



## Economy

### Bank lending increased by 15.6% y/y in Jun-25

In Jun-25, the banking sector loan portfolio increased by 15.6% y/y (+2.1% m/m), excluding FX effect, following a 15.1% y/y growth in previous month. In unadjusted terms, loan portfolio rose by 15.5% y/y (+2.4% m/m), reaching GEL 66.2bn (US\$ 24.3bn), after growing 14.7% y/y in May-25. By sector, loans to legal entities increased by 16.5% y/y (excluding FX effect), while retail loans rose by 14.7% y/y. Loan dollarization increased slightly to 43.1% (+0.21ppts m/m and -2.09ppts y/y) in Jun-25.

On the deposits side, there was a 11.6% y/y increase (excluding FX effect) to GEL 60.8bn (US\$ 22.3bn) in Jun-25, following a 11.9% y/y growth in previous month. In terms of currency breakdown, GEL deposits grew by 9.5% y/y (+9.1% y/y in May-25) and FX deposits (exc. FX effect) increased by 13.7% y/y (+14.9% y/y in May-25). Notably, deposit dollarization reduced by -1.10ppts m/m to 49.7% in Jun-25, though it remains up 0.61ppts y/y.

### NBG purchased US\$ 266.0mn in Jun-25

Supported by the continued appreciation of the GEL in June 2025, the NBG intervened in the FX market and bought US\$ 266.0mn to build reserves. Cumulatively, the NBG purchased US\$ 879.5mn in 1H25.

### Goods exports increased by 10.4% y/y in Jun-25

In Jun-25, goods exports increased by 10.3% y/y to US\$ 640.2mn, after a 15.7% y/y growth in previous month. Meanwhile, goods imports rose slightly by 0.9% y/y to US\$ 1.4bn, after a 1.8% y/y decline in previous month. Consequently, the trade deficit narrowed by 6.2% y/y to US\$ 732.8mn in Jun-25.

The top 5 exported commodities were cars (+24.8% y/y), precious metals (+33.9% y/y), fresh fruit (+32.7% y/y), spirits (-11.9% y/y) and wine (+50.1% y/y) in Jun-25. A 10.8% of exports were directed to the EU (+31.3% y/y), 69.6% to the CIS (+17.5% y/y) and 19.6% to other countries (-15.2% y/y).

The top 5 imports were cars (-28.1% y/y), petroleum (-9.9% y/y), pharmaceuticals (+17.9% y/y), phones (+40.3% y/y) and automatic data processing machines (-15.3% y/y) in Jun-25.

Overall, in 1H25, the trade deficit increased by 11.6% y/y to US\$ 5.5bn, as exports increased by 13.7% y/y to US\$ 3.2bn and imports were up by 12.4% y/y, reaching US\$ 8.7bn. Notably, excluding one-off paintings/drawings imports, goods imports rose by 6.2% y/y and the trade deficit was up 1.8% y/y in 1H25.

### Producer price index increased by 3.0% y/y in Jun-25

Annual PPI for industrial goods stood at 3.0% y/y in June 2025, down from 4.9% in the previous month. The annual growth was mainly driven by an increase in prices in the manufacturing (+1.6% y/y), followed by mining (+13.8% y/y) and electricity supply (+8.3% y/y) sectors.

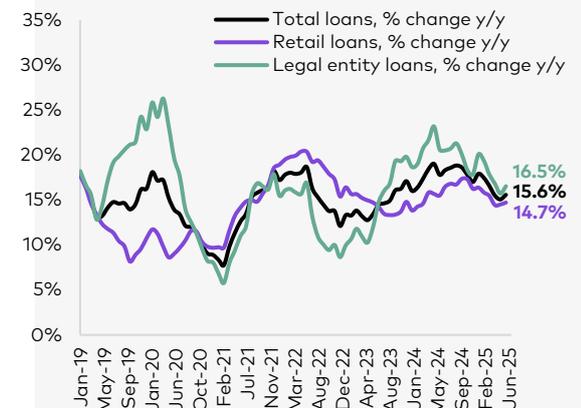
### Key macro indicators

	2024	2025F
Real GDP growth (% change)	9.4%	7.5%
GDP per capita (ppp)	28,258	31,932
GDP per capita (US\$)	9,141	9,939
Population (mn)	3.7	3.7
Inflation (average)	1.1%	3.7%
Gross reserves (US\$ bn)	4.4	4.9
CAD (% of GDP)	4.5%	5.0%
Fiscal deficit (% of GDP)	2.4%	2.5%
Total public debt (% of GDP)	36.1%	34.7%
Fitch/S&P/Moody's*	BB/BB/Ba2	

Source: Official data, Rating agencies, Galt & Taggart

\*Latest sovereign credit ratings

### Banking sector loan portfolio growth (excluding FX-effect)



Source: NBG

### NBG's net FX interventions, US\$ mn



Source: NBG

Note: +/- signs mean reserve accumulation/selling

# Money market

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

6.0-year GEL 60.0mn (US\$ 22.1mn) treasury notes were sold at the auction held at NBG on July 22, 2025. Total demand was 1.8x higher and the weighted average yield was fixed at 9.571%, up by 0.447ppts from previous auction held in Jun-25.

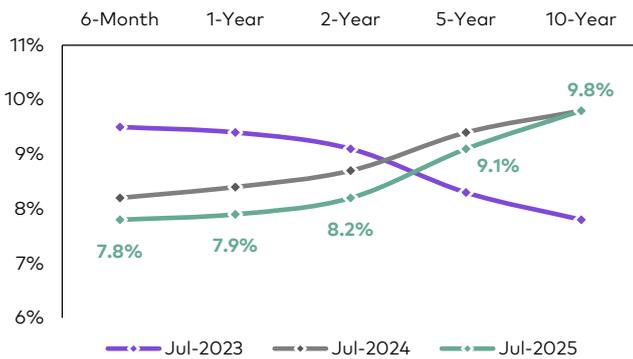
The nearest treasury security auction is scheduled for August 5, 2025, where GEL 20mn nominal value 6-month T-bills and GEL 50.0mn nominal value 4.1-year treasury notes will be sold.

## 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)	370	200	450
Long-term (over 1-year)	1,351	1,070	9,962
<b>Total</b>	<b>1,721</b>	<b>1,270</b>	<b>10,583</b>

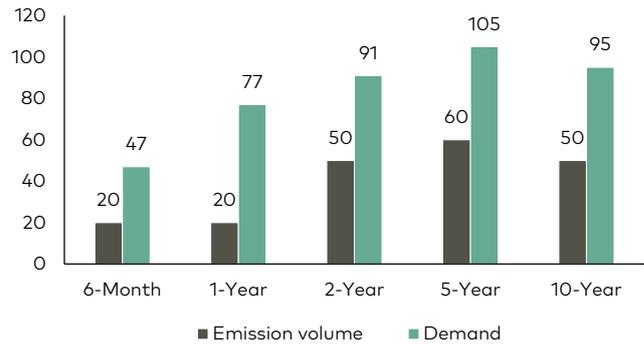
Source: MoF  
\*As of June 2025

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



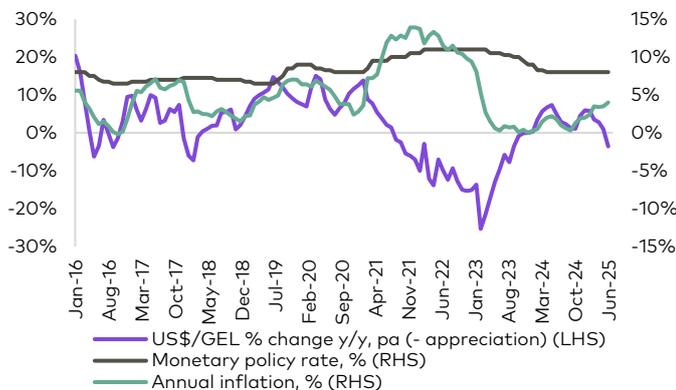
Source: NBG

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



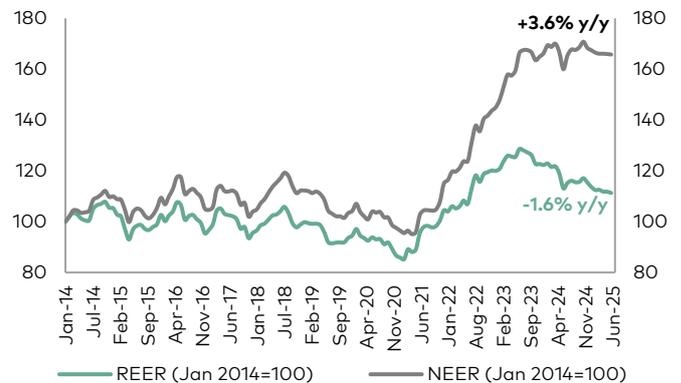
Source: NBG

## 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/Mood y/Scope)	Mid price	Mid yield, %	Z-spread, bps
GEORG 04/26	USD	500	2.750%	Apr-21	Apr-26	BB/BB/Ba2	97.68	6.10	194.20
GRAIL 06/28	USD	500	4.000%	Jun-21	Jun-28	BB-/BB-/-	92.08	7.08	347.28
GEBGG 9 1/2 PERP	USD	300	9.500%	Apr-24	n/a	B-/-/B2	100.22	9.43	585.49
SILKNET 01/27	USD	300	8.375%	Jan-22	Jan-27	BB-/-/B1	101.23	7.50	154.98
TBC 8.894 PERP	USD	75	8.894%	Nov-21	n/a	B-/-/-	98.88	9.71	585.95
TBC 10 1/4 PERP	USD	300	10.250%	Apr-24	n/a	-/-/B2	100.78	10.01	638.74
CGEOLN 07/29	USD	300	8.875%	Jul-24	Jul-29	BB-/BB-/-	104.53	7.53	354.52

■ 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
<b>USD</b>								
Geo. Renewable Power Oper.	USD	80	7.00%	Oct-22	Oct-27	-/-/-/-	100.00	7.00%
Silk Real Estate	USD	20	9.00%	Apr-23	Apr-26	-/-/-/-	99.99	9.00%
Georgia Capital	USD	150	8.50%	Aug-23	Aug-28	-/BB-/-/-	101.08	8.13%
Silk Real Estate	USD	20	9.25%	Sep-23	Sep-26	-/-/-/-	100.91	8.63%
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	10.0	8.00%	Apr-25	Apr-27	-/-/-/BB-	n/a	n/a
Tegeta Motors	USD	10.0	8.00%	Apr-25	Apr-27	-/-/-/BB-	n/a	n/a
Energy Development Georgia	USD	10.0	8.50%	Jun-25	Jun-27	-/-/-/-	n/a	n/a
ALMA	USD	30.0	8.50%	Jul-25	Jul-27	-/-/-/-	n/a	n/a

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

# Fixed income

## Georgian local bonds

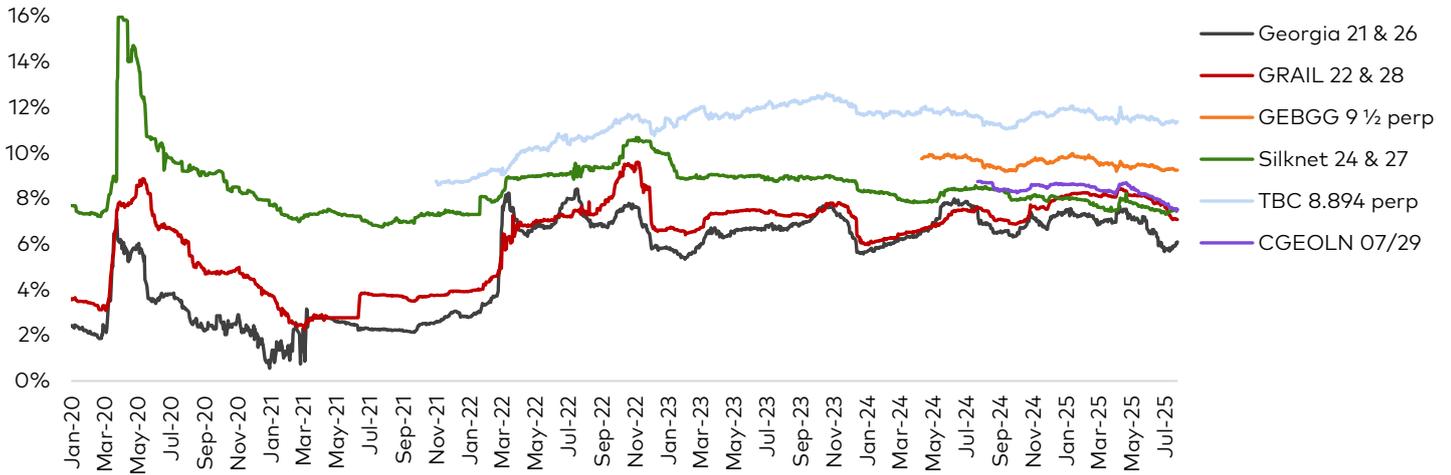
Issuer	Currency	Amount, mn	Coupon	Issue date	Maturity date	Ratings (Fitch/S&P/Moody/Scope)	Mid price	Mid yield, %
<b>EUR</b>								
Tegeta Motors	EUR	4	7.00%	Dec-23	Dec-25	-/-/BB-	99.63	7.25%
Tegeta Motors	EUR	7	6.75%	Dec-23	Dec-25	-/-/BB-	100.37	6.15%
IG Development	EUR	5	7.00%	Jan-24	Jan-26	-/-/BB-	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	-/-/BB-	n/a	7.75%
Silk Real Estate	EUR	7	7.00%	Aug-24	Aug-25	-/-/BB-	n/a	7.00%
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
<b>GEL</b>								
Nikora	GEL	35	TIBR3M + 3.50%	Nov-22	Nov-25	-/-/BB-	100.00	11.58%
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/-/BB-	n/a	n/a
TBC Leasing	GEL	15	TIBR3M + 2.75%	Jun-23	Jun-26	BB/-/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

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



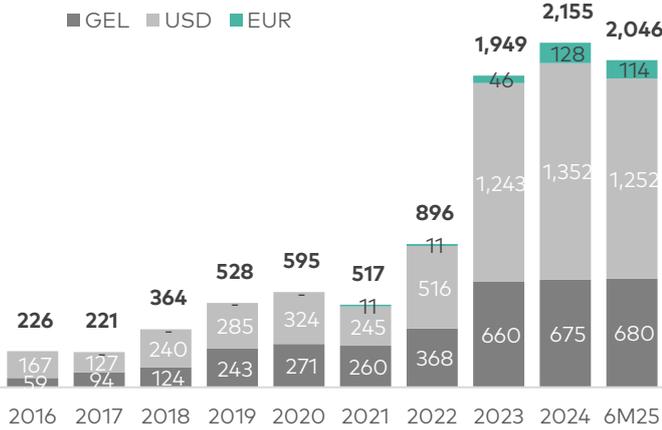
# Fixed income

**Georgian Eurobonds, YTM**



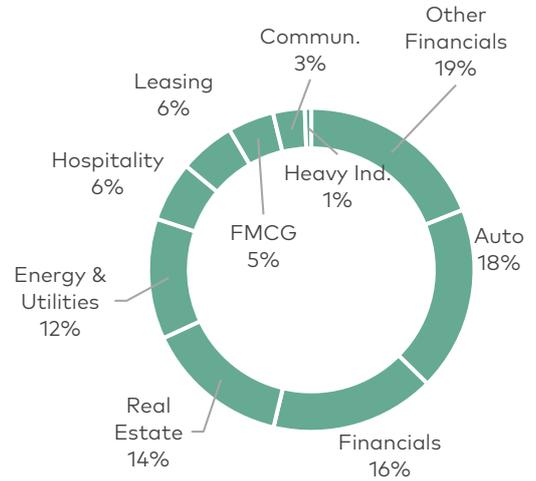
Source: Bloomberg

**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**

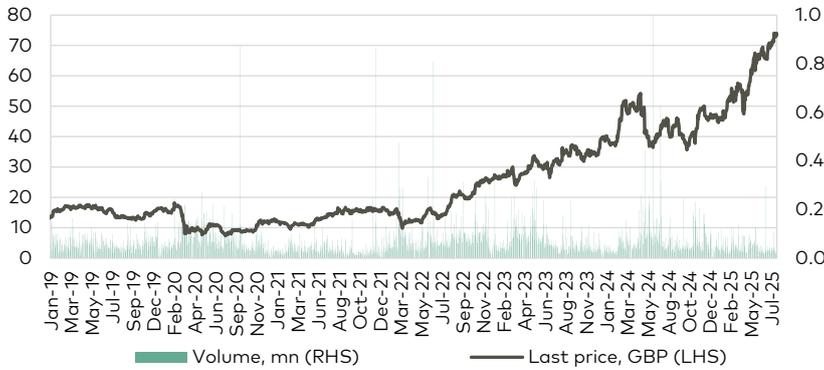


Source: Galt & Taggart



# Equities

## Lion Finance Group (BGEO LN)



Source: Bloomberg

**Lion Finance Group (BGEO LN)** shares closed at GBP 73.55/share (+0.75% w/w and +7.92% m/m). More than 128k shares traded in the range of GBP 72.50 - 74.75/share. Average daily traded volume was 37k in the last 4 weeks. The volume of BGEO shares traded was at 0.29% of its capitalization.

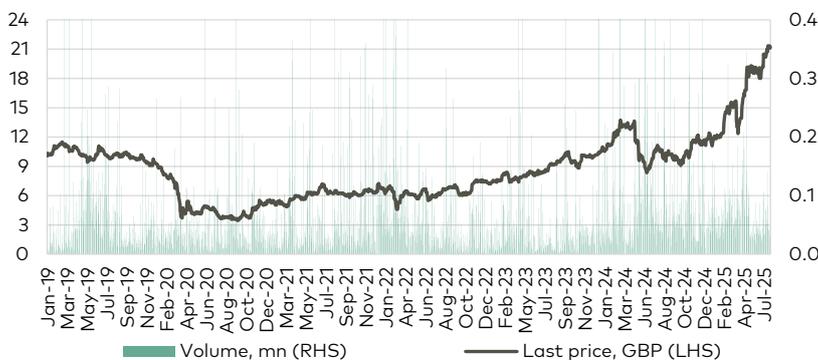
## TBC Bank Group (TBCG LN)



Source: Bloomberg

**TBC Bank Group (TBCG LN)** closed the week at GBP 48.35/share (-0.62% w/w and +8.65% m/m). More than 256k shares changed hands in the range of GBP 47.45 - 49.05/share. Average daily traded volume was 64k in the last 4 weeks. The volume of TBCG shares traded was at 0.46% of its capitalization.

## Georgia Capital (CGEO LN)



Source: Bloomberg

**Georgia Capital (CGEO LN)** shares closed at GBP 21.15/share (-0.94% w/w and +13.83% m/m). More than 189k shares traded in the range of GBP 20.75 - 21.60/share. Average daily traded volume was 59k in the last 4 weeks. The volume of CGEO shares traded was at 0.48% of its capitalization.

## Equities, continued

### Eastern European banks

	Ticker	Currency	Share price	Mcap, mn	6M chg	y/y schg	YTD chg	P/E			P/B		
								2023	2024	2025F	2023	2024	2025F
Lion Finance Group	BGEO	GBP	73.55	3,268	58.9%	66.0%	56.2%	4.36x	2.92x	5.80x	1.25x	1.02x	1.54x
TBC	TBC	GBP	48.35	2,723	51.1%	66.2%	55.0%	4.68x	4.80x	6.72x	1.15x	1.12x	na
Halyk Bank	HSBK	USD	24.75	6,747	26.0%	39.7%	27.3%	2.57x	na	3.30x	0.72x	na	na
Akbank	AKBNK	TRY	68.00	353,600	2.3%	3.7%	4.9%	2.86x	7.96x	5.18x	0.9x	1.4x	1.22x
Garanti	GARAN	TRY	140.00	588,000	5.8%	12.2%	12.5%	2.84x	5.73x	5.21x	1.00x	1.58x	1.44x
Isbank	ISCTR	TRY	14.62	365,500	0.8%	-6.5%	8.0%	3.23x	7.43x	4.36x	0.87x	1.06x	0.95x
PKO	PKO	PLN	82.38	102,975	26.1%	39.2%	37.9%	11.44x	na	8.55x	1.39x	na	1.76x
PEKAO	PEO	PLN	202.60	53,176	31.3%	25.9%	46.9%	5.99x	5.68x	7.81x	1.31x	1.13x	1.57x
Millennium	MIL	PLN	15.09	18,306	48.1%	62.2%	69.6%	17.78x	15.08x	7.56x	1.47x	1.39x	2.08x
Mbank	MBK	PLN	877.00	37,270	46.6%	42.4%	60.3%	na	10.36x	8.29x	1.65x	1.31x	1.91x
BRD	BRD	RON	19.52	13,604	7.5%	-9.2%	4.7%	7.62x	8.52x	8.87x	1.42x	1.38x	1.31x
Banca Transilvania	TLV	RON	28.06	25,728	20.2%	17.5%	23.6%	6.69x	4.86x	6.41x	1.46x	na	1.76x
Komerčni	KOMB	CZK	1,025.00	194,801	14.1%	28.6%	20.8%	8.76x	9.29x	11.53x	1.09x	1.27x	1.53x
<b>Mean</b>								<b>6.57x</b>	<b>7.51x</b>	<b>6.89x</b>	<b>1.21x</b>	<b>1.27x</b>	<b>1.55x</b>
<b>Median</b>								<b>5.34x</b>	<b>7.43x</b>	<b>6.72x</b>	<b>1.25x</b>	<b>1.29x</b>	<b>1.54x</b>

Source: Bloomberg, S&amp;P Capital IQ

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