



## Economy

### Unemployment rate stood at 14.3% in 2Q25

The unemployment rate rose by 0.6ppts y/y to 14.3% in 2Q25, mainly reflecting a 6.5% y/y (-2.9% q/q) decline in self-employed individuals. The number of hired employees grew modestly by 0.5% y/y (-1.9% q/q), making up 68.8% of total employment. Notably, labor force participation rate reduced by 0.3ppts y/y to 54.1% in 2Q25.

Overall, unemployment rate averaged 14.5% (+0.6ppts y/y) in 1H25.

### Trade deficit reduced by 3.4% y/y in Jul-25

In Jul-25, goods exports decreased by 10.8% y/y to US\$ 610.4mn, after a 10.4% y/y growth in previous month. Goods imports also declined by 6.6% y/y to US\$ 1.5bn, after a 4.4% y/y rise in previous month. Consequently, the trade deficit reduced by 3.4% y/y to US\$ 854.2mn in Jul-25.

The top 5 exported commodities were cars (+1.2% y/y), precious metals (+81.1% y/y), spirits (-16.1% y/y), wine (+33.5% y/y) and aerated waters (+4.7% y/y) in Jul-25. A 9.4% of exports were directed to the EU (+61.8% y/y), 75.9% to the CIS (-2.5% y/y) and 14.6% to other countries (-48.3% y/y).

The top 5 imports were cars (-31.8% y/y), petroleum (-8.7% y/y), pharmaceuticals (+18.4% y/y), phones (+11.8% y/y) and bars and rods of iron (+71.7% y/y) in Jul-25.

Overall, in 7M25, the trade deficit increased by 11.9% y/y to US\$ 6.5bn, as exports grew by 9.0% y/y to US\$ 3.8bn and imports were up by 10.8% y/y, reaching US\$ 10.3bn. Notably, excluding one-off paintings/drawings imports, goods imports rose by 5.6% y/y and the trade deficit was up 3.6% y/y in 7M25.

### Producer price index increased by 3.6% y/y in Jul-25

Annual PPI for industrial goods increased by 3.6% y/y in July 2025, up from 3.0% in the previous month. The annual growth was mainly driven by an increase in prices in the manufacturing (+2.0% y/y), followed by electricity supply (+10.0% y/y) and mining (+13.9% y/y) sectors.

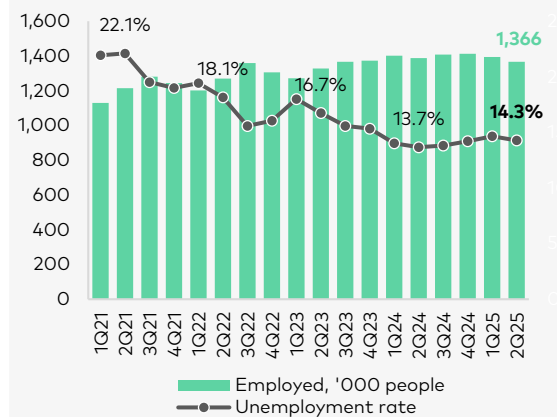
### Key macro indicators

	2024	2025F
Real GDP growth (% change)	9.4%	7.5%
GDP per capita (ppp)	28,258	31,932
GDP per capita (US\$)	9,141	9,939
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

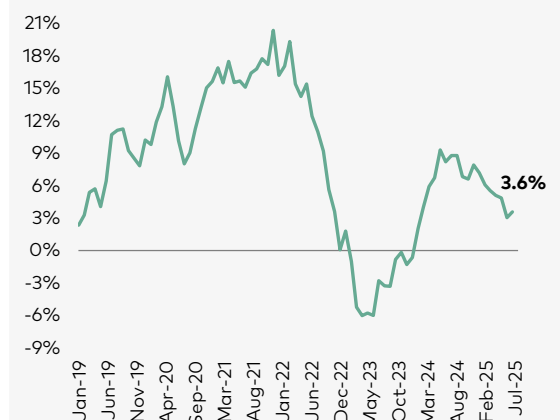
\*Latest sovereign credit ratings

### Unemployment rate in Georgia



Source: Geostat

### Producer Price Index, % change y/y



Source: Geostat



## Money market

### Ministry of Finance T-bills/T-notes:

8.9-year GEL 50.0mn (US\$ 18.5mn) treasury notes were sold at the auction held at NBG on August 19, 2025. Total demand was 1.9x higher and the weighted average yield was fixed at 9.747%, up by 0.012ppts from previous auction held in Jul-25.

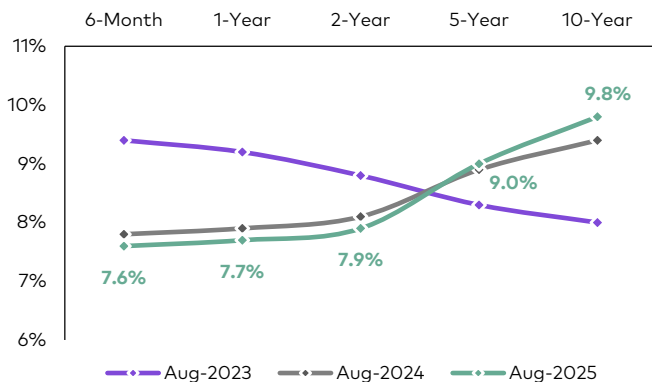
The nearest treasury security auction is scheduled for August 26, 2025, where GEL 60.0mn nominal value 5.9-year treasury notes will be sold.

### 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)	410	160	420
Long-term (over 1-year)	1,481	940	10,156
<b>Total</b>	<b>1,891</b>	<b>1,100</b>	<b>10,576</b>

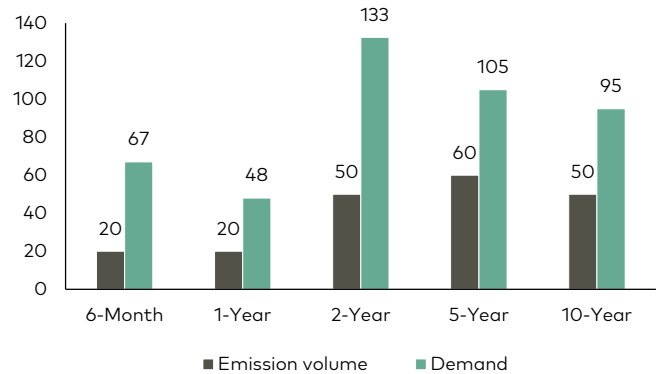
Source: MoF  
\*As of July 2025

### T-bills / T-notes, yield curve



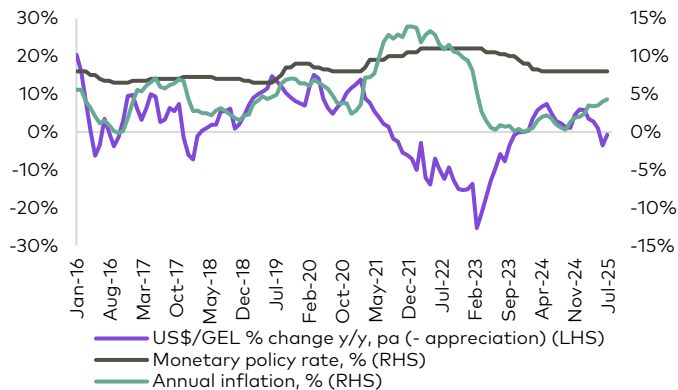
Source: NBG

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



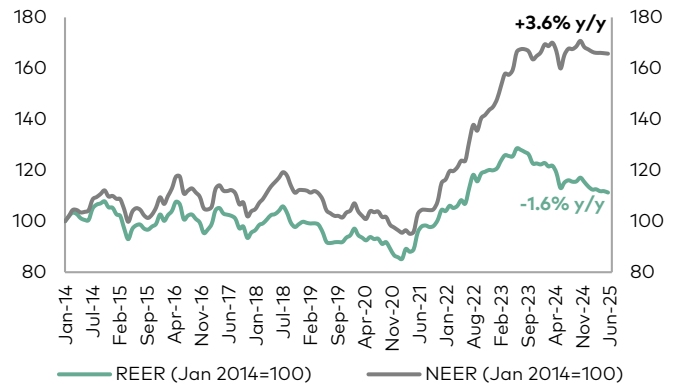
Source: NBG

### 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	97.83	6.10	211.49
GRAIL 06/28	USD	500	4.000%	Jun-21	Jun-28	BB-/BB-/	92.56	6.96	357.75
GEBGG 9 1/2 PERP	USD	300	9.500%	Apr-24	n/a	B-/-/B2	100.66	9.12	589.89
SILKNET 01/27	USD	300	8.375%	Jan-22	Jan-27	BB-/-/B1	101.07	7.56	158.70
TBC 8.894 PERP	USD	75	8.894%	Nov-21	n/a	B-/-/	98.98	9.84	603.93
TBC 10 1/4 PERP	USD	300	10.250%	Apr-24	n/a	-/-/B2	101.49	9.59	638.93
CGEOLN 07/29	USD	300	8.875%	Jul-24	Jul-29	BB-/BB-/	104.87	7.42	362.07

■ 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

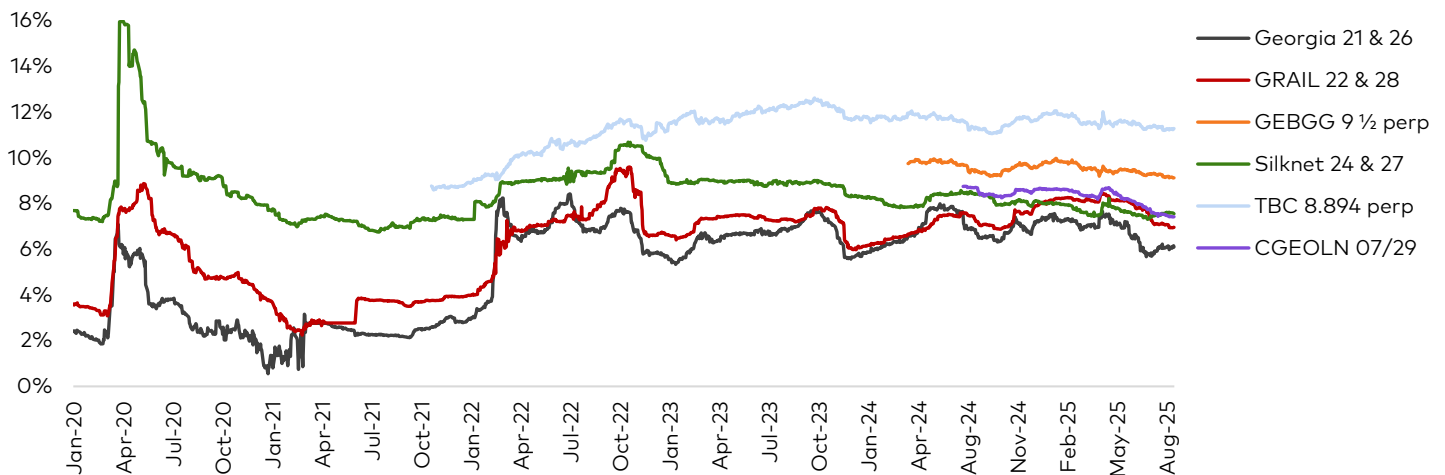
Issuer	Currency	Amount, mn	Coupon	Issue date	Maturity date	Ratings (Fitch/S&P/Moody/ Scope)	Mid price	Mid yield, %
EUR								
Tegeta Motors	EUR	4	7.00%	Dec-23	Dec-25	-/-/BB-	99.63	7.25%
Tegeta Motors	EUR	7	6.75%	Dec-23	Dec-25	-/-/BB-	100.37	6.15%
IG Development	EUR	5	7.00%	Jan-24	Jan-26	-/-/-/-	99.60	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



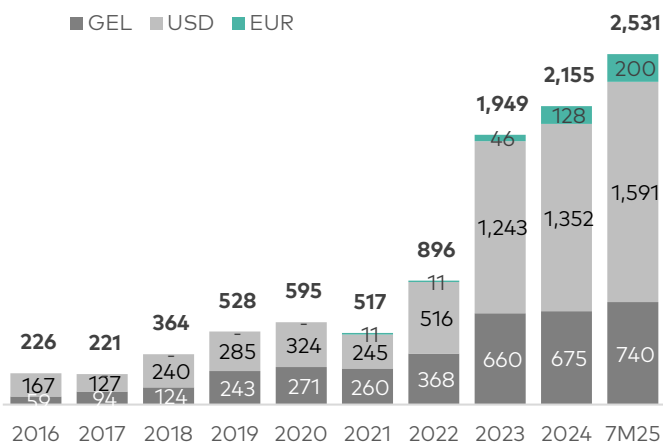
## Fixed income

Georgian Eurobonds, YTM



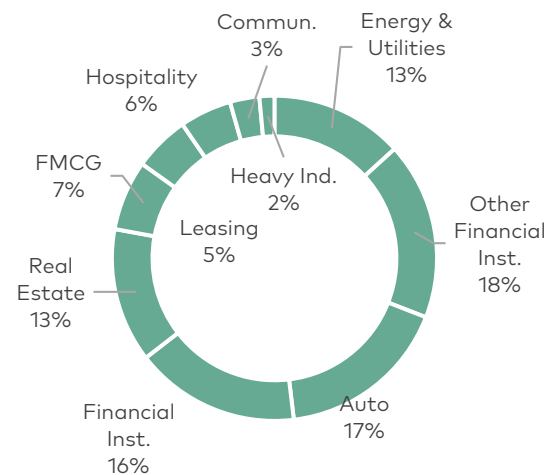
Source: Bloomberg

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

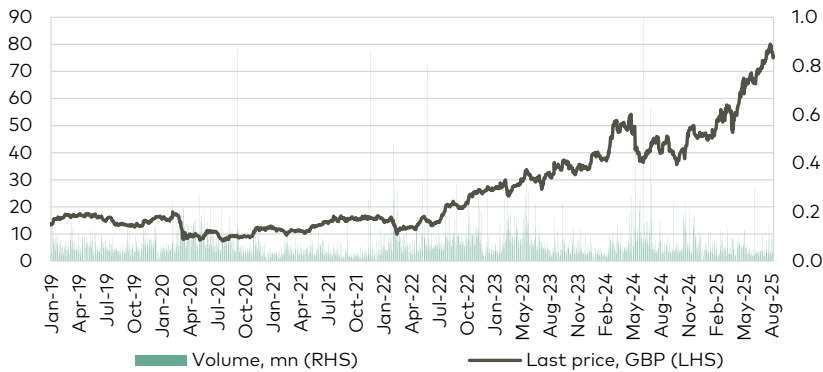


Source: Galt & Taggart



## Equities

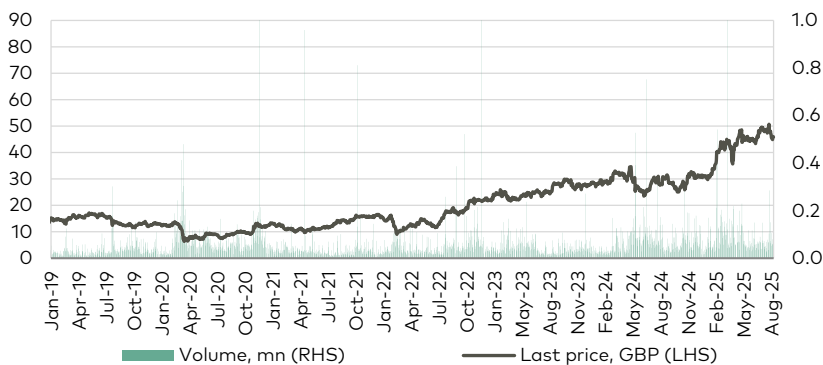
### Bank of Georgia Group (BGEO LN)



Source: Bloomberg

**Lion Finance Group** (BGEO LN) shares closed at GBP 75.45/share (-2.39% w/w and +3.57% m/m). More than 277k shares traded in the range of GBP 70.00 - 79.10/share. Average daily traded volume was 56k in the last 4 weeks. The volume of BGEO shares traded was at 0.62% of its capitalization.

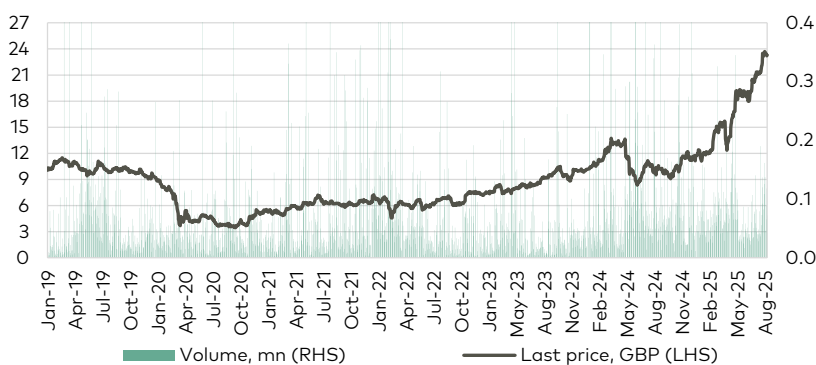
### TBC Bank Group (TBCG LN)



Source: Bloomberg

**TBC Bank Group** (TBCG LN) closed the week at GBP 45.90/share (+0.44% w/w and -4.18% m/m). More than 320k shares changed hands in the range of GBP 44.35 - 46.70/share. Average daily traded volume was 78k in the last 4 weeks. The volume of TBCG shares traded was at 0.57% of its capitalization.

### Georgia Capital (CGEO LN)



Source: Bloomberg

**Georgia Capital** (CGEO LN) shares closed at GBP 23.30/share (-1.48% w/w and +10.43% m/m). More than 389k shares traded in the range of GBP 23.10 - 24.00/share. Average daily traded volume was 94k in the last 4 weeks. The volume of CGEO shares traded was at 0.99% 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	75.45	3,353	41.6%	74.2%	60.2%	4.36x	2.92x	5.84x	1.25x	1.02x	1.64x
TBC	TBC	GBP	45.90	2,585	11.7%	53.5%	47.1%	4.68x	4.80x	6.44x	1.15x	1.12x	na
Halyk Bank	HSBK	USD	26.40	7,197	32.0%	49.0%	35.8%	2.57x	na	3.60x	0.72x	na	na
Akbank	AKBNK	TRY	69.85	363,220	7.8%	17.3%	7.7%	2.86x	7.96x	5.26x	0.9x	1.4x	1.21x
Garanti	GARAN	TRY	149.60	628,320	16.9%	31.2%	20.3%	2.84x	5.73x	5.44x	1.00x	1.58x	1.50x
Isbank	ISCTR	TRY	15.26	381,500	5.5%	13.1%	12.7%	3.23x	7.43x	4.61x	0.87x	1.06x	0.96x
PKO	PKO	PLN	73.50	91,875	3.6%	29.9%	23.0%	11.44x	na	8.75x	1.39x	na	1.65x
PEKAO	PEO	PLN	190.40	49,974	8.7%	20.3%	38.1%	5.99x	5.68x	7.66x	1.31x	1.13x	1.46x
Millennium	MIL	PLN	14.74	17,881	28.8%	66.4%	65.6%	17.78x	15.08x	7.45x	1.47x	1.39x	2.05x
Mbank	MBK	PLN	920.00	39,097	24.3%	49.2%	68.1%	na	10.36x	9.08x	1.65x	1.31x	2.08x
BRD	BRD	RON	19.46	13,562	7.2%	-11.1%	4.4%	7.62x	8.52x	8.92x	1.42x	1.38x	1.32x
Banca Transilvania	TLV	RON	28.08	25,746	18.4%	15.7%	23.7%	6.69x	4.86x	6.47x	1.46x	na	1.78x
Komerčni	KOMB	CZK	1,057.00	200,882	1.0%	38.4%	24.6%	8.76x	9.29x	12.00x	1.09x	1.27x	1.60x
<b>Mean</b>								<b>6.57x</b>	<b>7.51x</b>	<b>7.04x</b>	<b>1.21x</b>	<b>1.27x</b>	<b>1.57x</b>
<b>Median</b>								<b>5.34x</b>	<b>7.43x</b>	<b>6.47x</b>	<b>1.25x</b>	<b>1.29x</b>	<b>1.60x</b>

Source: Bloomberg, S&P Capital IQ



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