



Economy

Georgia's economy grew by 7.9% y/y in Jan-26

Georgia's economy expanded by 7.9% y/y in January 2026, above market expectations, following 7.2% y/y growth posted in Dec-25. The growth was mainly driven by strong activity in ICT, financial & insurance, hotels & restaurants and mining sectors. In contrast, the construction and trade sector contracted in January.

We forecast real GDP growth at 6.0% in 2026 (see latest macro forecasts [here](#)).

Bank lending increased by 13.3% y/y in Jan-26

In Jan-26, the banking sector loan portfolio grew by 13.3% y/y (-0.9% m/m) excluding FX effect, after a 14.0% y/y rise in previous month. In unadjusted terms, the loan portfolio increased by 12.3% y/y (-0.7% m/m) to GEL 70.4bn (US\$ 26.2bn). By segment, loans to legal entities rose by 11.0% y/y (excluding FX effect), while retail loans grew by 15.5% y/y in January. Loan dollarization stood at 42.4% (flat m/m and -1.28ppts y/y) in Jan-26.

On the funding side, similar to the previous month, deposits rose by 15.8% y/y (excluding FX effect), reaching GEL 66.8bn (US\$ 24.8bn) in Jan-26. In terms of currency breakdown, GEL deposits rose by 27.9% y/y (+26.9% y/y in Dec-25), while FX deposits growth (exc. FX effect) was 5.2% y/y (+5.8% y/y in Dec-25). As a result, deposit dollarization reduced further to 47.4% (-0.35ppts m/m and -5.84ppts y/y) in Jan-26.

NBG purchased US\$ 86.6mn in Jan-26

NBG intervened on FX market and purchased US\$ 86.6mn through BMatch platform in Jan-26. Notably, the NBG's net purchases totaled US\$ 2.4bn in 2025.

Key macro indicators

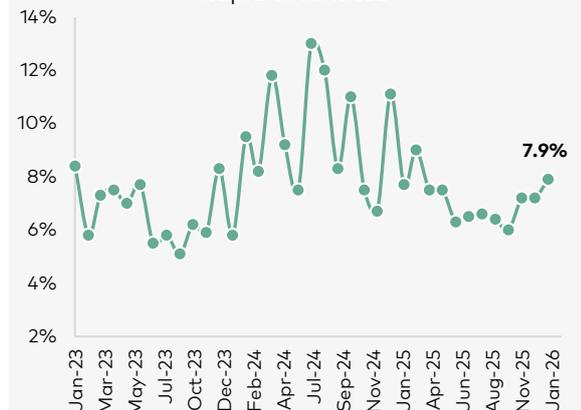
	2025E	2026F
Real GDP growth (% change)	7.5%	6.0%
GDP per capita (ppp)	31,539	35,251
GDP per capita (US\$)	10,272	11,510
Population (mn)	3.7	3.7
Inflation (average)	3.9%	3.0%
Gross reserves (US\$ bn)	6.2	7.0
CAD (% of GDP)	3.2%	3.3%
Fiscal deficit (% of GDP)	2.5%	2.5%
Total public debt (% of GDP)	34.3%	33.5%
Fitch/S&P/Moody's*	BB/BB/Ba2	

Source: Official data, Rating agencies, Galt & Taggart

*Latest sovereign credit ratings

Real GDP, % change y/y

Rapid estimates



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

5.4-year GEL 50.0mn (US\$ 18.7mn) treasury notes were sold at the auction held at NBG on February 24, 2026. Total demand was 4.8x higher and the weighted average yield was fixed at 8.717%, down by 0.405ppts from previous auction held in Jan-26.

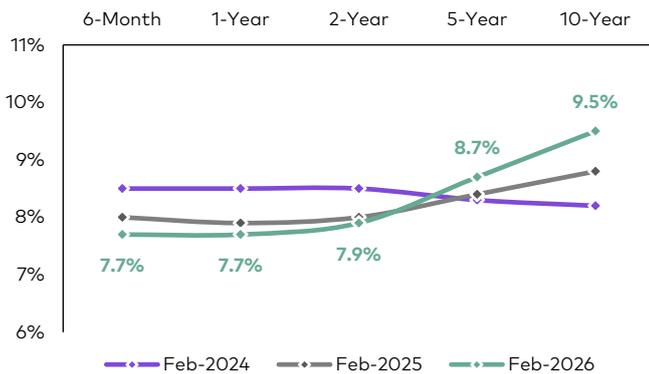
The nearest treasury security auction is scheduled for March 2, 2026, where GEL 20.0mn nominal value 6-month T-bills and GEL 40.0mn nominal value 3.0-year treasury notes will be sold.

T-bills / T-notes in 2026

Maturity	YTD placements, GEL mn	Remaining placements, GEL mn	Outstanding amount, GEL mn*
Short-term (less than 1-year)	180	400	444
Long-term (over 1-year)	360	1,800	10,856
Total	540	2,200	11,300

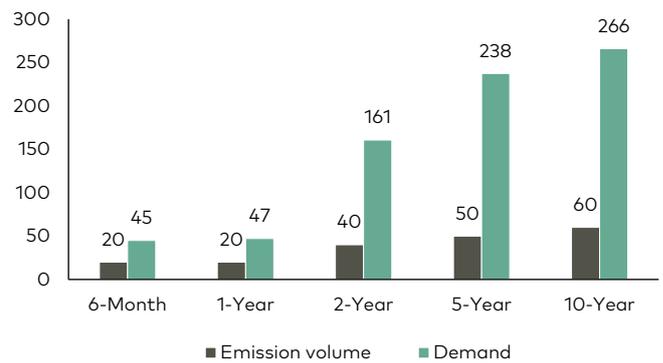
Source: MoF, Galt & Taggart
*As of January 2026

T-bills / T-notes, yield curve



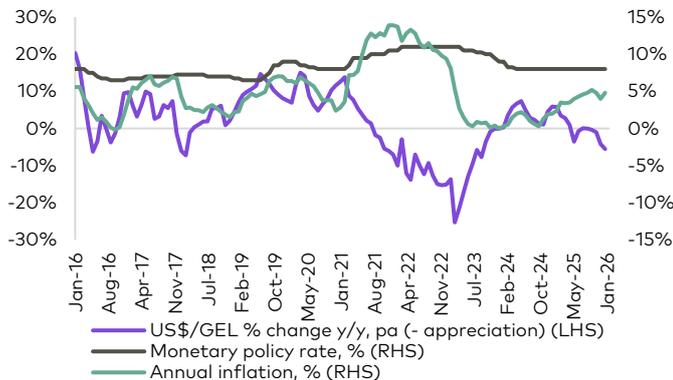
Source: NBG

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



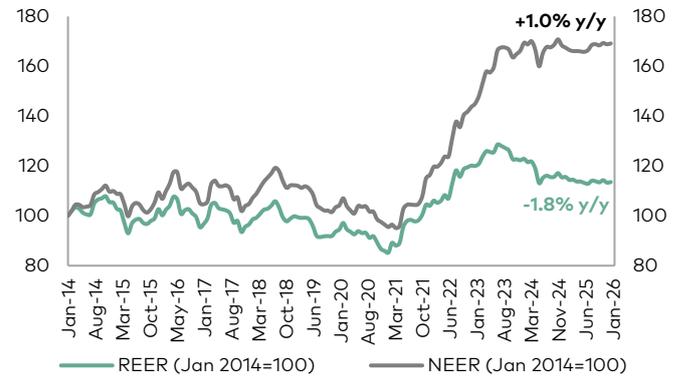
Source: NBG

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		Mid price	Mid yield, %	Z-spread, bps
						Fitch/S&P/Moody				
GEORG 04/26	USD	107	2.750%	Apr-21	Apr-26	BB/BB/Ba2		99.82	4.10	36.47
GEORG 01/31	USD	500	5.125%	Jan-26	Jan-31	BB/BB/Ba2		98.79	5.43	215.33
GRAIL 06/28	USD	500	4.000%	Jun-21	Jun-28	BB-/BB-/-		96.14	5.80	255.25
GEBGG 9 1/2 PERP	USD	300	9.500%	Apr-24	n/a	B-/-/B2		105.67	8.60	430.32
GEBGG 11/28	GEL	450	11.500%	Nov-25	Nov-28	-/-/Ba2		100.59	11.23	n/a
SILKRDH 09/30	USD	400	7.500%	Sep-25	Sep-30	BB-/-/B1		102.47	6.86	347.77
TBC 8.894 PERP	USD	75	8.894%	Nov-21	n/a	B-/-/-		100.95	7.44	382.18
TBC 10 1/4 PERP	USD	300	10.250%	Apr-24	n/a	-/-/B2		107.27	8.87	463.82
CGEOLN 07/29	USD	300	8.875%	Jul-24	Jul-29	BB-/BB-/-		105.63	6.98	179.86

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

Georgian local bonds

Issuer	Currency	Amount, mn	Coupon	Issue date	Maturity date	Ratings		Mid price	Mid yield	
						Fitch/S&P/Moody/Scope				
USD										
Geo. Renewable Power Oper.	USD	73	7.00%	Oct-22	Oct-27	-/-/-/-		100.00	7.00%	
Georgia Capital	USD	50	8.50%	Aug-23	Aug-28	-/BB-/-/-		101.08	8.13%	
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	
IG Development	USD	25	7.75%	Dec-25	Dec-27	-/-/-/-		n/a	n/a	
TBC Leasing	USD	30	7.25%	Dec-25	Dec-28	BB/-/-/-		n/a	n/a	
TBC Leasing	USD	15	7.25%	Dec-25	Dec-28	BB/-/-/-		n/a	n/a	
Bank of Georgia	USD	15	4.20%	Dec-25	Dec-26	-/-/-/-		n/a	n/a	

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



Fixed income

Georgian local bonds

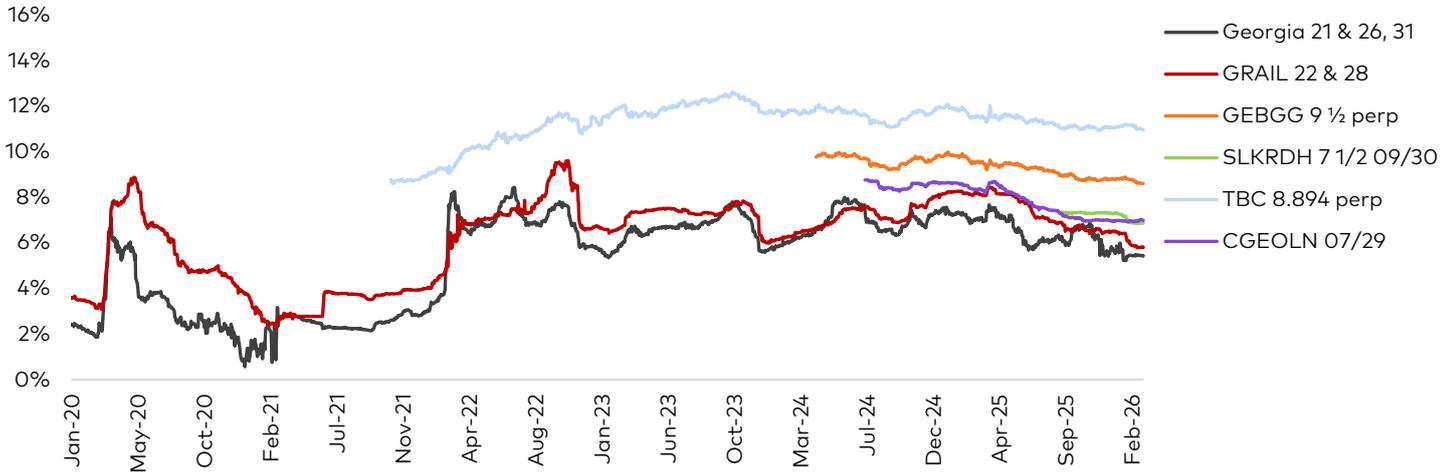
Issuer	Currency	Amount, mn	Coupon	Issue date	Maturity date	Ratings Fitch/S&P/Moody/ Scope	Mid price	Mid yield, %
EUR								
Tegeta Motors	EUR	10	6.75%	May-24	May-26	-/-/BB-	n/a	n/a
MP Development	EUR	3	7.75%	Jul-24	Jul-26	-/-/BB-	n/a	7.75%
Chavchavadze 64B	EUR	3	7.75%	Aug-24	Aug-26	-/-/BB-	n/a	7.75%
ALMA	EUR	8.5	7.25%	Jul-25	Jul-27	-/-/BB-	n/a	n/a
IG Development	EUR	15	6.50%	Dec-25	Dec-28	-/-/BB-	n/a	n/a
GEL								
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-/BB-	n/a	n/a
TBC Leasing	GEL	15	TIBR3M + 2.75%	Jun-23	Jun-26	BB-/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
MFO Rico Express	GEL	200	TIBR1D + 3.00%	Dec-25	Dec-30	-/-/B+	n/a	n/a
Tegeta Motors	GEL	260	TIBR6M + 3.00%	Dec-25	Dec-30	-/-/BB-	n/a	n/a
Nova	GEL	50	TIBR6M + 3.25%	Dec-25	Dec-30	-/-/BB-	n/a	n/a

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



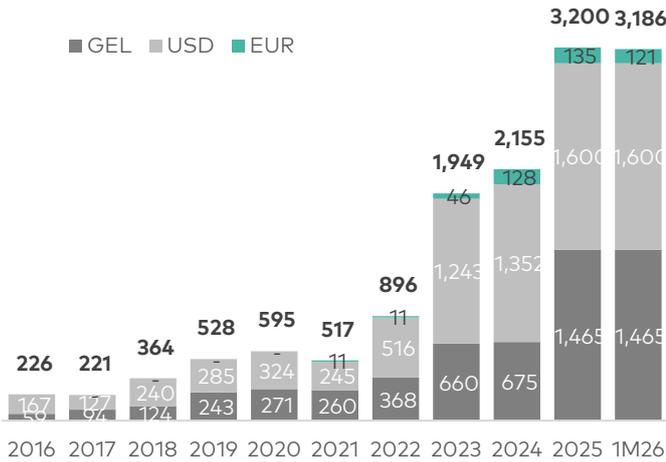
Fixed income

Georgian Eurobonds, YTM



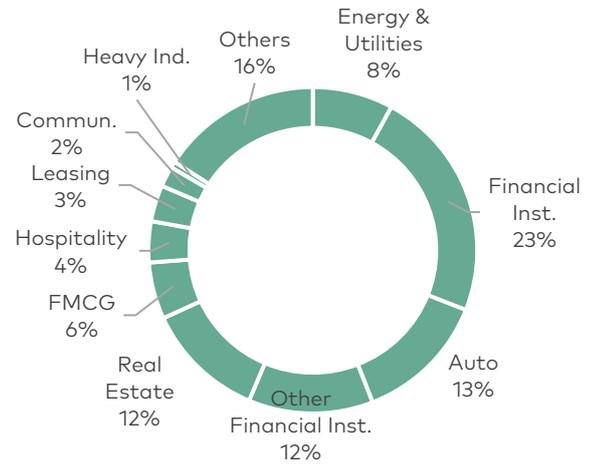
Source: Bloomberg

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 116.30/share (+13.46% w/w and +16.65% m/m). More than 440k shares traded in the range of GBP 101.00 - 120.40/share. Average daily traded volume was 56k in the last 4 weeks. The volume of BGEO shares traded was at 1.01% of its capitalization.

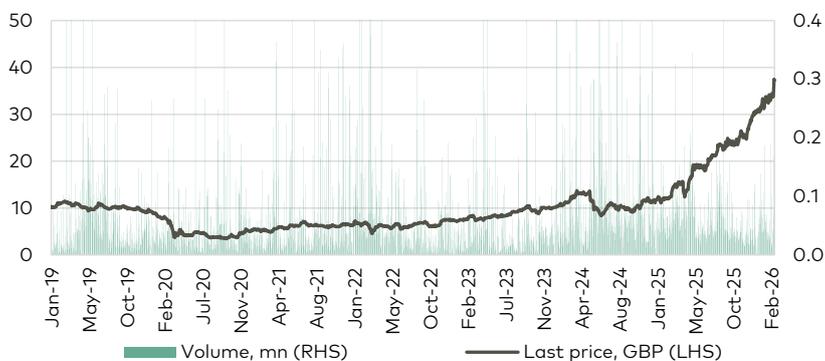
TBC Bank Group (TBCG LN)



Source: Bloomberg

TBC Bank Group (TBCG LN) closed the week at GBP 48.10/share (+3.11% w/w and +12.25% m/m). More than 433k shares changed hands in the range of GBP 46.65 - 48.60/share. Average daily traded volume was 71k in the last 4 weeks. The volume of TBCG shares traded was at 0.78% of its capitalization.

Georgia Capital (CGEO LN)



Source: Bloomberg

Georgia Capital (CGEO LN) shares closed at GBP 37.25/share (+9.56% w/w and +10.37% m/m). More than 428k shares traded in the range of GBP 33.45 - 37.50/share. Average daily traded volume was 56k in the last 4 weeks. The volume of CGEO shares traded was at 1.23% 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	
								2026F	2027F	2026F	2027F
Lion Finance Group	BGEO	GBP	116.30	5,054	56.7%	115.8%	25.1%	7.50x	6.48x	1.76x	1.45x
TBC	TBC	GBP	48.10	2,685	7.4%	10.7%	18.5%	6.14x	5.35x	1.34x	1.16x
Halyk Bank	HSBK	USD	32.35	8,827	22.5%	60.9%	8.0%	4.77x	4.99x	1.26x	na
Akbank	AKBNK	TRY	90.15	468,780	30.7%	33.0%	29.2%	4.38x	3.41x	1.16x	0.89x
Garanti	GARAN	TRY	160.10	672,420	10.3%	25.9%	11.6%	4.11x	3.27x	1.11x	0.86x
Isbank	ISCTR	TRY	16.91	422,749	11.9%	10.7%	20.0%	3.33x	2.49x	0.82x	0.62x
PKO	PKO	PLN	92.46	115,575	25.3%	32.3%	8.6%	11.28x	9.30x	1.97x	1.82x
PEKAO	PEO	PLN	226.20	59,371	19.8%	30.6%	10.3%	10.48x	9.42x	1.66x	1.56x
Millennium	MIL	PLN	17.34	21,034	16.9%	48.3%	4.3%	8.71x	8.27x	2.12x	1.71x
Mbank	MBK	PLN	1,033.50	43,950	13.8%	39.5%	-2.6%	10.44x	8.92x	1.94x	1.63x
BRD	BRD	RON	30.05	20,942	53.3%	65.1%	11.7%	12.82x	11.36x	1.87x	1.71x
Banca Transilvania	TLV	RON	34.50	37,616	24.4%	41.2%	14.2%	8.42x	8.06x	1.89x	1.59x
Komerčni	KOMB	CZK	1,175.00	223,308	13.4%	11.9%	1.1%	12.96x	12.09x	1.74x	1.64x
Mean								8.10x	7.18x	1.59x	1.39x
Median								8.42x	8.06x	1.74x	1.57x

Source: Bloomberg, S&P Capital IQ

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