



Economy

Unemployment rate was 13.9% in 2025

The unemployment rate reduced by 0.9ppts y/y to 13.3% in 4Q25, bringing the full-year 2025 figure to 13.9%, unchanged from the previous year. In 2025, the number of hired employed individuals increased marginally by 0.1% y/y to 961.1 thousand, accounting for 69.2% of total employment, while self-employed persons reduced by 3.4% y/y. Notably, the labor force participation rate declined by 0.3ppts to 54.5%, which may reflect a movement of some individuals from the labor force into inactivity.

Money transfers increased by 16.6% y/y in Jan-26

Money transfers increased by 16.6% y/y to US\$ 282.6mn in Jan-26, following a 19.3% y/y growth in previous month. Among the top countries, inflows grew from the EU (+18.3% y/y, 47.2% of total), USA (+10.0% y/y, 18.4% of total), Russia (+31.6% y/y, 11.9% of total), Israel (+15.7% y/y, 8.7% of total) and Türkiye (+26.2% y/y, 3.4% of total).

We forecast money transfers at US\$ 3.8bn in 2026.

Goods exports increased by 19.0% y/y in Jan-26

In Jan-26, goods exports increased by 19.0% y/y to US\$ 480.4mn, following a 22.5% y/y rise in previous month. Goods imports fell by 33.7% y/y to US\$ 1.1bn, mainly reflecting a high base in Jan-25 due to one-off US\$ 481mn paintings imports (adjusting for this one-off effect, imports were down 7.7% y/y in Jan-26). As a result, the trade deficit narrowed by 50.1% y/y to US\$ 649.1mn in Jan-26, after a 3.5% y/y rise in Dec-25.

The top 5 exported commodities were cars (-22.5% y/y), petroleum (+401.5% y/y), precious metals (+436.5% y/y), copper (+73.2% y/y) and spirits (+20.7% y/y) in Jan-26. A 16.1% of exports were directed to the EU (+45.4% y/y), 46.7% to the CIS (-13.4% y/y) and 37.2% to other countries (+95.3% y/y).

The top 5 imports were cars (-39.5% y/y), petroleum (-10.1% y/y), gases (+7.4% y/y), pharmaceuticals (-9.5% y/y) and bars and rods of iron (+117.8% y/y) in Jan-26.

Producer price index increased by 6.5% y/y in Jan-26

Annual PPI for industrial goods increased by 6.5% in Jan-26, after a 6.1% rise in the previous month. The annual growth was mainly driven by an increase in prices in the manufacturing (+4.7% y/y) and mining (+36.4% y/y) sectors.

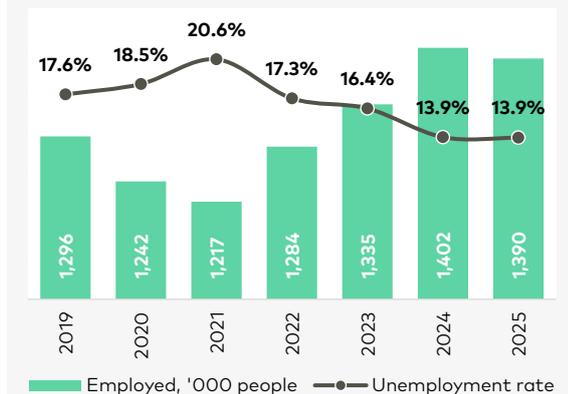
Key macro indicators

	2025E	2026F
Real GDP growth (% change)	7.5%	6.0%
GDP per capita (ppp)	31,539	35,045
GDP per capita (US\$)	10,272	11,443
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

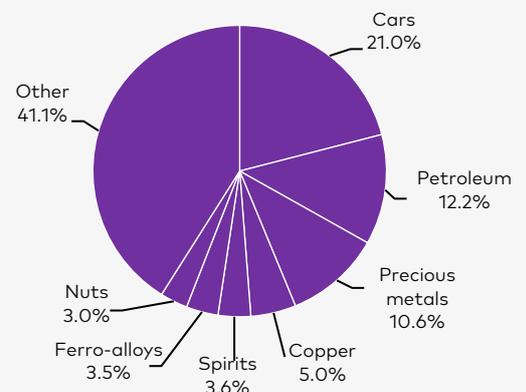
Unemployment rate in Georgia



Source: Geostat

Goods exports structure

January 2026



Source: Geostat

Money market

Ministry of Finance T-bills/T-notes

8.4-year GEL 60.0mn (US\$ 22.4mn) treasury notes were sold at the auction held at NBG on February 17, 2026. Total demand was 4.4x higher and the weighted average yield was fixed at 9.433%, down by 0.252ppts from previous auction held in Jan-26.

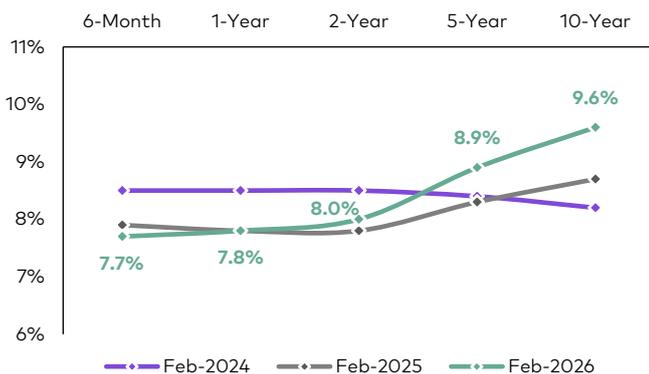
The nearest treasury security auction is scheduled for February 24, 2026, where GEL 50.0mn nominal value 5.4-year treasury notes will be sold.

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)	310	1,850	10,856
Total	490	2,250	11,300

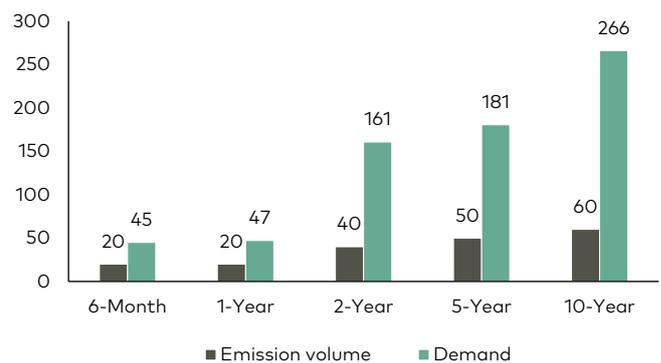
Source: MoF, Galt & Taggart
*As of January 2026

T-bills / T-notes, yield curve



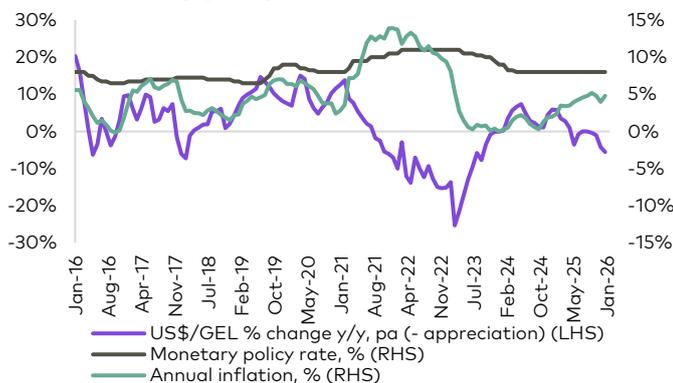
Source: NBG

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



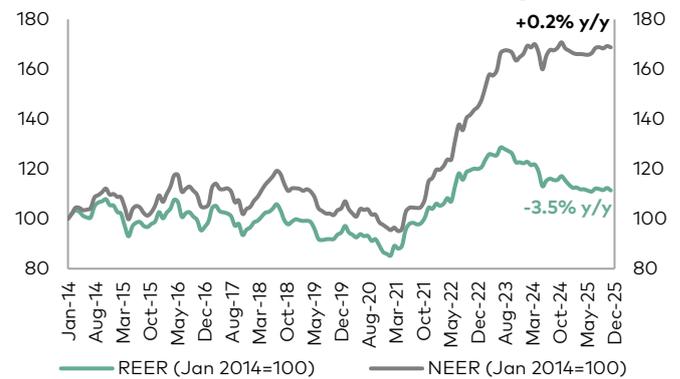
Source: NBG

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		99.74	3.87	25.99
GEORG 01/31	USD	500	5.125%	Jan-26	Jan-31	BB/BB/Ba2		98.63	5.44	205.85
GRAIL 06/28	USD	500	4.000%	Jun-21	Jun-28	BB-/BB-/-		96.18	5.80	248.94
GEBGG 9 1/2 PERP	USD	300	9.500%	Apr-24	n/a	B-/-/B2		105.63	8.63	422.42
GEBGG 11/28	GEL	450	11.500%	Nov-25	Nov-28	-/-/Ba2		100.34	11.33	n/a
SILKRDH 09/30	USD	400	7.500%	Sep-25	Sep-30	BB-/-/B1		102.51	6.86	338.72
TBC 8.894 PERP	USD	75	8.894%	Nov-21	n/a	B-/-/B-		100.95	7.70	390.11
TBC 10 1/4 PERP	USD	300	10.250%	Apr-24	n/a	-/-/B2		107.10	8.92	453.97
CGEOLN 07/29	USD	300	8.875%	Jul-24	Jul-29	BB-/BB-/-		105.66	7.00	211.81

■ 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-/-/B-		n/a	n/a	
TBC Leasing	USD	15	7.25%	Dec-25	Dec-28	BB-/-/B-		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

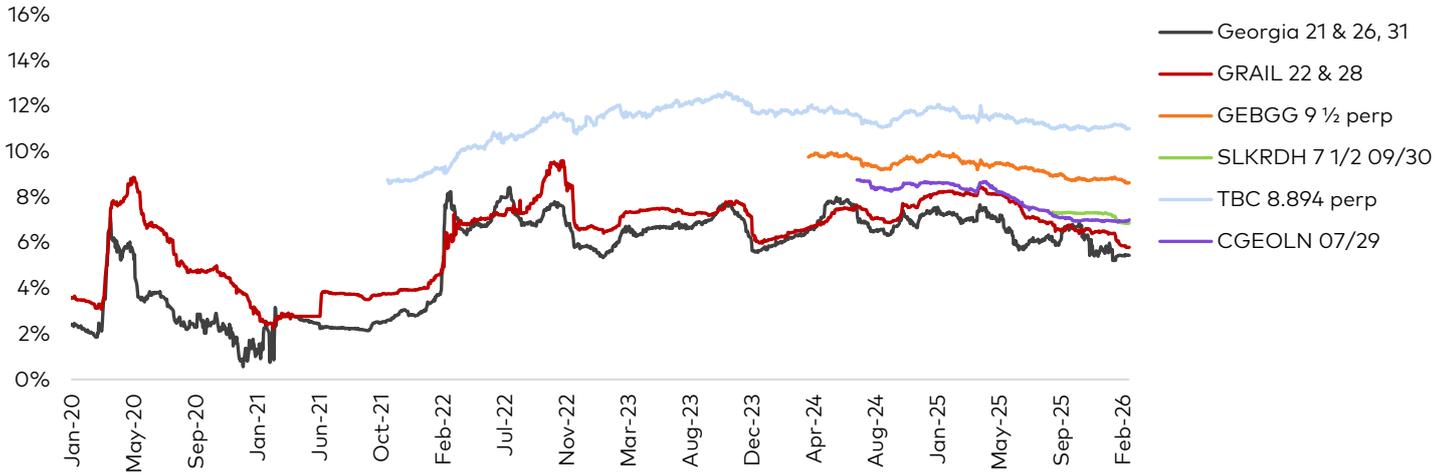
Issuer	Currency	Amount, mn	Coupon	Issue date	Maturity date	Ratings Fitch/S&P/Moody/ Scope	Mid price	Mid yield, %
EUR								
Tegeta Motors	EUR	10	6.75%	May-24	May-26	-/-/BB-	n/a	n/a
MP Development	EUR	3	7.75%	Jul-24	Jul-26	-/-/BB-	n/a	7.75%
Chavchavadze 64B	EUR	3	7.75%	Aug-24	Aug-26	-/-/BB-	n/a	7.75%
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



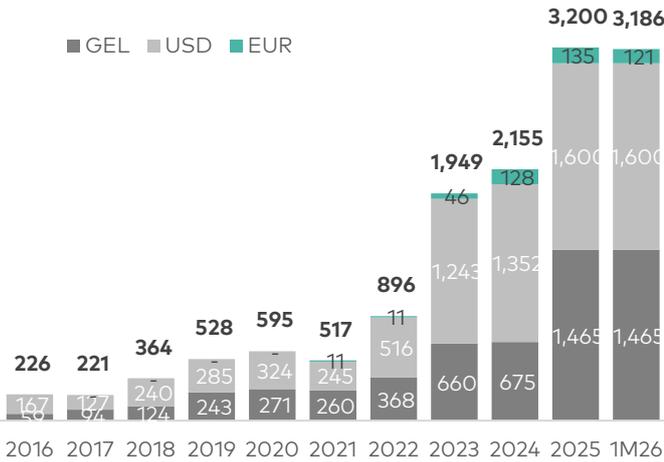
Fixed income

Georgian Eurobonds, YTM



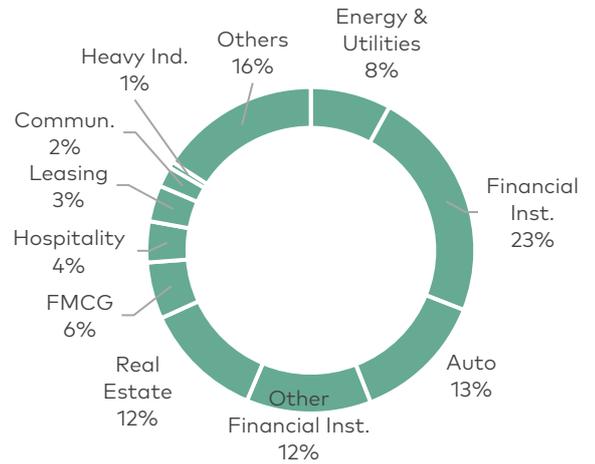
Source: Bloomberg

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 102.50/share (+5.67% w/w and +7.67% m/m). More than 207k shares traded in the range of GBP 97.55 - 103.20/share. Average daily traded volume was 56k in the last 4 weeks. The volume of BGEO shares traded was at 0.48% of its capitalization.

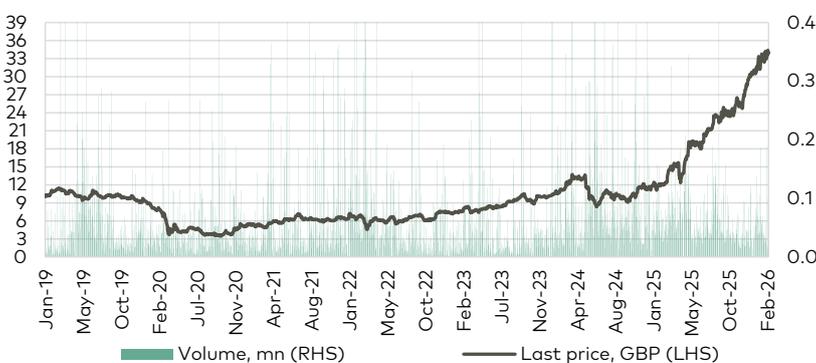
TBC Bank Group (TBCG LN)



Source: Bloomberg

TBC Bank Group (TBCG LN) closed the week at GBP 46.65/share (+9.76% w/w and +17.21% m/m). More than 268k shares changed hands in the range of GBP 42.00 - 46.65/share. Average daily traded volume was 68k in the last 4 weeks. The volume of TBCG shares traded was at 0.48% of its capitalization.

Georgia Capital (CGEO LN)



Source: Bloomberg

Georgia Capital (CGEO LN) shares closed at GBP 34.00/share (+2.56% w/w and +8.97% m/m). More than 194k shares traded in the range of GBP 33.15 - 34.75/share. Average daily traded volume was 48k in the last 4 weeks. The volume of CGEO shares traded was at 0.56% 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	102.50	4,454	34.2%	98.3%	10.2%	6.70x	5.78x	1.52x	1.25x
TBC	TBC	GBP	46.65	2,604	1.9%	15.5%	14.9%	5.98x	5.23x	1.30x	1.13x
Halyk Bank	HSBK	USD	31.90	8,704	23.2%	59.1%	6.5%	4.70x	4.92x	1.24x	na
Akbank	AKBNK	TRY	88.35	459,420	31.5%	34.7%	26.6%	4.20x	3.41x	1.14x	0.88x
Garanti	GARAN	TRY	157.70	662,340	8.1%	20.6%	9.9%	3.96x	3.31x	1.10x	0.84x
Isbank	ISCTR	TRY	16.82	420,499	14.7%	13.5%	19.4%	3.32x	2.59x	0.82x	0.61x
PKO	PKO	PLN	91.40	114,250	10.7%	27.9%	7.3%	11.18x	9.24x	1.95x	1.80x
PEKAO	PEO	PLN	232.40	60,998	9.1%	31.3%	13.3%	10.63x	9.67x	1.70x	1.60x
Millennium	MIL	PLN	17.44	21,156	11.2%	54.6%	4.9%	8.76x	8.31x	2.13x	1.72x
Mbank	MBK	PLN	1,052.00	44,737	6.8%	42.5%	-0.9%	10.62x	9.07x	1.97x	1.66x
BRD	BRD	RON	33.30	23,207	67.0%	81.2%	23.8%	14.20x	12.57x	2.07x	1.89x
Banca Transilvania	TLV	RON	35.72	38,946	26.9%	49.0%	18.3%	9.30x	8.34x	1.95x	1.64x
Komerčni	KOMB	CZK	1,184.00	225,018	13.2%	13.3%	1.9%	13.06x	12.17x	1.75x	1.65x
Mean								8.20x	7.28x	1.59x	1.39x
Median								8.76x	8.31x	1.70x	1.62x

Source: Bloomberg, S&P Capital IQ

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