



## 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.

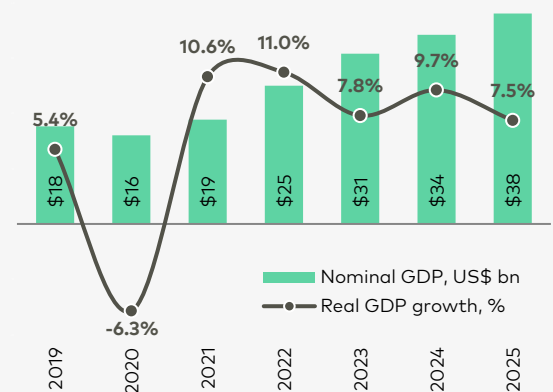
### Key macro indicators

	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/Baa2	

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 0.195ppts from previous auction held in Dec-25.

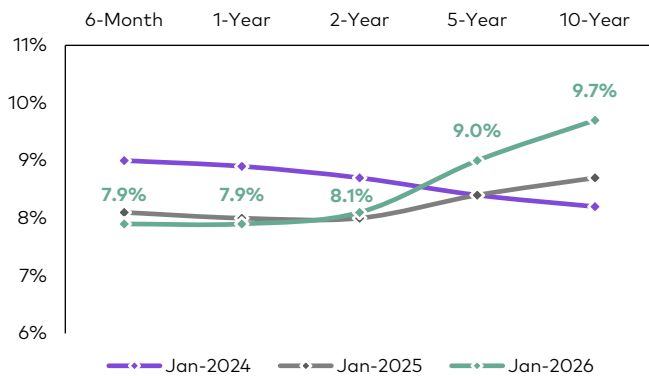
The nearest treasury security auction is scheduled for February 3, 2026, where GEL 20.0mn nominal value 6-month T-bills and GEL 40.0mn nominal value 3.1-year treasury notes will be sold.

## 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
<b>Total</b>	<b>320</b>	<b>2,420</b>	<b>11,332</b>

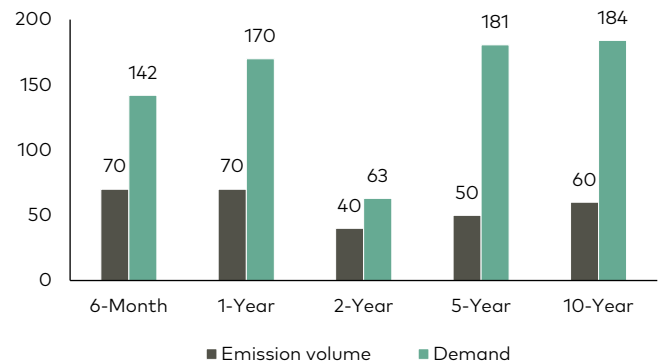
Source: MoF, Galt & Taggart  
\*As of December 2025

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



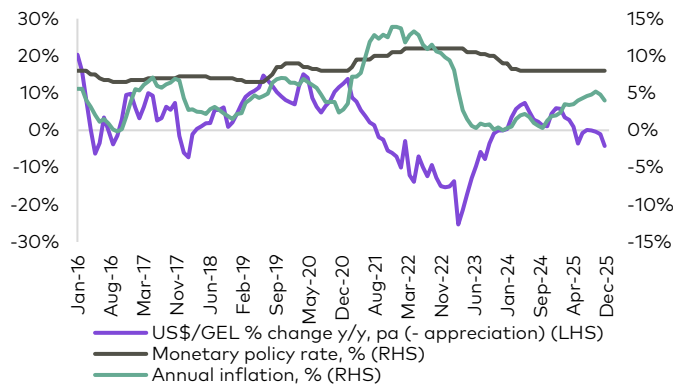
Source: NBG

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



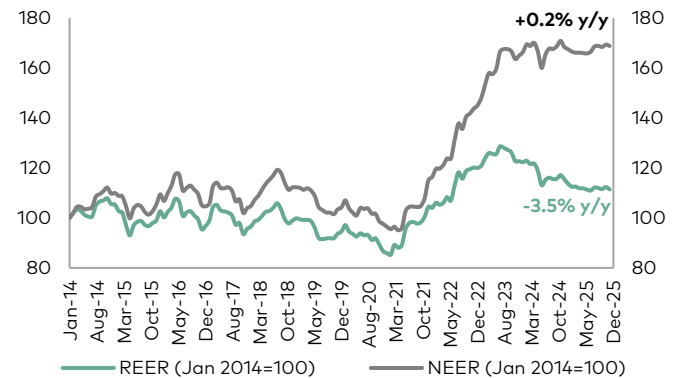
Source: NBG

## 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-/-/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-/-/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

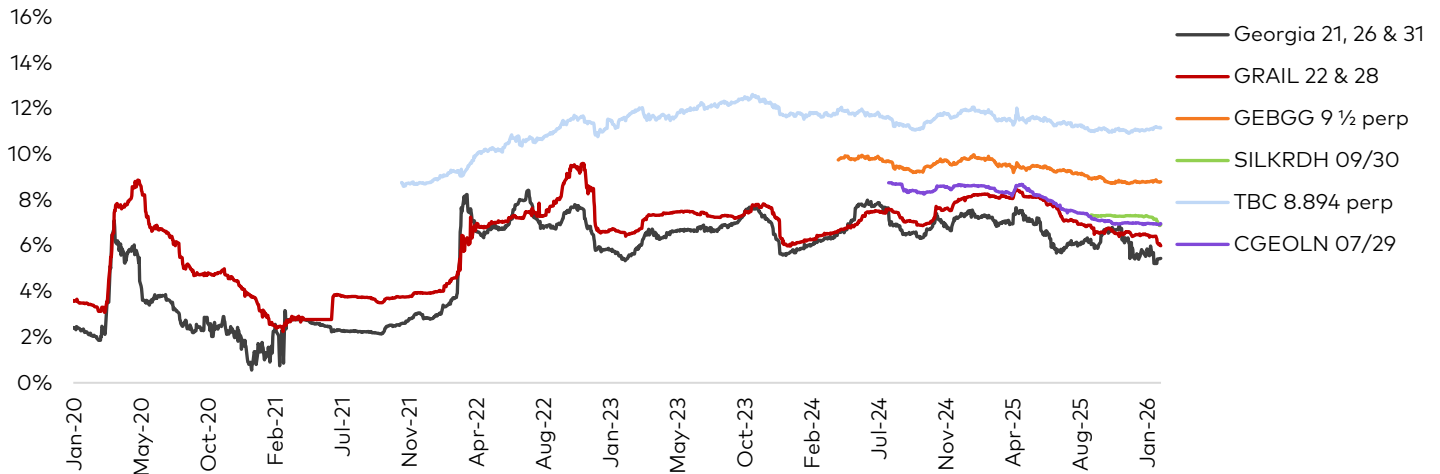
Issuer	Currency	Amount, mn	Coupon	Issue date	Maturity date	Ratings Fitch/S&P/Moody/ Scope	Mid price	Mid yield, %
<b>EUR</b>								
Tegeta Motors	EUR	10	6.75%	May-24	May-26	-/-/-/BB-	n/a	n/a
MP Development	EUR	3	7.75%	Jul-24	Jul-26	-/-/-/-	n/a	7.75%
Chavchavadze 64B	EUR	3	7.75%	Aug-24	Aug-26	-/-/-/-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



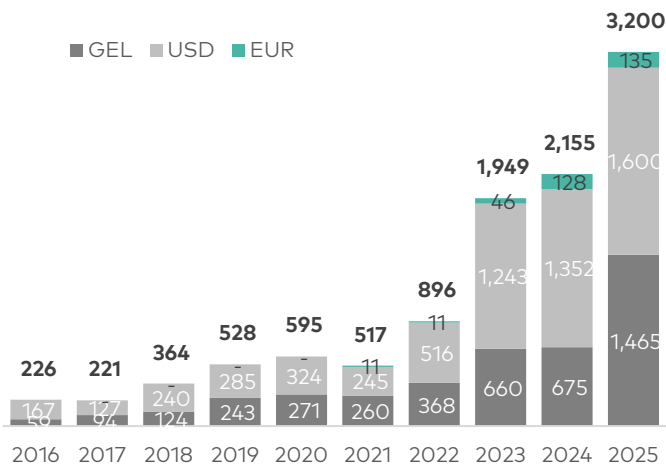
## Fixed income

**Georgian Eurobonds, YTM**



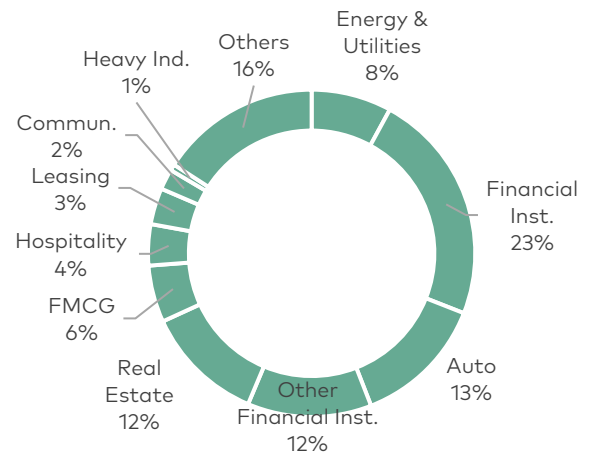
Source: Bloomberg

**Georgian local corporate public bonds outstanding, GEL mn**



Source: Galt & Taggart  
Note: USD and EUR bonds are converted into GEL as of issuance date

**Georgian local corporate public bonds outstanding by sector**

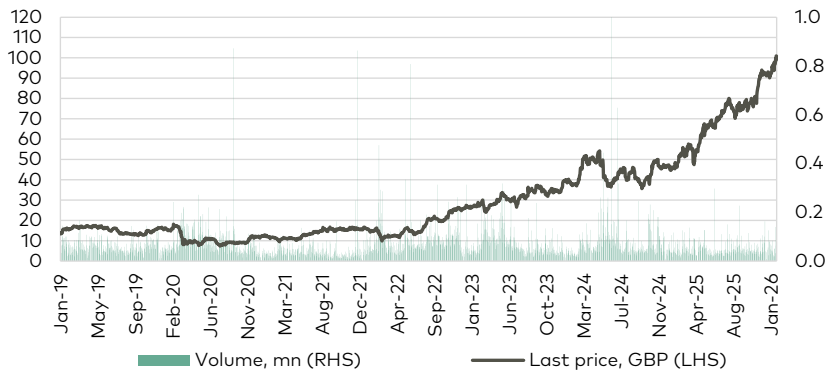


Source: Galt & Taggart



## Equities

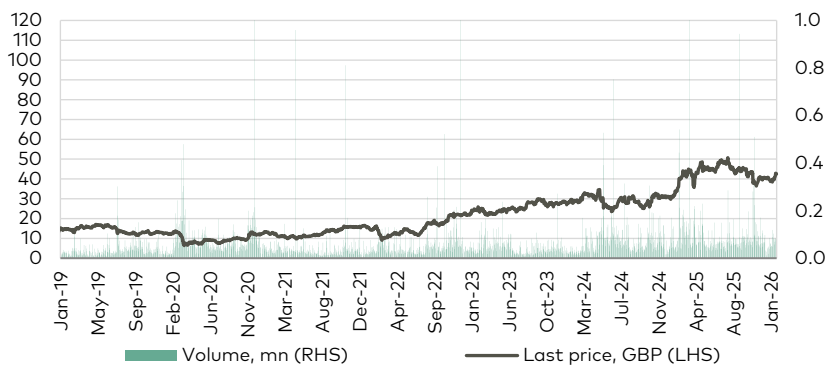
### Bank of Georgia Group (BGEO LN)



Source: Bloomberg

**Lion Finance Group (BGEO LN)** shares closed at GBP 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.

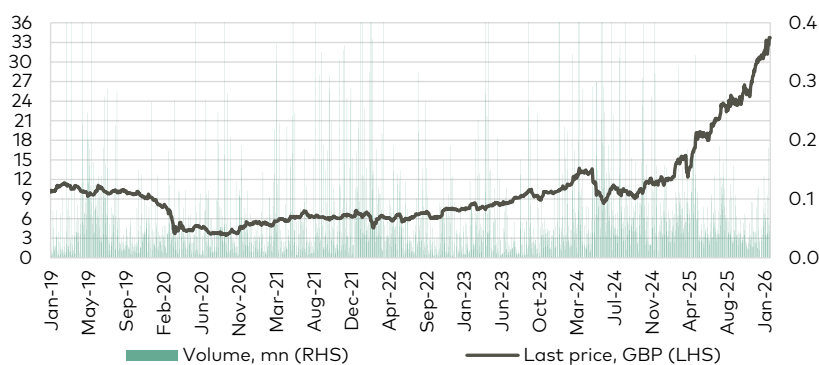
### TBC Bank Group (TBCG LN)



Source: Bloomberg

**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)



Source: Bloomberg

**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

	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	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
Komerční	KOMB	CZK	1,245.00	236,611	17.8%	37.7%	7.1%	13.49x	12.74x	1.84x	1.74x
<b>Mean</b>								<b>7.99x</b>	<b>7.13x</b>	<b>1.56x</b>	<b>1.38x</b>
<b>Median</b>								<b>8.64x</b>	<b>7.83x</b>	<b>1.68x</b>	<b>1.49x</b>

Source: Bloomberg, S&P Capital IQ



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