



Economy

Georgia's economy grew by 7.5% y/y in 2025

In Dec-25, Georgia's economy grew by 7.2% y/y, the same rate as in November. Cumulatively, real GDP increased by 7.5% y/y in 2025, fully in line with our forecast. The growth in December was mainly driven by stronger activity in manufacturing, ICT, transport & storage and hotels & restaurants, while construction sector contracted.

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

Bank lending increased by 14.0% y/y in Dec-25

In Dec-25, the banking sector loan portfolio grew by 14.0% y/y (+2.7% m/m) excluding FX effect, up from 13.8% y/y in previous month. In unadjusted terms, the loan portfolio increased by 13.9% y/y (+2.9% m/m) to GEL 70.9bn (US\$ 26.3bn). By segment, loans to legal entities rose by 12.9% y/y (excluding FX effect), at the same pace as in previous month, while retail loans increased by 15.0% y/y, following 14.6% y/y growth in November. Loan dollarization stood at 42.4% (+0.58ppts m/m and -0.95ppts y/y) in Dec-25.

On the funding side, deposits growth accelerated to 15.8% y/y (excluding FX effect), reaching GEL 66.9bn (US\$ 24.8bn) in Dec-25, up from 13.9% y/y growth posted in November. In terms of currency breakdown, GEL deposits continued to accelerate, rising by 26.9% y/y (+22.2% y/y in Nov-25), while growth in FX deposits (exc. FX effect) slowed further to 5.8% y/y (+6.1% y/y in Nov-25). As a result, deposit dollarization reduced further to 47.7% (-0.18ppts m/m and -4.95ppts y/y) in Dec-25.

NBG purchased US\$ 361mn in Dec-25

NBG intervened on FX market and purchased US\$ 361mn through BMATCH platform in Dec-25. Overall, the NBG's net purchases reached US\$ 2.4bn in 2025.

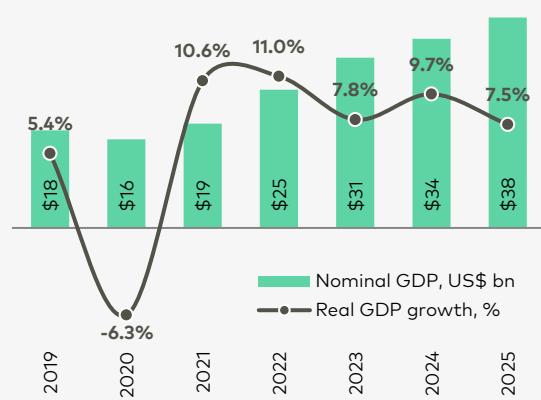
Key macro indicators

	2025E	2026F
Real GDP growth (% change)	7.5%	6.0%
GDP per capita (ppp)	31,539	35,045
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	BB/BB/Ba2

Source: Official data, Rating agencies, Galt & Taggart

*Latest sovereign credit ratings

Gross domestic product



Source: Geostat, Galt & Taggart

NBG's net FX interventions, US\$ mn



Source: NBG

Note: +/- signs mean reserve accumulation/selling



Money market

Ministry of Finance T-bills/T-notes

5.5-year GEL 50.0mn (US\$ 18.6mn) treasury notes were sold at the auction held at NBG on January 27, 2026. Total demand was 3.6x higher and the weighted average yield was fixed at 9.122%, down by 0.195pp from previous auction held in Dec-25.

The nearest treasury security auction is scheduled for February 3, 2026, where GEL 20.0mn nominal value 6-month T-bills and GEL 40.0mn nominal value 3.1-year treasury notes will be sold.

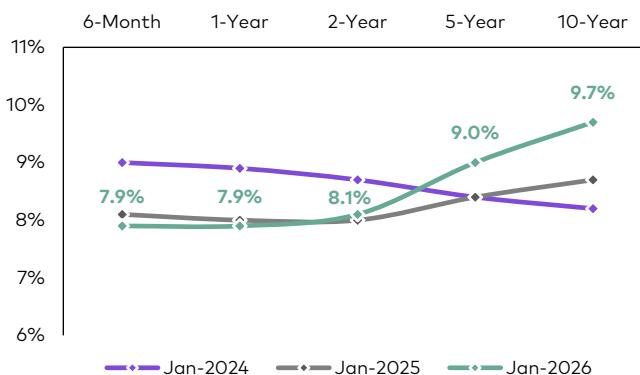
T-bills / T-notes in 2026

Maturity	YTD placements, GEL mn	Remaining placements, GEL mn	Outstanding amount, GEL mn*
Short-term (less than 1-year)	140	440	360
Long-term (over 1-year)	180	1,980	10,972
Total	320	2,420	11,332

Source: MoF, Galt & Taggart

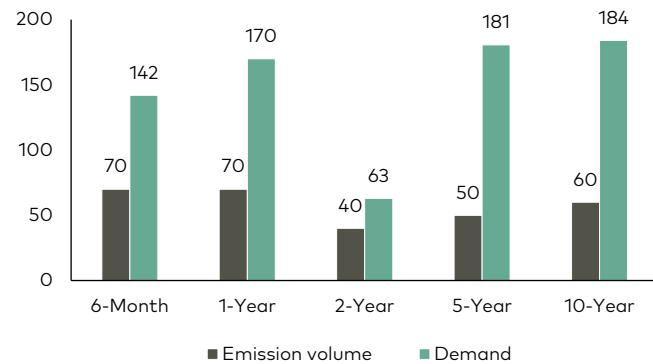
*As of December 2025

T-bills / T-notes, yield curve



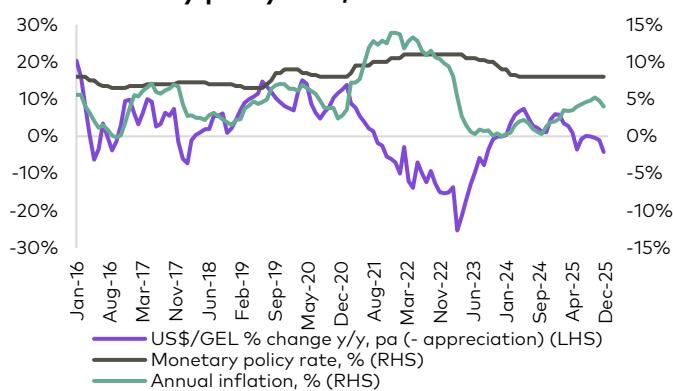
Source: NBG

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



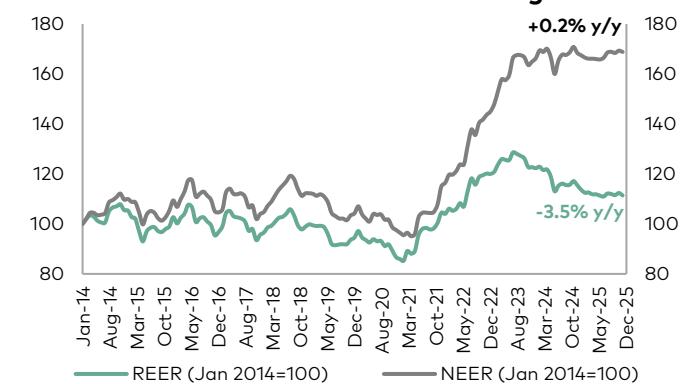
Source: NBG

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	Mid price	Mid yield, %	Z-spread, bps
GEORG 04/26	USD	107	2.750%	Apr-21	Apr-26	BB/BB/Ba2	99.76	3.86	24.51
GEORG 01/31	USD	500	5.125%	Jan-26	Jan-31	BB/BB/Ba2	98.59	5.44	189.57
GRAIL 06/28	USD	500	4.000%	Jun-21	Jun-28	BB-/BB/-	95.62	6.00	259.47
GEBGG 9 1/2 PERP	USD	300	9.500%	Apr-24	n/a	B-/-B2	105.46	8.80	422.33
GEBGG 11/28	GEL	450	11.500%	Nov-25	Nov-28	-/-/Ba2	100.19	11.40	n/a
SILKRDH 09/30	USD	400	7.500%	Sep-25	Sep-30	BB-/-B1	102.27	6.91	331.54
TBC 8.894 PERP	USD	75	8.894%	Nov-21	n/a	B-/-/-	100.66	8.01	441.72
TBC 10 1/4 PERP	USD	300	10.250%	Apr-24	n/a	-/-/B2	107.44	9.03	447.30
CGEOLN 07/29	USD	300	8.875%	Jul-24	Jul-29	BB-/BB/-	105.80	6.96	203.90

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	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

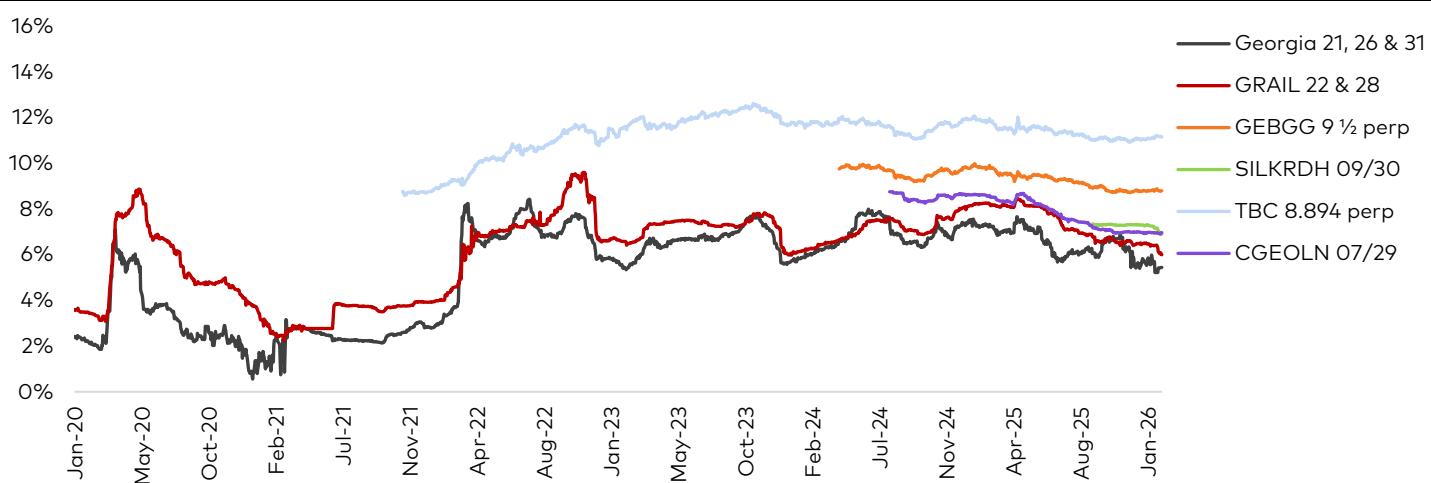
Issuer	Currency	Amount, mn	Coupon	Issue date	Maturity date	Ratings Fitch/S&P/Moody/ Scope	Mid price	Mid yield, %
EUR								
Tegeta Motors	EUR	10	6.75%	May-24	May-26	-/-/-/BB-	n/a	n/a
MP Development	EUR	3	7.75%	Jul-24	Jul-26	-/-/-/-	n/a	7.75%
Chavchavadze 64B	EUR	3	7.75%	Aug-24	Aug-26	-/-/-/-	n/a	7.75%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

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

Source: Bloomberg, Galt & Taggart

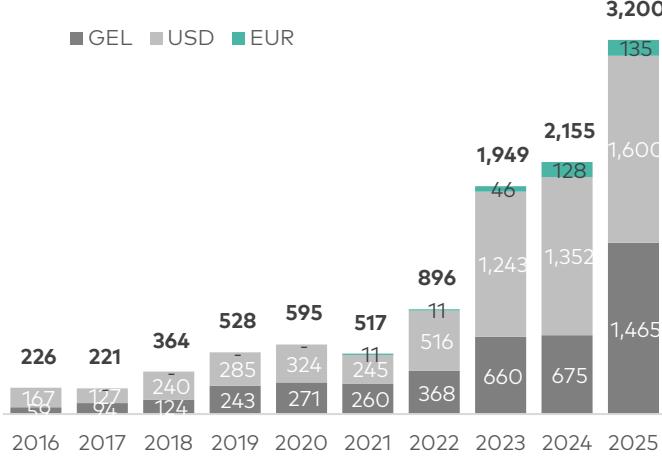
Fixed income

Georgian Eurobonds, YTM

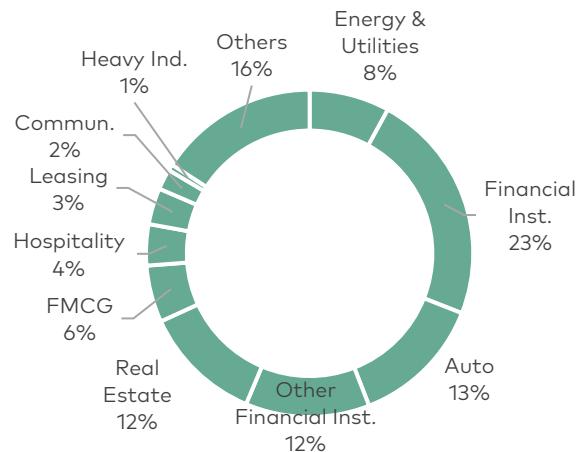


Source: Bloomberg

Georgian local corporate public bonds outstanding, GEL mn



Georgian local corporate public bonds outstanding by sector



Source: Galt & Taggart

Note: USD and EUR bonds are converted into GEL as of issuance date

Source: Galt & Taggart

Equities

Bank of Georgia Group (BGEO LN)



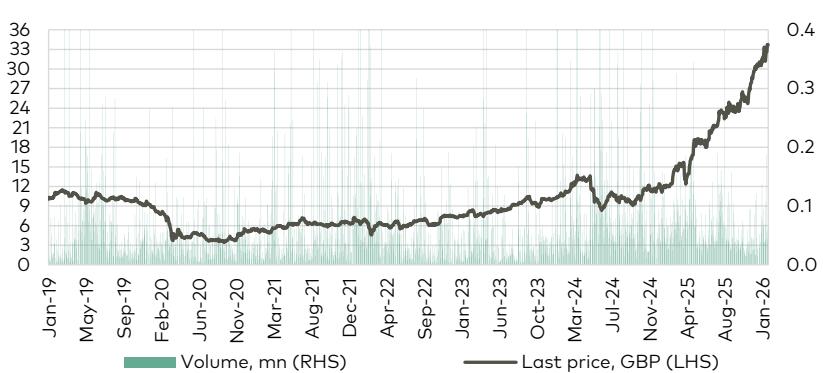
Lion Finance Group (BGEO LN) shares closed at GBP 100.90/share (+4.61% w/w and +8.44% m/m). More than 428k shares traded in the range of GBP 95.80 - 102.30/share. Average daily traded volume was 58k in the last 4 weeks. The volume of BGEO shares traded was at 0.99% of its capitalization.

TBC Bank Group (TBCG LN)



TBC Bank Group (TBCG LN) closed the week at GBP 42.50/share (+5.07% w/w and +4.04% m/m). More than 380k shares changed hands in the range of GBP 40.65 - 43.35/share. Average daily traded volume was 71k in the last 4 weeks. The volume of TBCG shares traded was at 0.68% of its capitalization.

Georgia Capital (CGEO LN)



Georgia Capital (CGEO LN) shares closed at GBP 33.75/share (+3.21% w/w and +8.52% m/m). More than 269k shares traded in the range of GBP 32.05 - 34.35/share. Average daily traded volume was 72k in the last 4 weeks. The volume of CGEO shares traded was at 0.77% of its capitalization.

Equities, continued

Eastern European banks

													P/E	P/B
	Ticker	Currency	Share price	Mcap, mn	6M chg	y/y chg	YTD chg	2026F	2027F	2026F	2027F			
Lion Finance Group	BGEO	GBP	100.90	4,385	30.4%	112.2%	8.5%	6.60x	5.69x	1.50x	1.23x			
TBC	TBC	GBP	42.50	2,372	-13.1%	27.2%	4.7%	5.58x	4.91x	na	na			
Halyk Bank	HSBK	USD	32.15	8,772	30.2%	66.6%	7.3%	4.74x	4.96x	1.25x	na			
Akbank	AKBNK	TRY	92.95	483,340	38.3%	41.9%	33.2%	4.59x	3.59x	1.21x	0.92x			
Garanti	GARAN	TRY	161.30	677,460	13.3%	22.6%	12.4%	3.93x	3.27x	1.11x	0.84x			
Isbank	ISCTR	TRY	16.66	416,500	14.9%	14.7%	18.2%	3.22x	2.64x	0.80x	0.61x			
PKO	PKO	PLN	92.58	115,725	11.8%	37.1%	8.7%	11.56x	9.61x	1.98x	1.83x			
PEKAO	PEO	PLN	216.80	56,903	6.0%	34.4%	5.7%	9.99x	9.18x	1.59x	1.49x			
Millennium	MIL	PLN	17.20	20,865	14.7%	65.1%	3.4%	8.64x	8.20x	1.96x	1.68x			
Mbank	MBK	PLN	1,038.00	44,142	17.1%	64.3%	-2.2%	10.39x	8.92x	1.92x	1.64x			
BRD	BRD	RON	28.50	19,862	44.7%	54.6%	5.9%	12.48x	11.12x	1.80x	1.71x			
Banca Transilvania	TLV	RON	32.44	35,370	16.8%	40.5%	7.4%	8.64x	7.83x	1.77x	1.49x			
Komercom	KOMB	CZK	1,245.00	236,611	17.8%	37.7%	7.1%	13.49x	12.74x	1.84x	1.74x			
Mean								7.99x	7.13x	1.56x	1.38x			
Median								8.64x	7.83x	1.68x	1.49x			

Source: Bloomberg, S&P Capital IQ

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Galt & Taggart

Address: 3 A. Pushkin Street, Tbilisi 0108, Georgia

Tel: +995 32 2401 111

Research: research@gt.ge

Tel: +995 32 2401 111 (4298)

Brokerage: sales@gt.ge

Tel: +995 32 2401 111 (4132)

Investment Banking: ib@gt.ge

Tel: +995 32 2401 111 (7457)