



Economy

Georgia's economy grew by 6.5% y/y in Jul-25

In Jul-25, Georgia's economy grew by 6.5% y/y, slightly above the 6.3% y/y growth posted in previous month. Cumulatively, real GDP increased by 8.0% y/y in 7M25. July's growth was supported by strong performance in transport & storage, ICT, arts & entertainment and trade sectors, while manufacturing and construction sectors contracted. We forecast real GDP growth at 7.5% in 2025 (see latest macro forecasts [here](#)).

Bank lending increased by 14.9% y/y in Jul-25

In Jul-25, the banking sector loan portfolio increased by 14.9% y/y (+0.3% m/m), excluding FX effect, after a 15.6% y/y growth in previous month. In unadjusted terms, loan portfolio rose by 15.7% y/y (-0.2% m/m), reaching GEL 66.1bn (US\$ 24.4bn), after growing 15.5% y/y in Jun-25. By sector, loans to legal entities increased by 15.6% y/y (excluding FX effect), while retail loans rose by 14.3% y/y. Loan dollarization reduced to 42.4% (-0.69ppts m/m and -1.86ppts y/y) in Jul-25.

On the deposits side, there was a 10.9% y/y increase (excluding FX effect) to GEL 62.0bn (US\$ 22.8bn) in Jul-25, following a 11.6% y/y growth in previous month. In terms of currency breakdown, GEL deposits grew by 8.8% y/y (+9.5% y/y in Jun-25) and FX deposits (exc. FX effect) increased by 13.2% y/y (+13.7% y/y in Jun-25). In addition, deposit dollarization stood at 49.7% in Jul-25 (flat m/m and +1.17ppts y/y).

NBG purchased US\$ 416.9mn in Jul-25

GEL's appreciation trend enabled the NBG to buy a solid US\$ 416.9mn on the FX market in July 2025. Overall, the NBG's net purchases reached US\$ 1.3bn in 7M25.

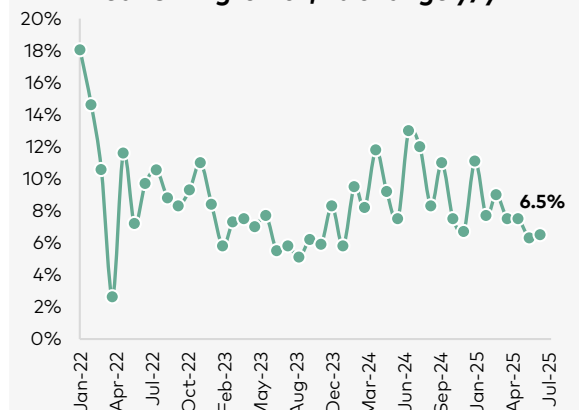
Key macro indicators

	2024	2025F
Real GDP growth (% change)	9.4%	7.5%
GDP per capita (ppp)	28,258	32,205
GDP per capita (US\$)	9,141	10,024
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/Ba2	

Source: Official data, Rating agencies, Galt & Taggart

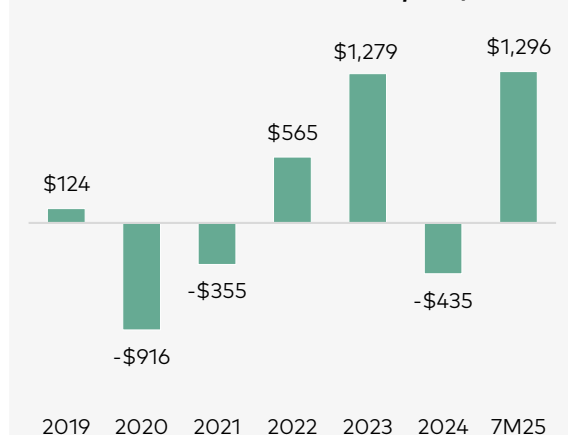
*Latest sovereign credit ratings

Real GDP growth, % change y/y



Source: Geostat

NBG's net FX interventions, US\$ mn



Source: NBG

Note: +/- signs mean reserve accumulation/selling



Money market

Ministry of Finance T-bills/T-notes:

5.9-year GEL 60.0mn (US\$ 22.2mn) treasury notes were sold at the auction held at NBG on August 26, 2025. Total demand was 1.2x higher and the weighted average yield was fixed at 9.601%, up by 0.030ppts from previous auction held in Jul-25.

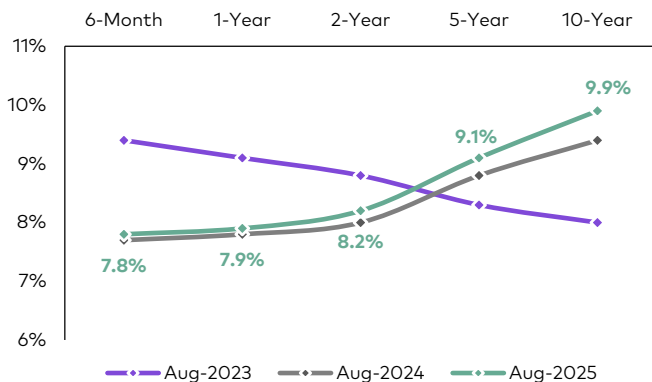
The nearest treasury security auction is scheduled for September 2, 2025, where GEL 20.0mn nominal value 6-month T-bills and GEL 50.0mn nominal value 4.0-year treasury notes will be sold.

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)	410	160	420
Long-term (over 1-year)	1,541	880	10,156
Total	1,951	1,040	10,576

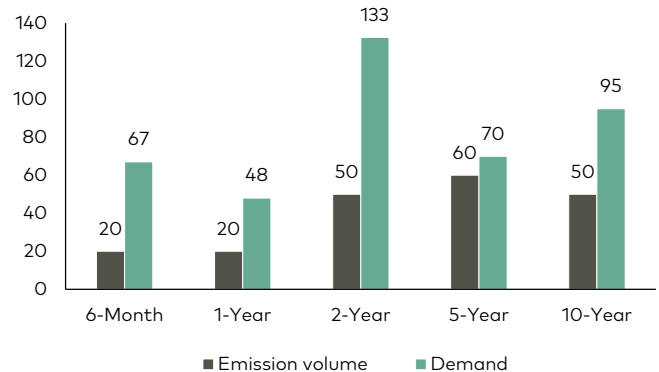
Source: MoF
*As of July 2025

T-bills / T-notes, yield curve



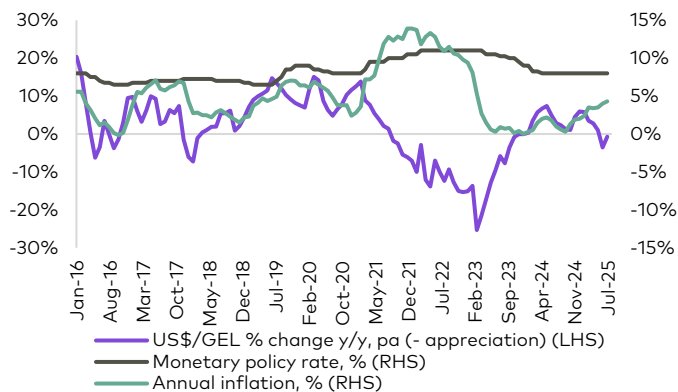
Source: NBG

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



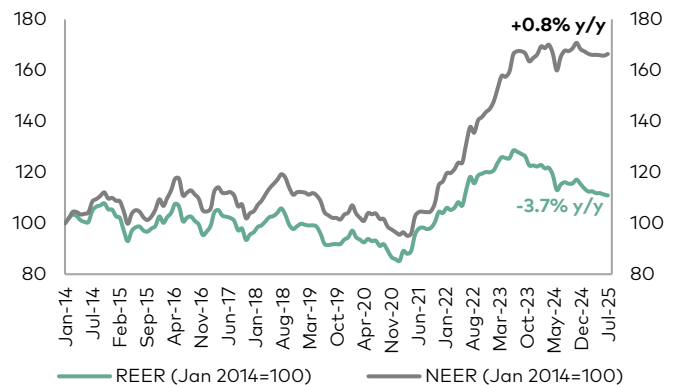
Source: NBG

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	97.84	6.29	233.14
GRAIL 06/28	USD	500	4.000%	Jun-21	Jun-28	BB-/BB-/-	92.78	6.89	355.07
GEBGG 9 1/2 PERP	USD	300	9.500%	Apr-24	n/a	B-/-/B2	100.67	9.12	605.46
SILKNET 01/27	USD	300	8.375%	Jan-22	Jan-27	BB-/-/B1	101.04	7.52	140.87
TBC 8.894 PERP	USD	75	8.894%	Nov-21	n/a	B-/-/B-	99.07	9.60	600.35
TBC 10 1/4 PERP	USD	300	10.250%	Apr-24	n/a	-/-/B2	101.82	9.47	641.34
CGEOLN 07/29	USD	300	8.875%	Jul-24	Jul-29	BB-/BB-/-	104.93	7.41	364.40

■ 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-/B-	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

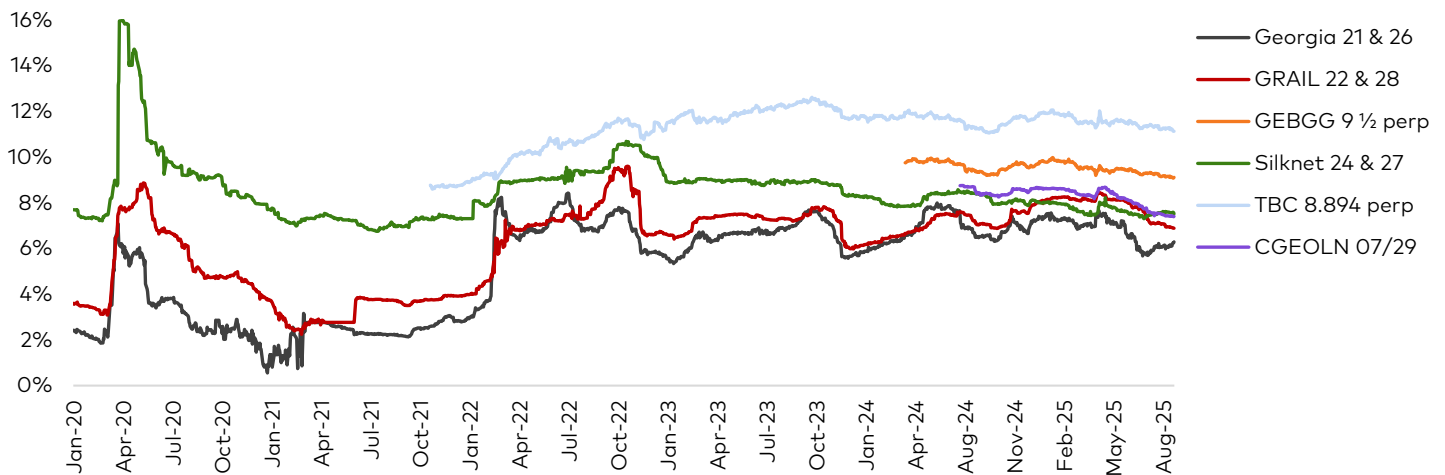
Issuer	Currency	Amount, mn	Coupon	Issue date	Maturity date	Ratings (Fitch/S&P/Moody/ Scope)	Mid price	Mid yield, %
EUR								
Tegeta Motors	EUR	4	7.00%	Dec-23	Dec-25	-/-/BB-	99.63	7.25%
Tegeta Motors	EUR	7	6.75%	Dec-23	Dec-25	-/-/BB-	100.37	6.15%
IG Development	EUR	5	7.00%	Jan-24	Jan-26	-/-/-/-	99.60	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	-/-/-/-	n/a	7.75%
Chavchavadze 64B	EUR	3	7.75%	Aug-24	Aug-26	-/-/-/-	n/a	7.75%
ALMA	EUR	8.5	7.25%	Jul-25	Jul-27	-/-/-/-	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	-/-/B+	n/a	n/a
TBC Leasing	GEL	100	TIBR3M + 3.00%	Mar-23	Mar-26	BB/-/-/-	n/a	n/a
TBC Leasing	GEL	15	TIBR3M + 2.75%	Jun-23	Jun-26	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	-/-/B+	n/a	n/a
MFO MBC	GEL	30	TIBR3M + 4.00%	Apr-25	Apr-27	-/-/B+	n/a	n/a
Nikora Trade	GEL	60	TIBR3M + 3.50%	Jul-25	Jul-30	-/-/BB-	n/a	n/a

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



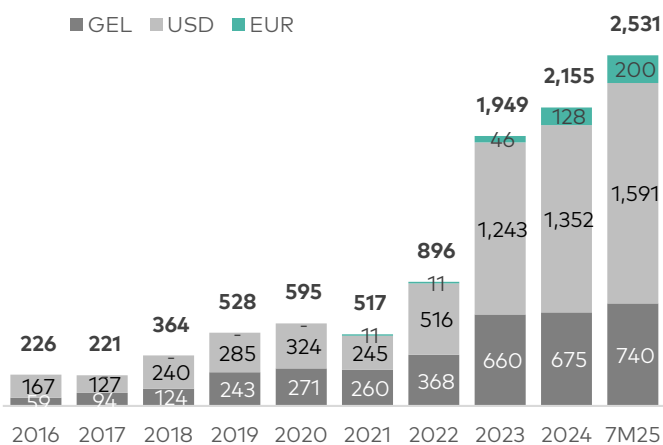
Fixed income

Georgian Eurobonds, YTM



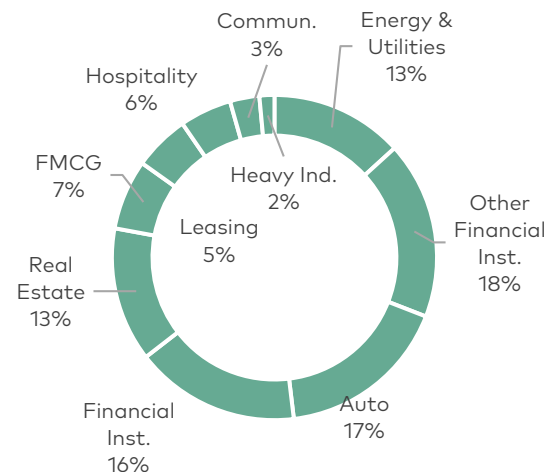
Source: Bloomberg

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

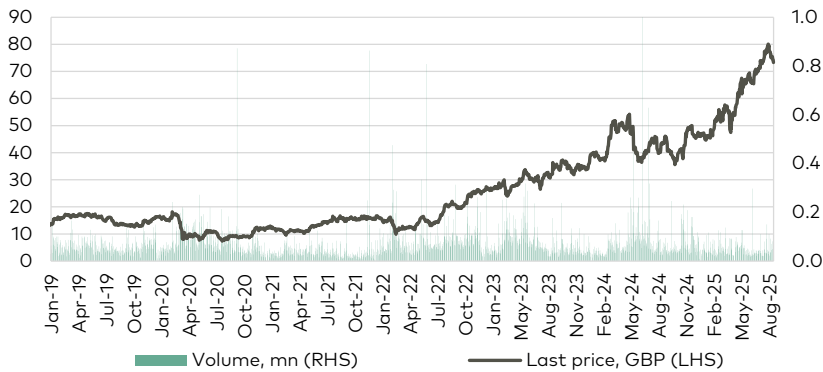


Source: Galt & Taggart



Equities

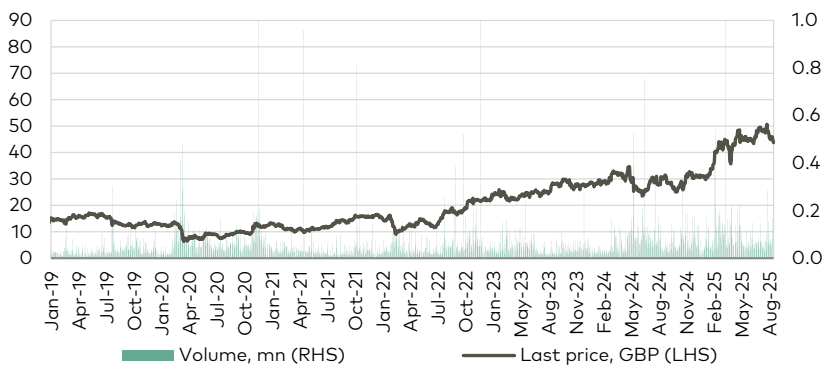
Bank of Georgia Group (BGEO LN)



Source: Bloomberg

Lion Finance Group (BGEO LN) shares closed at GBP 73.30/share (-2.85% w/w and -2.72% m/m). More than 214k shares traded in the range of GBP 72.80 - 76.20/share. Average daily traded volume was 57k in the last 4 weeks. The volume of BGEO shares traded was at 0.48% of its capitalization.

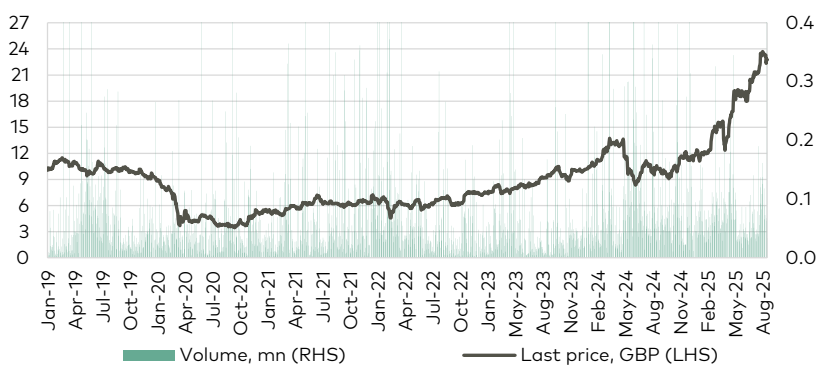
TBC Bank Group (TBCG LN)



Source: Bloomberg

TBC Bank Group (TBCG LN) closed the week at GBP 43.75/share (-4.68% w/w and -9.89% m/m). More than 402k shares changed hands in the range of GBP 43.75 - 45.70/share. Average daily traded volume was 91k in the last 4 weeks. The volume of TBCG shares traded was at 0.71% of its capitalization.

Georgia Capital (CGEO LN)



Source: Bloomberg

Georgia Capital (CGEO LN) shares closed at GBP 22.75/share (-2.36% w/w and +6.56% m/m). More than 1.2mn shares traded in the range of GBP 22.15 - 23.45/share. Average daily traded volume was 142k in the last 4 weeks. The volume of CGEO shares traded was at 3.07% 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	73.30	3,257	38.6%	59.0%	55.6%	4.36x	2.92x	5.77x	1.25x	1.02x	1.58x
TBC	TBC	GBP	43.75	2,464	1.7%	38.9%	40.2%	4.68x	4.80x	6.12x	1.15x	1.12x	na
Halyk Bank	HSBK	USD	26.25	7,156	30.6%	51.0%	35.0%	2.57x	na	3.61x	0.72x	na	na
Akbank	AKBNK	TRY	68.25	354,900	1.4%	17.1%	5.2%	2.86x	7.96x	5.14x	0.9x	1.4x	1.19x
Garanti	GARAN	TRY	144.10	605,220	12.0%	28.3%	15.8%	2.84x	5.73x	5.23x	1.00x	1.58x	1.45x
Isbank	ISCTR	TRY	15.05	376,250	-0.8%	13.8%	11.2%	3.23x	7.43x	4.51x	0.87x	1.06x	0.94x
PKO	PKO	PLN	71.00	88,750	2.7%	23.1%	18.8%	11.44x	na	8.49x	1.39x	na	1.58x
PEKAO	PEO	PLN	183.25	48,098	7.8%	16.1%	32.9%	5.99x	5.68x	7.35x	1.31x	1.13x	1.40x
Millennium	MIL	PLN	14.09	17,093	21.5%	55.7%	58.3%	17.78x	15.08x	7.09x	1.47x	1.39x	1.96x
Mbank	MBK	PLN	878.20	37,321	18.6%	38.5%	60.5%	na	10.36x	8.46x	1.65x	1.31x	1.93x
BRD	BRD	RON	19.74	13,757	10.8%	-8.6%	5.9%	7.62x	8.52x	9.00x	1.42x	1.38x	1.38x
Banca Transilvania	TLV	RON	27.50	25,214	14.3%	13.0%	21.1%	6.69x	4.86x	6.30x	1.46x	na	1.56x
Komerční	KOMB	CZK	1,021.00	194,040	-2.1%	34.3%	20.3%	8.76x	9.29x	11.57x	1.09x	1.27x	1.54x
Mean								6.57x	7.51x	6.82x	1.21x	1.27x	1.50x
Median								5.34x	7.43x	6.30x	1.25x	1.29x	1.54x

Source: Bloomberg, S&P Capital IQ



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