21.2%	18.0%	11.44x	na	8.39x	1.39x	na	1.57x
PEKAO	PEO	PLN	176.75	46,392	-3.2%	16.1%	28.2%	5.99x	5.68x	6.75x	1.31x	1.13x	1.36x
Millennium	MIL	PLN	14.79	17,942	2.5%	66.7%	66.2%	17.78x	15.08x	7.35x	1.47x	1.39x	2.05x
Mbank	MBK	PLN	902.80	38,366	6.0%	41.7%	65.0%	na	10.36x	8.23x	1.65x	1.31x	1.98x
BRD	BRD	RON	20.15	14,043	9.5%	-1.7%	8.1%	7.62x	8.52x	9.25x	1.42x	1.38x	1.41x
Banca Transilvania	TLV	RON	28.10	25,764	16.4%	20.2%	23.8%	6.69x	4.86x	6.43x	1.46x	na	1.59x
Komerčni	KOMB	CZK	1,030.00	195,751	-8.1%	28.8%	21.4%	8.76x	9.29x	11.35x	1.09x	1.27x	1.55x
Mean								6.57x	7.51x	6.73x	1.21x	1.27x	1.50x
Median								5.34x	7.43x	6.43x	1.25x	1.29x	1.55x

Source: Bloomberg, S&P Capital IQ



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