



## Economy

### Annual inflation at 4.8% in Nov-25

In November 2025, Georgia's annual inflation eased to 4.8%, down from 5.2% in October. The moderation was mainly driven by a slowdown in mixed-goods inflation to 5.8% y/y from 8.2% y/y posted a month earlier. At the same time, domestic inflation edged higher, reaching 6.4% y/y (vs. 6.2% y/y in Oct-25) and imported inflation rose to 0.2% y/y after being flat in previous month. Notably, core inflation - excluding food, energy, and tobacco - reduced to 2.3% y/y in Nov-25 from 2.4% in previous month.

By categories, annual inflation in Nov-25 was largely driven by price increases in food and non-alcoholic beverages (+10.3% y/y, +3.48ppts), healthcare (+8.0% y/y, +0.66ppts), alcoholic beverages & tobacco (+4.4% y/y, +0.28ppts) and hotels and restaurants (+7.2% y/y, +0.23ppts) categories. Meanwhile, deflation was recorded in communication (-4.0% y/y, -0.13ppts) and furnishings, household equipment and maintenance (-1.3% y/y, -0.07ppts).

We expect average annual inflation at 3.9% in 2025 and 3.0% in 2026.

### International reserves at US\$ 5.8bn in Nov-25

Gross international reserves increased by 41.0% y/y to US\$ 5.8bn in Nov-25, according to NBG. On a monthly basis, the reserves were also up by 3.8% (+US\$ 213.2mn). Changes in reserves were attributed to the changes in the value of monetary gold (+US\$ 41.2mn m/m) along with the government and/or banking sector FX operations, and also to NBG's FX trading via BMatch platform (information will be available on 25 December). Notably, as of Nov-25, monetary gold accounted for 16.5% of total international reserves.

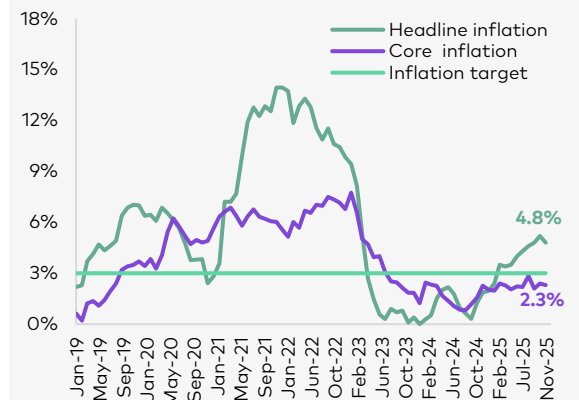
### Key macro indicators

|                              | 2025E     | 2026F  |
|------------------------------|-----------|--------|
| Real GDP growth (% change)   | 7.5%      | 6.0%   |
| GDP per capita (ppp)         | 31,516    | 34,875 |
| GDP per capita (US\$)        | 10,265    | 11,387 |
| Population (mn)              | 3.7       | 3.7    |
| Inflation (average)          | 3.9%      | 3.0%   |
| Gross reserves (US\$ bn)     | 5.8       | 6.3    |
| CAD (% of GDP)               | 5.0%      | 4.8%   |
| Fiscal deficit (% of GDP)    | 2.5%      | 2.5%   |
| Total public debt (% of GDP) | 34.1%     | 33.5%  |
| Fitch/S&P/Moody's*           | BB/BB/Ba2 |        |

Source: Official data, Rating agencies, Galt & Taggart

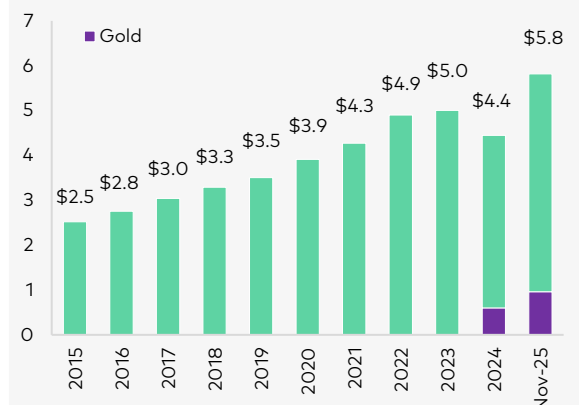
\*Latest sovereign credit ratings

### Annual inflation



Source: Geostat

### NBG's gross international reserves US\$ bn



Source: NBG



## Money market

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

3.7-year GEL 50.0mn (US\$ 18.5mn) treasury notes were sold at the auction held at NBG on December 2, 2025. Total demand was 3.3x higher and the weighted average yield was fixed at 8.90%, down by 0.057ppts from previous auction held in Nov-25.

6-month GEL 20.0mn (US\$ 7.4mn) treasury notes were sold at the auction held at NBG on December 2, 2025. Total demand was 2.3x higher and the weighted average yield was fixed at 8.062%, up by 0.127ppts from previous auction held in Nov-25.

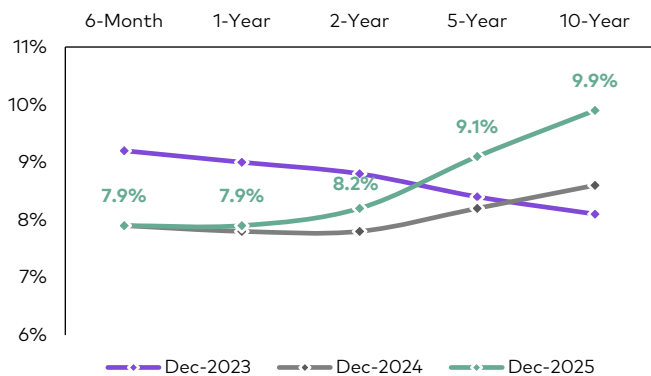
The nearest treasury security auction is scheduled for December 9, 2025, where GEL 20.0mn nominal value 1-year T-bills and GEL 30.0mn nominal value 10.8-year treasury notes will be sold.

### 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) | 550                    | 20                           | 360                         |
| Long-term (over 1-year)       | 2,204                  | 155                          | 10,631                      |
| <b>Total</b>                  | <b>2,754</b>           | <b>175</b>                   | <b>10,991</b>               |

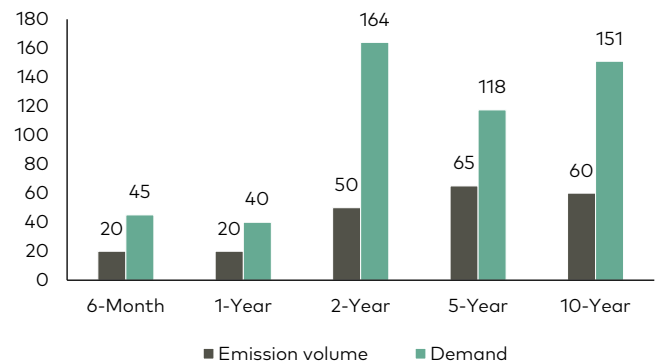
Source: MoF  
\*As of October 2025

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



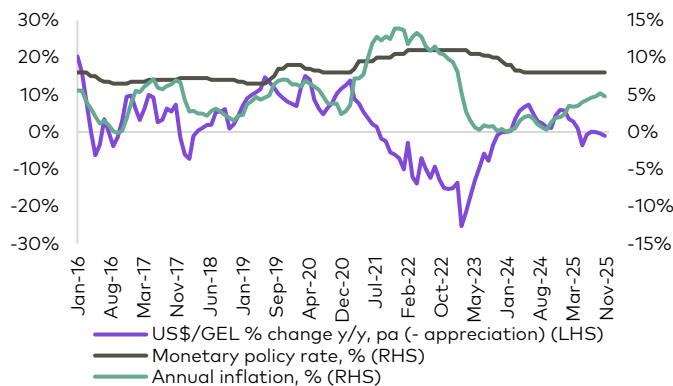
Source: NBG

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



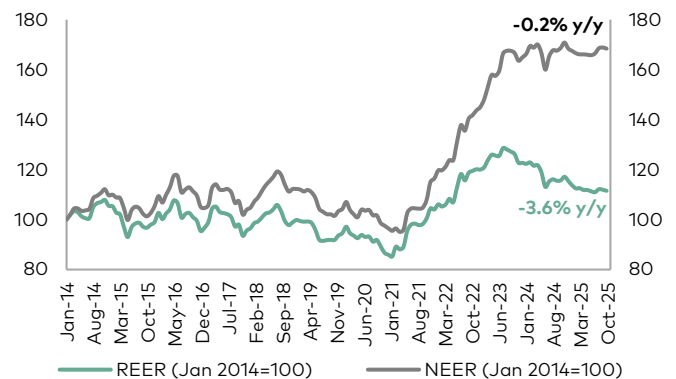
Source: NBG

### 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<br>Fitch/S&P/Moody | Mid price | Mid yield, % | Z-spread, bps |
|------------------|----------|------------|---------|------------|---------------|----------------------------|-----------|--------------|---------------|
| GEORG 04/26      | USD      | 500        | 2.750%  | Apr-21     | Apr-26        | BB/BB/Ba2                  | 98.87     | 5.71         | 198.61        |
| GRAIL 06/28      | USD      | 500        | 4.000%  | Jun-21     | Jun-28        | BB-/BB-/-                  | 94.46     | 6.41         | 304.50        |
| GEBGG 9 1/2 PERP | USD      | 300        | 9.500%  | Apr-24     | n/a           | B-/-/B2                    | 104.17    | 8.75         | 475.93        |
| GEBGG 11/28      | GEL      | 450        | 11.500% | Nov-25     | Nov-28        | -/-/Ba2                    | 100.59    | 11.24        | n/a           |
| SILKRDH 09/30    | USD      | 400        | 7.500%  | Sep-25     | Sep-30        | BB-/-/B1                   | 100.75    | 7.32         | 389.27        |
| TBC 8.894 PERP   | USD      | 75         | 8.894%  | Nov-21     | n/a           | B-/-/-                     | 100.51    | 8.30         | 456.69        |
| TBC 10 1/4 PERP  | USD      | 300        | 10.250% | Apr-24     | n/a           | -/-/B2                     | 105.65    | 9.07         | 502.80        |
| CGEOLN 07/29     | USD      | 300        | 8.875%  | Jul-24     | Jul-29        | BB-/BB-/-                  | 105.97    | 6.99         | 244.23        |

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

### Georgian local bonds

| Issuer                     | Currency | Amount, mn | Coupon | Issue date | Maturity date | Ratings<br>Fitch/S&P/Moody/<br>Scope | Mid price | Mid yield |
|----------------------------|----------|------------|--------|------------|---------------|--------------------------------------|-----------|-----------|
| 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%     |
| 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

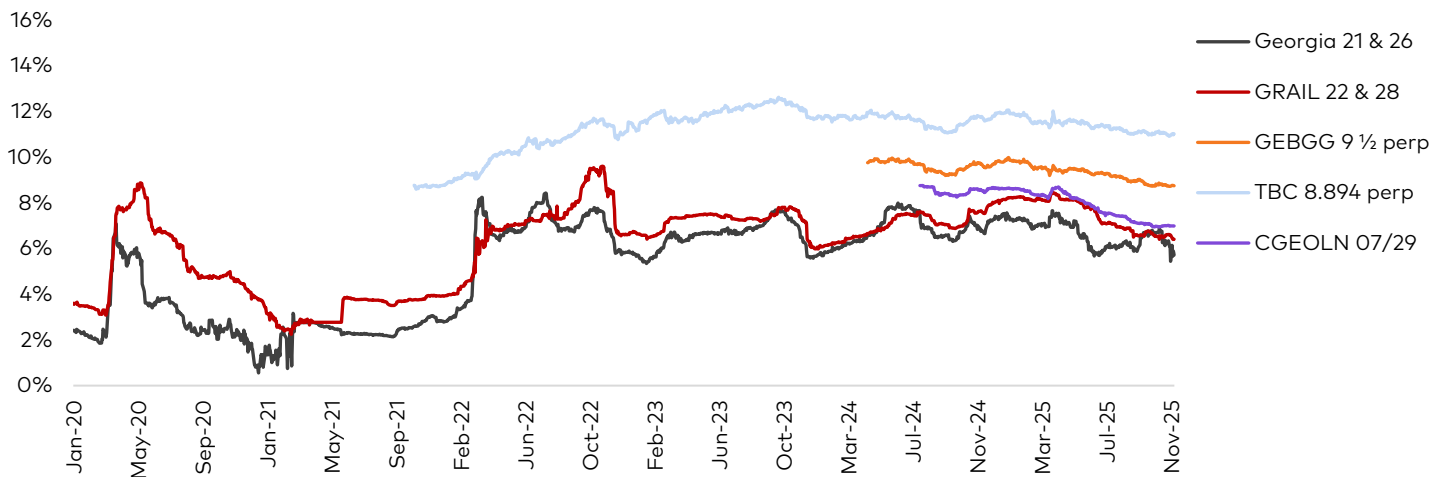
| Issuer                    | Currency | Amount,<br>mn | Coupon         | Issue date | Maturity<br>date | Ratings<br>Fitch/S&P/Moody/<br>Scope | Mid price | Mid yield, % |
|---------------------------|----------|---------------|----------------|------------|------------------|--------------------------------------|-----------|--------------|
| <b>EUR</b>                |          |               |                |            |                  |                                      |           |              |
| 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          |
| <b>GEL</b>                |          |               |                |            |                  |                                      |           |              |
| 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



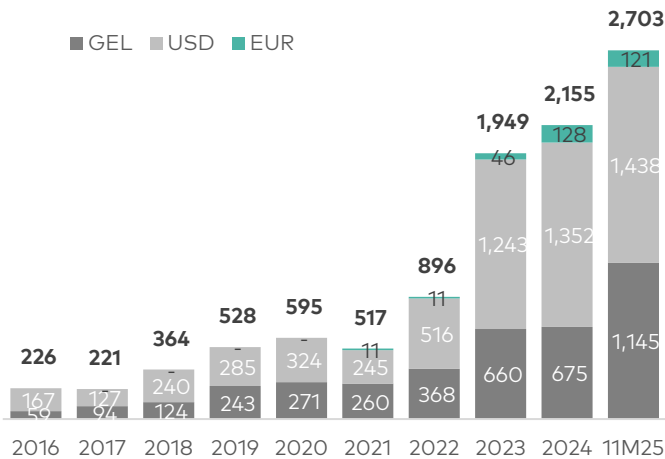
## Fixed income

Georgian Eurobonds, YTM



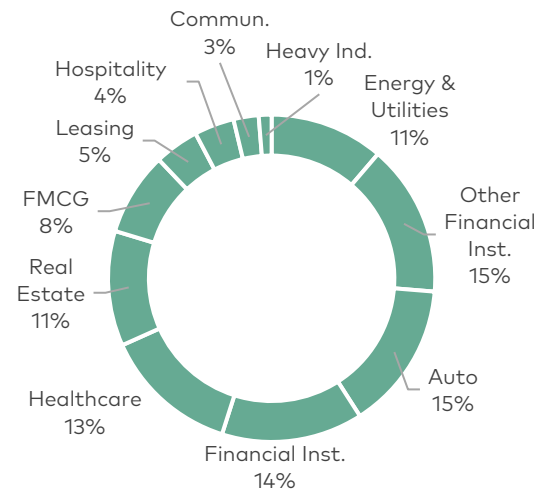
Source: Bloomberg

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

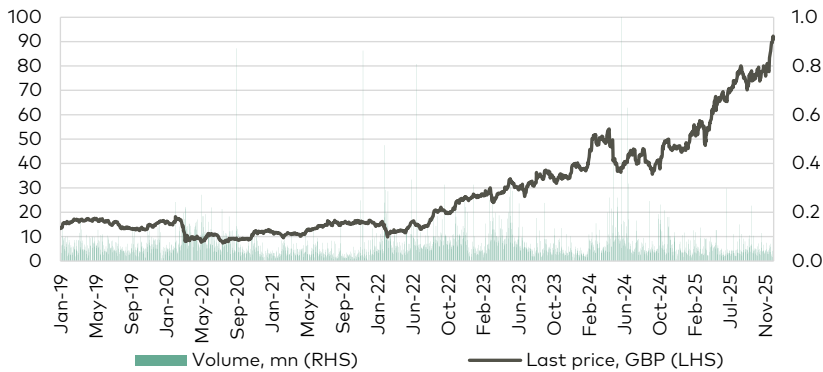


Source: Galt & Taggart



## Equities

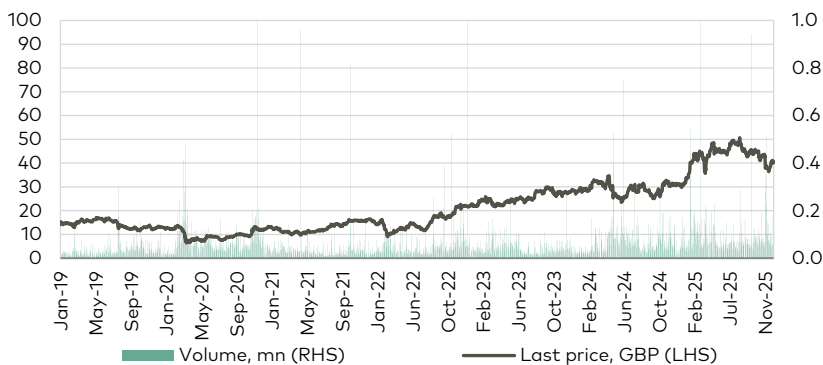
### Bank of Georgia Group (BGEO LN)



Source: Bloomberg

**Lion Finance Group (BGEO LN)** shares closed at GBP 91.70/share (+2.34% w/w and +16.52% m/m). More than 224k shares traded in the range of GBP 89.45 - 94.60/share. Average daily traded volume was 45k in the last 4 weeks. The volume of BGEO shares traded was at 0.52% of its capitalization.

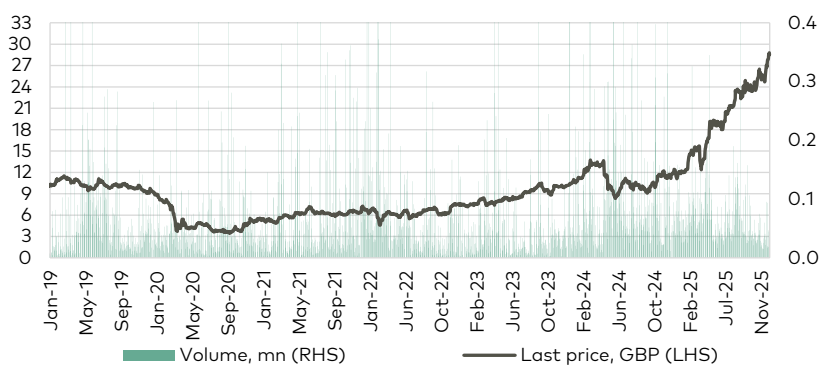
### TBC Bank Group (TBCG LN)



Source: Bloomberg

**TBC Bank Group (TBCG LN)** closed the week at GBP 40.35/share (-1.10% w/w and -6.05% m/m). More than 421k shares changed hands in the range of GBP 38.90 - 41.50/share. Average daily traded volume was 116k in the last 4 weeks. The volume of TBCG shares traded was at 0.75% of its capitalization.

### Georgia Capital (CGEO LN)



Source: Bloomberg

**Georgia Capital (CGEO LN)** shares closed at GBP 28.50/share (+2.52% w/w and +11.33% m/m). More than 178k shares traded in the range of GBP 27.70 - 29.05/share. Average daily traded volume was 37k in the last 4 weeks. The volume of CGEO shares traded was at 0.51% 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      | 91.70       | 3,991    | 33.6%  | 100.0%  | 94.7%   | 4.36x        | 2.92x        | 6.88x        | 1.25x        | 1.02x        | 1.72x        |
| TBC                | TBC    | GBP      | 40.35       | 2,256    | -9.1%  | 32.9%   | 29.3%   | 4.68x        | 4.80x        | 5.68x        | 1.15x        | 1.12x        | na           |
| Halyk Bank         | HSBK   | USD      | 25.50       | 6,958    | 12.1%  | 34.2%   | 31.2%   | 2.57x        | na           | 3.47x        | 0.72x        | na           | na           |
| Akbank             | AKBNK  | TRY      | 67.00       | 348,400  | 19.1%  | 5.6%    | 3.3%    | 2.86x        | 7.96x        | 5.92x        | 0.9x         | 1.4x         | 1.11x        |
| Garanti            | GARAN  | TRY      | 141.50      | 594,300  | 21.9%  | 13.7%   | 13.7%   | 2.84x        | 5.73x        | 5.02x        | 1.00x        | 1.58x        | 1.35x        |
| Isbank             | ISCTR  | TRY      | 14.07       | 351,750  | 23.2%  | 0.9%    | 3.9%    | 3.23x        | 7.43x        | 4.58x        | 0.87x        | 1.06x        | 0.86x        |
| PKO                | PKO    | PLN      | 77.32       | 96,650   | 9.8%   | 28.0%   | 29.4%   | 11.44x       | na           | 9.18x        | 1.39x        | na           | 1.68x        |
| PEKAO              | PEO    | PLN      | 195.80      | 51,392   | 11.2%  | 32.0%   | 42.0%   | 5.99x        | 5.68x        | 7.14x        | 1.31x        | 1.13x        | 1.47x        |
| Millennium         | MIL    | PLN      | 14.83       | 17,990   | 8.2%   | 63.2%   | 66.6%   | 17.78x       | 15.08x       | 6.11x        | 1.47x        | 1.39x        | 1.97x        |
| Mbank              | MBK    | PLN      | 1,002.50    | 42,632   | 28.5%  | 78.1%   | 83.2%   | na           | 10.36x       | 10.29x       | 1.65x        | 1.31x        | 2.17x        |
| BRD                | BRD    | RON      | 23.85       | 16,621   | 20.0%  | 33.2%   | 28.0%   | 7.62x        | 8.52x        | 10.91x       | 1.42x        | 1.38x        | 1.71x        |
| Banca Transilvania | TLV    | RON      | 29.86       | 32,557   | 10.1%  | 33.5%   | 31.5%   | 6.69x        | 4.86x        | 8.85x        | 1.46x        | na           | 1.93x        |
| Komerčni           | KOMB   | CZK      | 1,173.00    | 222,928  | 16.9%  | 40.0%   | 38.2%   | 8.76x        | 9.29x        | 12.74x       | 1.09x        | 1.27x        | 1.74x        |
| <b>Mean</b>        |        |          |             |          |        |         |         | <b>6.57x</b> | <b>7.51x</b> | <b>7.44x</b> | <b>1.21x</b> | <b>1.27x</b> | <b>1.61x</b> |
| <b>Median</b>      |        |          |             |          |        |         |         | <b>5.34x</b> | <b>7.43x</b> | <b>6.88x</b> | <b>1.25x</b> | <b>1.29x</b> | <b>1.71x</b> |

Source: Bloomberg, S&P Capital IQ



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