



Economy

Goods exports increased by 15.9% y/y in May-25

In May-25, goods exports increased by 15.9% y/y to US\$ 580.9mn, following a 41.1% y/y surge in previous month. In contrast, goods imports continued to decline, falling by 5.1% y/y to US\$ 1.3bn, after a 0.9% y/y decrease in previous month. Consequently, the trade deficit narrowed by 16.6% y/y to US\$ 760.8mn in May-25.

Overall, in 5M25, the trade deficit increased by 11.8% y/y to US\$ 4.6bn, as exports grew by 14.6% to US\$ 2.6bn and imports were up by 12.8% y/y, reaching US\$ 7.2bn. Notably, excluding one-off paintings/drawings imports, goods imports rose by 5.3% y/y and the trade deficit was flat y/y in 5M25.

FDI in Georgia stood at US\$ 179.4mn in 1Q25

FDI in Georgia decreased by 7.7% y/y to US\$ 179.4mn in 1Q25. This reflects a 28.8% y/y fall in equity component to US\$ 62.1mn and a US\$ 32.8mn reduction in debt instruments. Meanwhile, reinvestments increased markedly by 116.6% y/y, reaching US\$ 150.0mn (83.6% of total FDI) during the same period.

The energy sector was the largest FDI recipient at US\$ 70.2mn (-10.8% y/y), followed by ICT at US\$ 52.3mn (+189.3% y/y), manufacturing at US\$ 27.5mn (-1.5% y/y) and construction at US\$ 20.5mn (+US\$ 24.5mn y/y).

The Czech Republic topped the list of investors with US\$ 43.0mn (23.9% of total FDI), followed by USA (US\$ 39.6mn, 22.1% of total), and Türkiye (US\$ 28.1mn, 15.7% of total).

Tourism revenues estimated at US\$ 370mn in May-25

Tourism revenues increased by 4.7% y/y to US\$ 370mn in May-25, according to our estimates. Overall, in 5M25, tourism revenues came in at US\$ 1.5bn (+1.2% y/y), by our estimates.

We forecast tourism revenues to reach US\$ 4.5bn in 2025.

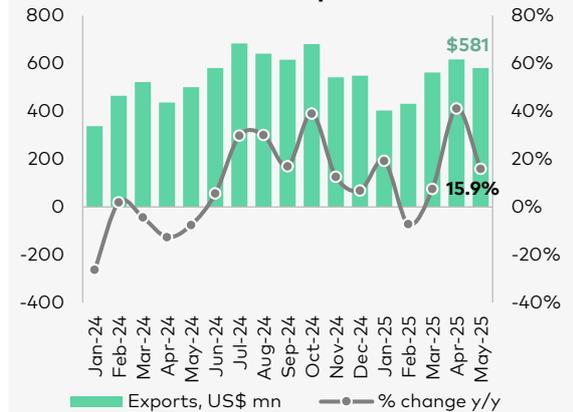
Key macro indicators

	2024	2025F
Real GDP growth (% change)	9.4%	6.8%
GDP per capita (ppp)	28,258	31,601
GDP per capita (US\$)	9,141	9,836
Population (mn)	3.7	3.7
Inflation (average)	1.1%	3.7%
Gross reserves (US\$ bn)	4.4	4.9
CAD (% of GDP)	4.4%	5.1%
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

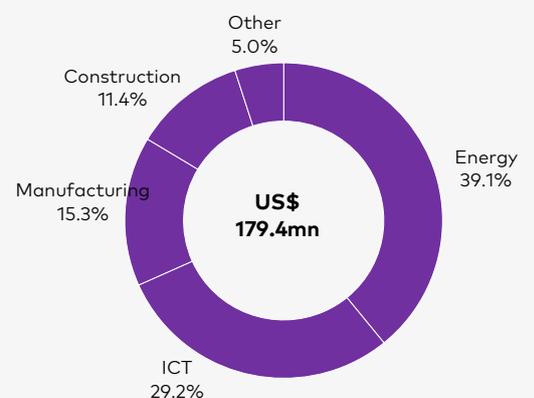
*Latest sovereign credit ratings

Goods exports



Source: Geostat

FDI by sector, 1Q25



Source: Geostat

Money market

Ministry of Finance T-bills/T-notes:

11.3-year GEL 30.0mn (US\$ 11.0mn) treasury notes were sold at the auction held at NBG on June 10, 2025. Total demand was 2.3x higher and the weighted average yield was fixed at 9.686%, up by 0.311ppts from previous auction held in May-25.

1-year GEL 20.0mn (US\$ 7.3mn) treasury notes were sold at the auction held at NBG on June 10, 2025. Total demand was 4.5x higher and the weighted average yield was fixed at 7.290%, down by 0.160ppts from previous auction held in May-25.

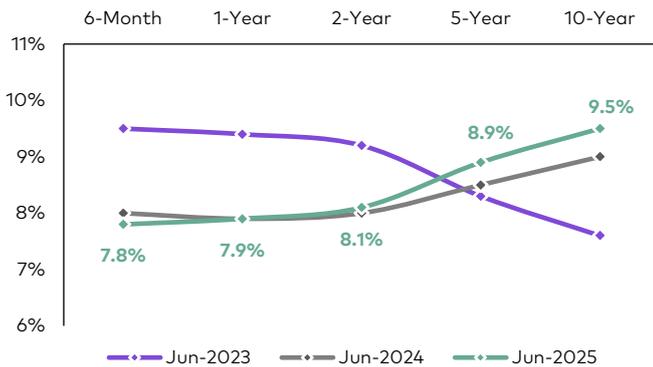
The nearest treasury security auction is scheduled for June 17, 2025, where GEL 50.0mn nominal value 7.5-year treasury notes will be sold.

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)	330	240	450
Long-term (over 1-year)	1,047	1,350	9,777
Total	1,377	1,590	10,227

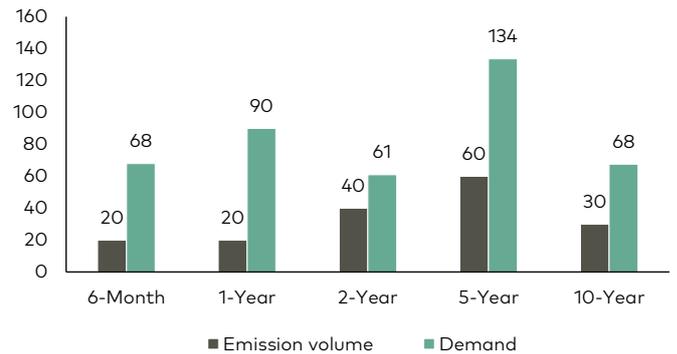
Source: MoF
*As of May 2025

T-bills / T-notes, yield curve



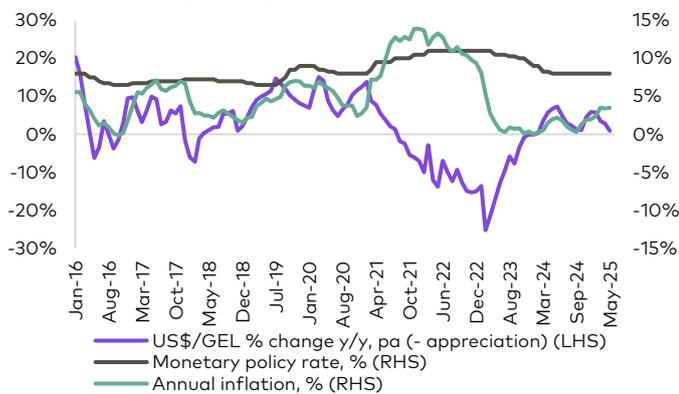
Source: NBG

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



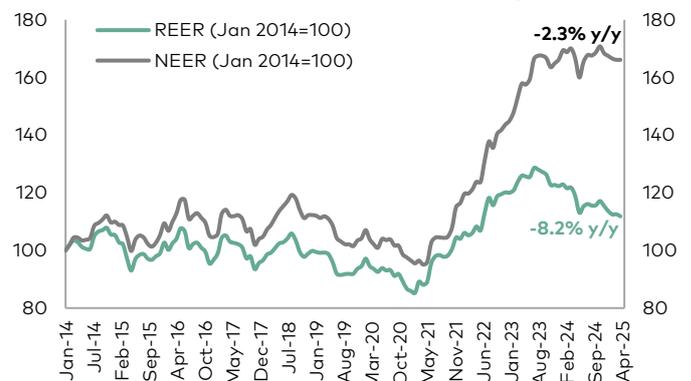
Source: NBG

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	97.00	6.44	230.75
GRAIL 06/28	USD	500	4.000%	Jun-21	Jun-28	BB-/BB-/-	90.06	7.78	409.69
GEBGG 9 1/2 PERP	USD	300	9.500%	Apr-24	n/a	B-/-/B2	99.33	9.70	601.48
SILKNET 01/27	USD	300	8.375%	Jan-22	Jan-27	BB-/-/B1	101.35	7.47	183.11
TBC 8.894 PERP	USD	75	8.894%	Nov-21	n/a	B-/-/-	97.86	10.34	647.85
TBC 10 1/4 PERP	USD	300	10.250%	Apr-24	n/a	-/-/B2	99.52	10.40	671.00
CGEOLN 07/29	USD	300	8.875%	Jul-24	Jul-29	BB-/BB-/-	103.00	8.00	407.60

■ 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%
Energy Development Georgia	USD	10	8.50%	Jun-23	Jun-25	-/-/-/-	n/a	n/a
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

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

Fixed income

Georgian local bonds

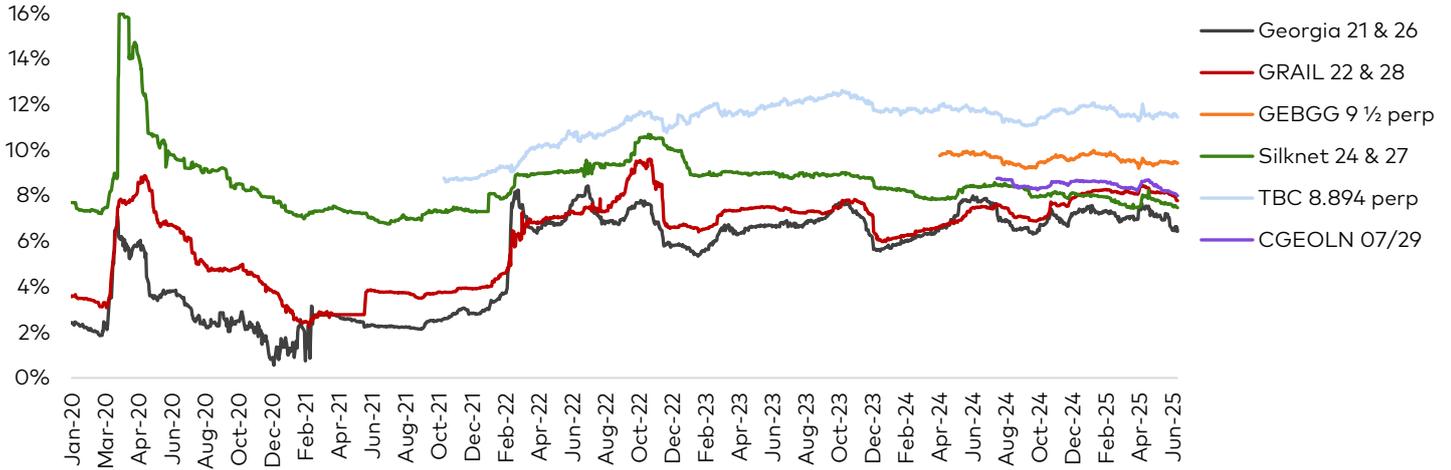
Issuer	Currency	Amount, mn	Coupon	Issue date	Maturity date	Ratings (Fitch/S&P/Moody/Scope)	Mid price	Mid yield, %
EUR								
Tegeta Motors	EUR	4	7.00%	Dec-23	Dec-25	-/-/BB-	99.63	7.25%
Tegeta Motors	EUR	7	6.75%	Dec-23	Dec-25	-/-/BB-	100.37	6.15%
IG Development	EUR	5	7.00%	Jan-24	Jan-26	-/-/BB-	99.60	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%
Silk Real Estate	EUR	7	7.00%	Aug-24	Aug-25	-/-/BB-	n/a	7.00%
Chavchavadze 64B	EUR	3	7.75%	Aug-24	Aug-26	-/-/BB-	n/a	7.75%
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

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



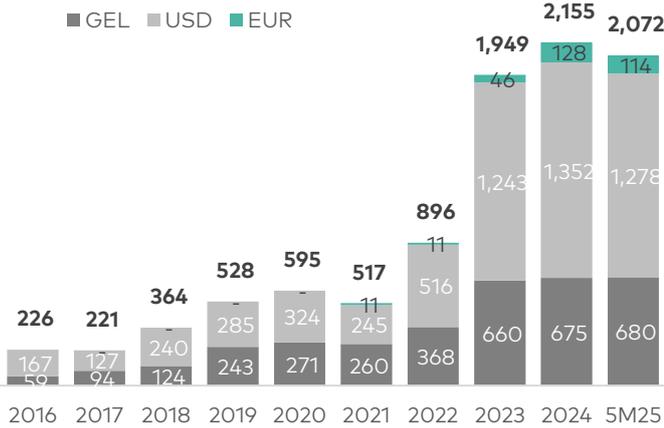
Fixed income

Georgian Eurobonds, YTM



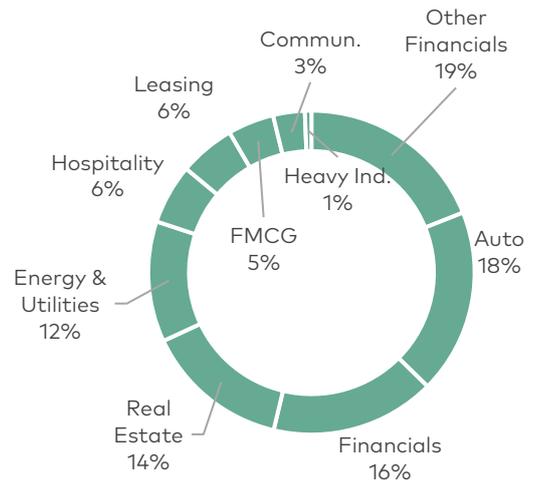
Source: Bloomberg

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

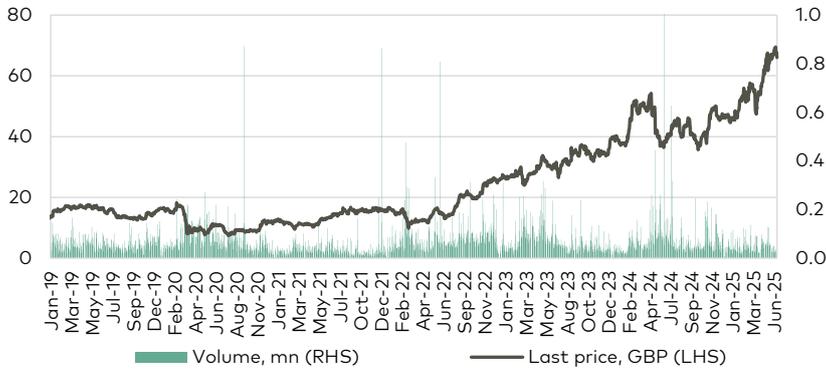


Source: Galt & Taggart



Equities

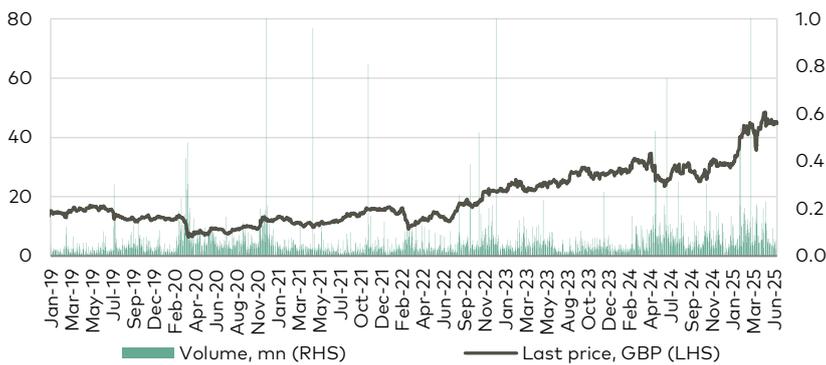
Lion Finance Group (BGEO LN)



Source: Bloomberg

Lion Finance Group (BGEO LN) shares closed at GBP 66.05/share (-4.14% w/w and -1.56% m/m). More than 128k shares traded in the range of GBP 65.15 - 70.15/share. Average daily traded volume was 37k in the last 4 weeks. The volume of BGEO shares traded was at 0.29% of its capitalization.

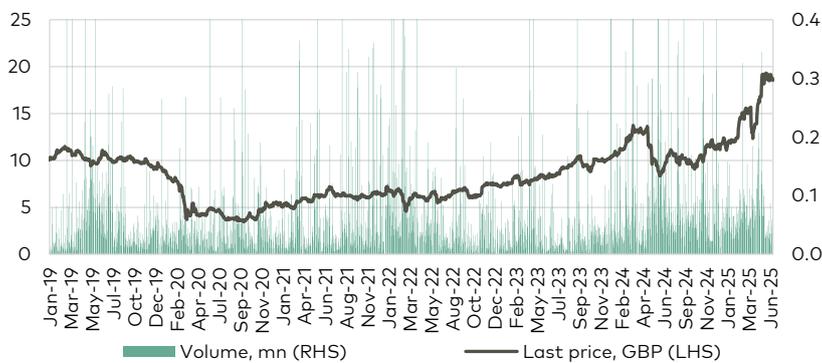
TBC Bank Group (TBCG LN)



Source: Bloomberg

TBC Bank Group (TBCG LN) closed the week at GBP 44.75/share (-0.78% w/w and -2.82% m/m). More than 296k shares changed hands in the range of GBP 44.10 - 45.65/share. Average daily traded volume was 55k in the last 4 weeks. The volume of TBCG shares traded was at 0.53% of its capitalization.

Georgia Capital (CGEO LN)



Source: Bloomberg

Georgia Capital (CGEO LN) shares closed at GBP 18.54/share (-3.24% w/w and -3.34% m/m). More than 230k shares traded in the range of GBP 18.36 - 19.38/share. Average daily traded volume was 40k in the last 4 weeks. The volume of CGEO shares traded was at 0.58% 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	66.05	2,935	44.2%	71.8%	40.2%	4.36x	2.92x	5.45x	1.25x	1.02x	1.39x
TBC	TBC	GBP	44.75	2,520	44.4%	90.4%	43.4%	4.68x	4.80x	6.40x	1.15x	1.12x	na
Halyk Bank	HSBK	USD	23.35	6,366	30.2%	32.2%	20.1%	2.57x	na	3.12x	0.72x	na	na
Akbank	AKBNK	TRY	59.50	309,400	-6.4%	-3.3%	-8.2%	2.86x	7.96x	4.39x	0.9x	1.4x	1.01x
Garanti	GARAN	TRY	117.20	492,240	-8.3%	13.8%	-5.8%	2.84x	5.73x	4.35x	1.00x	1.58x	1.14x
Isbank	ISCTR	TRY	11.35	283,750	-16.1%	-30.4%	-16.2%	3.23x	7.43x	2.91x	0.87x	1.06x	0.70x
PKO	PKO	PLN	70.36	87,950	15.1%	24.1%	17.7%	11.44x	na	7.06x	1.39x	na	1.40x
PEKAO	PEO	PLN	176.75	46,392	21.6%	14.4%	28.2%	5.99x	5.68x	6.83x	1.31x	1.13x	1.37x
Millennium	MIL	PLN	13.48	16,353	53.8%	68.9%	51.5%	17.78x	15.08x	7.19x	1.47x	1.39x	1.86x
Mbank	MBK	PLN	766.80	32,587	36.0%	31.8%	40.1%	na	10.36x	6.91x	1.65x	1.31x	1.67x
BRD	BRD	RON	18.74	13,060	-2.6%	-2.9%	0.5%	7.62x	8.52x	8.58x	1.42x	1.38x	1.25x
Banca Transilvania	TLV	RON	30.92	28,350	9.1%	10.9%	14.5%	6.69x	4.86x	7.39x	1.46x	na	1.61x
Komerčni	KOMB	CZK	1,000.00	190,049	16.7%	30.5%	17.9%	8.76x	9.29x	11.29x	1.09x	1.27x	1.49x
Mean								6.57x	7.51x	6.30x	1.21x	1.27x	1.35x
Median								5.34x	7.43x	6.83x	1.25x	1.29x	1.39x

Source: Bloomberg, S&P Capital IQ

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