Economy

Tourism revenues at US$ 3.6bn in 9M25

Based on NBG's estimate, tourism revenues increased by 6.6% y/y to US$ 1.7bn in 3Q25. Overall, in January-September 2025, tourism revenues reached US$ 3.6bn (+5.1% y/y).

Considering 9M actual data, we now forecast tourism revenues at US$ 4.6bn for the full year 2025, revised upwards from previous estimate of US$ 4.5bn.

Goods exports increased by 14.2% y/y in Sep-25

In Sep-25, goods exports increased by 14.2% y/y to a record monthly high of US$ 703.2mn, reversing a 5.9% y/y decline in previous month. Goods imports reduced slightly by 0.3% y/y to US$ 1.4bn, following a 3.4% y/y drop in previous month. Consequently, the trade deficit narrowed by 11.0% y/y to US$ 737.3mn in Sep-25.

The top 5 exported commodities were cars (-3.1% y/y), precious metals (+69.2% y/y), spirits (+22.8% y/y), nuts (+62.0% y/y) and wine (+35.6% y/y) in Sep-25. A 15.2% of exports were directed to the EU (+122.7% y/y), 69.0% to the CIS (+4.2% y/y) and 15.8% to other countries (+8.7% y/y).

The top 5 imports were cars (-30.9% y/y), petroleum (+24.5% y/y), pharmaceuticals (+26.7% y/y), phones (+9.1% y/y) and engines (+US$ 24.2mn y/y) in Sep-25.

Overall, in 9M25, the trade deficit widened by 11.0% y/y to US$ 8.2bn, as exports grew by 7.7% y/y to US$ 5.2bn and imports were up by 9.7% y/y, reaching US$ 13.4bn.

Producer price index increased by 4.4% y/y in Sep-25

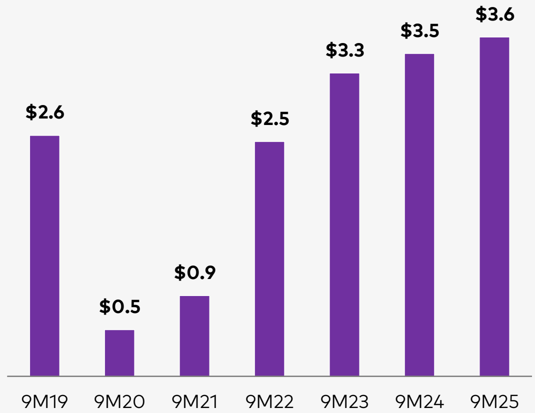
Annual PPI for industrial goods increased by 4.4% in Sep-25, after a 3.8% y/y rise in previous month. The annual growth was mainly driven by an increase in prices in the manufacturing (+2.6% y/y), followed by electricity supply (+11.6% y/y) and mining (+7.9% y/y) sectors.

Key macro indicators

	2025E	2026F
Real GDP growth (% change)	7.5%	6.0%
GDP per capita (ppp)	32,365	36,515
GDP per capita (US$)	10,074	11,015
Population (mn)	3.7	3.7
Inflation (average)	3.7%	2.9%
Gross reserves (US$ bn)	5.0	5.3
CAD (% of GDP)	5.0%	4.8%
Fiscal deficit (% of GDP)	2.5%	2.5%
Total public debt (% of GDP)	35.9%	34.9%
Fitch/S&P/Moody's*		BB/BB/Ba2

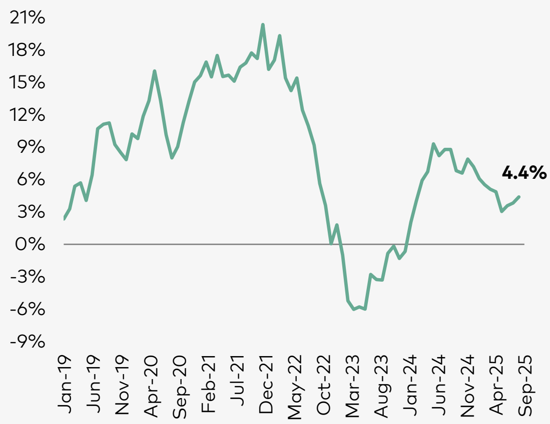
Source: Official data, Rating agencies, Galt & Taggart
*Latest sovereign credit ratings

Tourism revenues, US$ bn



Source: NBG

Producer Price Index, % change y/y



Source: Geostat

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Money market

Ministry of Finance T-bills/T-notes

8.7-year GEL 60.0mn (US$ 22.2mn) treasury notes were sold at the auction held at NBG on October 21, 2025. Total demand was 1.8x higher and the weighted average yield was fixed at 9.803%, up by 0.450ppts from previous auction held in Sep-25.

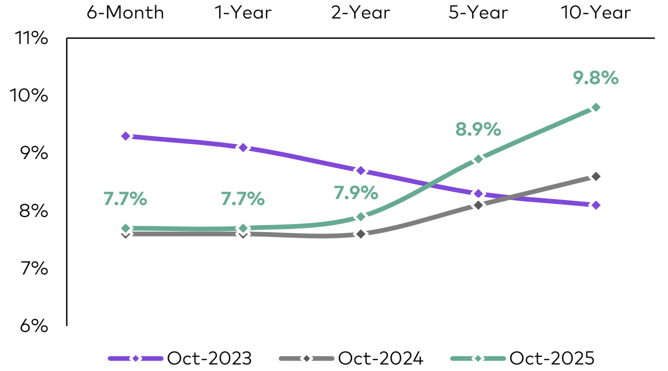
The nearest treasury security auction is scheduled for October 28, 2025, where 65.0mn nominal value 5.7-year treasury notes will be sold.

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)	490	80	360
Long-term (over 1-year)	1,881	525	10,463
Total	**2,371**	**605**	**10,823**

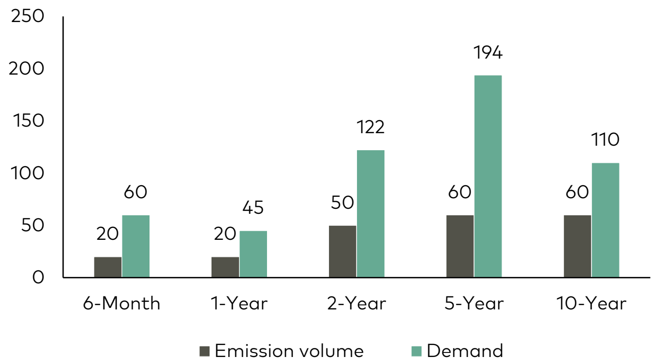
Source: MoF
*As of September 2025

T-bills / T-notes, yield curve



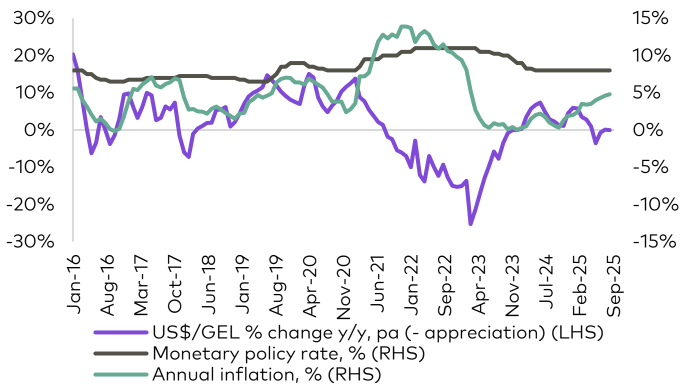
Source: NBG

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



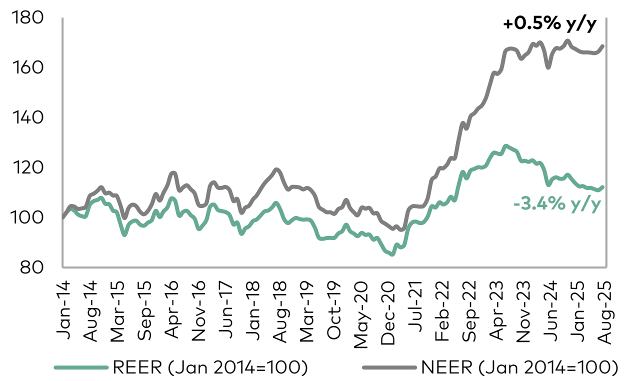
Source: NBG

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/Moody/Scope)	Mid price	Mid yield, %	Z-spread, bps
GEORG 04/26	USD	500	2.750%	Apr-21	Apr-26	BB/BB/Ba2	98.09	6.71	297.29
GRAIL 06/28	USD	500	4.000%	Jun-21	Jun-28	BB-/BB-/-	93.62	6.67	341.51
GEBGG 9 1/2 PERP	USD	300	9.500%	Apr-24	n/a	B-/-/B2	103.38	8.74	511.78
SILKRDH 09/30	USD	400	7.500%	Sep-25	Sep-30	BB-/-/B1	100.77	7.31	400.04
TBC 8.894 PERP	USD	75	8.894%	Nov-21	n/a	B-/-/-	99.49	9.31	555.19
TBC 10 1/4 PERP	USD	300	10.250%	Apr-24	n/a	-/-/B2	103.16	9.27	600.47
CGEOLN 07/29	USD	300	8.875%	Jul-24	Jul-29	BB-/BB-/-	106.15	6.96	249.42

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	8.00%	Apr-25	Apr-27	-/-/-/BB-	n/a	n/a
Tegeta Motors	USD	10	8.00%	Apr-25	Apr-27	-/-/-/BB-	n/a	n/a
Energy Development Georgia	USD	10	8.50%	Jun-25	Jun-27	-/-/-/-	n/a	n/a
ALMA	USD	30	8.50%	Jul-25	Jul-27	-/-/-/-	n/a	n/a
Gudauri Lodge	USD	10	8.25%	Oct-25	Oct-27	-/-/-/-	n/a	n/a

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

Fixed income

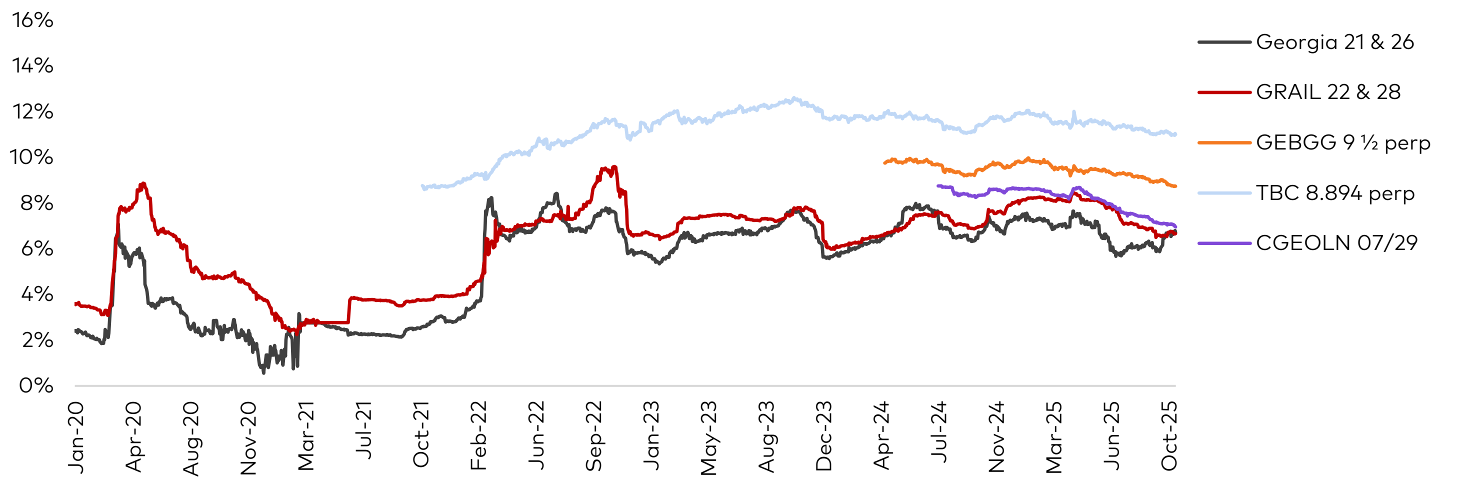
Georgian local bonds

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
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
MFO MBC	GEL	30	TIBR3M + 4.00%	Oct-25	Oct-27	-/-/-/B+	n/a	n/a

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

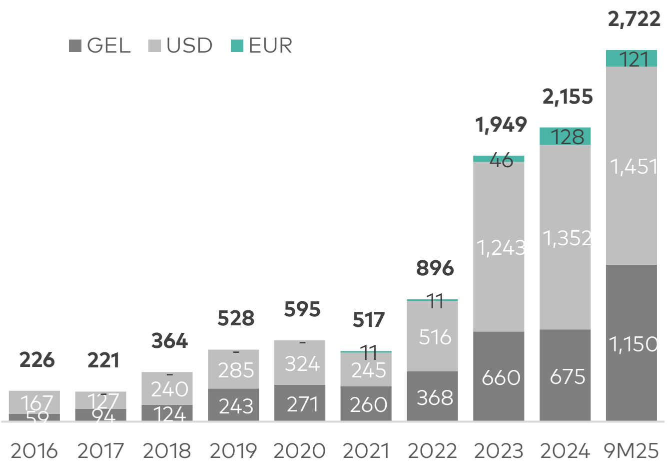
Fixed income

Georgian Eurobonds, YTM



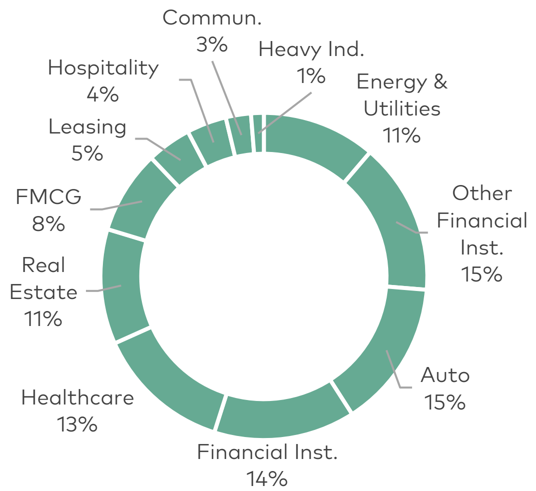
Source: Bloomberg

Georgian local corporate public bonds outstanding, GEL mn



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

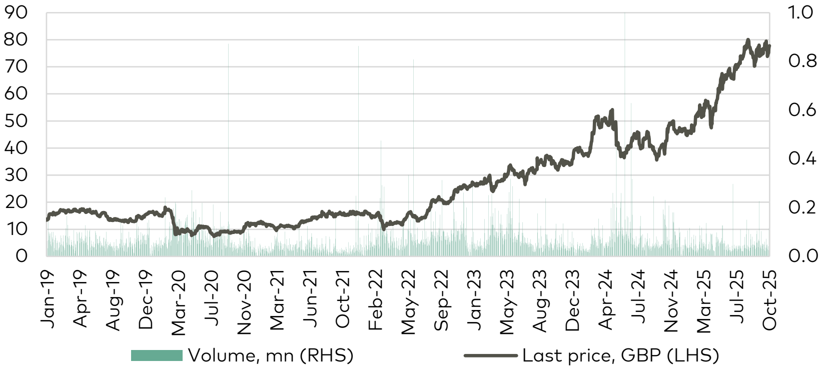
Georgian local corporate public bonds outstanding by sector



Source: Galt & Taggart

Equities

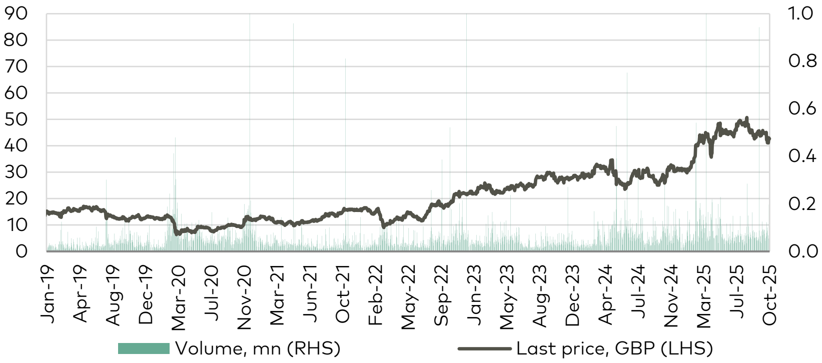
Bank of Georgia Group (BGEO LN)



Source: Bloomberg

Lion Finance Group (BGEO LN) shares closed at GBP 77.75/share (+5.35% w/w and +1.97% m/m). More than 313k shares traded in the range of GBP 74.90 - 78.45/share. Average daily traded volume was 48k in the last 4 weeks. The volume of BGEO shares traded was at 0.71% of its capitalization.

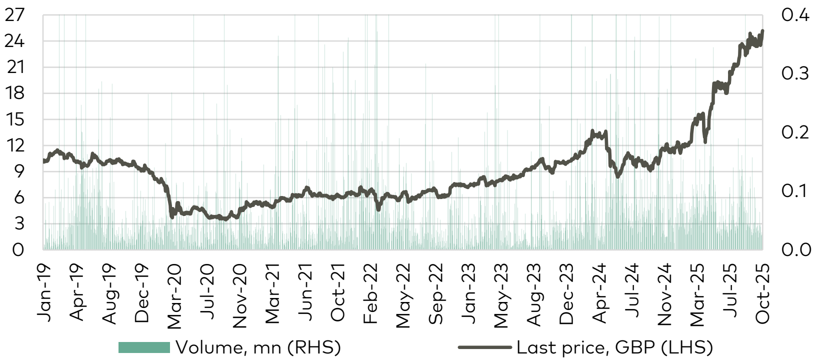
TBC Bank Group (TBCG LN)



Source: Bloomberg

TBC Bank Group (TBCG LN) closed the week at GBP 42.65/share (+3.65% w/w and -3.07% m/m). More than 472k shares changed hands in the range of GBP 40.95 - 43.45/share. Average daily traded volume was 87k in the last 4 weeks. The volume of TBCG shares traded was at 0.84% of its capitalization.

Georgia Capital (CGEO LN)



Source: Bloomberg

Georgia Capital (CGEO LN) shares closed at GBP 25.20/share (+7.23% w/w and +5.88% m/m). More than 147k shares traded in the range of GBP 23.90 - 25.35/share. Average daily traded volume was 40k in the last 4 weeks. The volume of CGEO shares traded was at 0.37% of its capitalization.

Equities, continued

Eastern European banks

	Ticker	Currency	Share price	Mcap, mn	6M chg	y/y chg	YTD chg	P/E 2023	P/E 2024	P/E 2025F	P/B 2023	P/B 2024	P/B 2025F
Lion Finance Group	BGEO	GBP	77.75	3,455	37.4%	92.9%	65.1%	4.36x	2.92x	6.08x	1.25x	1.02x	1.68x
TBC	TBC	GBP	42.65	2,402	-5.3%	49.1%	36.7%	4.68x	4.80x	5.95x	1.15x	1.12x	na
Halyk Bank	HSBK	USD	26.70	7,279	14.6%	46.2%	37.3%	2.57x	na	3.87x	0.72x	na	na
Akbank	AKBNK	TRY	60.20	313,040	12.5%	21.2%	-7.2%	2.86x	7.96x	5.03x	0.9x	1.4x	1.08x
Garanti	GARAN	TRY	131.60	552,720	25.7%	17.5%	5.8%	2.84x	5.73x	4.78x	1.00x	1.58x	na
Isbank	ISCTR	TRY	13.18	329,500	20.5%	12.6%	-2.7%	3.23x	7.43x	4.04x	0.87x	1.06x	0.83x
PKO	PKO	PLN	77.06	96,325	0.6%	37.2%	28.9%	11.44x	na	9.20x	1.39x	na	1.71x
PEKAO	PEO	PLN	191.20	50,184	-0.3%	31.5%	38.7%	5.99x	5.68x	7.25x	1.31x	1.13x	1.47x
Millennium	MIL	PLN	15.16	18,391	-0.7%	91.3%	70.3%	17.78x	15.08x	7.51x	1.47x	1.39x	2.09x
Mbank	MBK	PLN	982.80	41,766	13.1%	70.1%	79.6%	na	10.36x	8.93x	1.65x	1.31x	2.15x
BRD	BRD	RON	21.80	15,192	16.0%	5.8%	17.0%	7.62x	8.52x	9.99x	1.42x	1.38x	1.52x
Banca Transilvania	TLV	RON	28.00	25,673	18.1%	19.3%	23.3%	6.69x	4.86x	6.40x	1.46x	na	1.58x
Komercni	KOMB	CZK	1,061.00	201,642	-4.3%	30.5%	25.0%	8.76x	9.29x	12.02x	1.09x	1.27x	1.58x
Mean								***6.57x***	***7.51x***	***7.00x***	***1.21x***	***1.27x***	***1.57x***
Median								***5.34x***	***7.43x***	***6.40x***	***1.25x***	***1.29x***	***1.58x***

Source: Bloomberg, S&P Capital IQ

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