



Economy

NBG kept its key rate unchanged at 8.0%

On 25 March 2026, the NBG kept the monetary policy rate unchanged at 8.0%, as geopolitical tensions in the Middle East and disruptions in the Strait of Hormuz have strained global supply chains, pushing up energy and shipping costs.

Annual headline inflation stood at 4.6% in February 2026 and, as stated by the regulator, was broadly in line with its central scenario, with food price contributions moderating and inflation expectations remaining anchored near the target. However, the regulator assessed that the balance of risks has shifted toward a higher inflation scenario, as rising oil prices are already partially transmitting to the Georgian market. The NBG signaled a clear hawkish bias: should inflationary pressures persist or second-round effects materialize, it stands ready to maintain the current tight stance for longer than expected or tighten it further. The next monetary policy meeting is scheduled for 6 May 2026.

Bank lending increased by 14.2% y/y in Feb-26

In Feb-26, the banking sector loan portfolio growth accelerated, up by 14.2% y/y (+1.3% m/m) excluding FX effect, following a 13.3% y/y rise in previous month. In unadjusted terms, the loan portfolio increased by 13.6% y/y (+0.9% m/m) to GEL 71.1bn (US\$ 26.6bn). By segment, loans to legal entities rose by 12.0% y/y (excluding FX effect), while retail loans grew by 15.5% y/y in February. Loan dollarization declined to 42.2% (-0.22ppts m/m and -0.91ppts y/y) in Feb-26.

On the funding side, deposits growth also accelerated, rising by 18.5% y/y (excluding FX effect) to GEL 67.9bn (US\$ 25.4bn) in Feb-26, compared to 15.8% y/y in previous month. In terms of currency breakdown, GEL deposits growth picked up sharply to 34.8% y/y (+27.9% y/y in Jan-26), while FX deposits growth (exc. FX effect) moderated to 4.0% y/y (+5.2% y/y in Jan-26). As a result, deposit dollarization reduced significantly to 46.0% (-1.41ppts m/m and -7.15ppts y/y) in Feb-26.

NBG purchased US\$ 429.3mn in Feb-26

NBG intervened on FX market and purchased US\$ 429.3mn through BMatch platform in Feb-26. Overall, the NBG's net purchases reached US\$ 515.9n in 2M26.

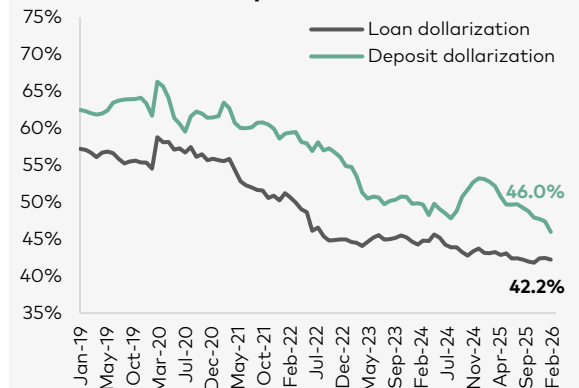
Key macro indicators

	2025E	2026F
Real GDP growth (% change)	7.5%	6.0%
GDP per capita (ppp)	31,613	35,123
GDP per capita (US\$)	10,297	11,468
Population (mn)	3.7	3.7
Inflation (average)	3.9%	3.7%
Gross reserves (US\$ bn)	6.2	7.0
CAD (% of GDP)	3.2%	3.8%
Fiscal deficit (% of GDP)	2.5%	2.5%
Total public debt (% of GDP)	34.2%	33.5%
Fitch/S&P/Moody's*	BB/BB/Baa2	

Source: Official data, Rating agencies, Galt & Taggart

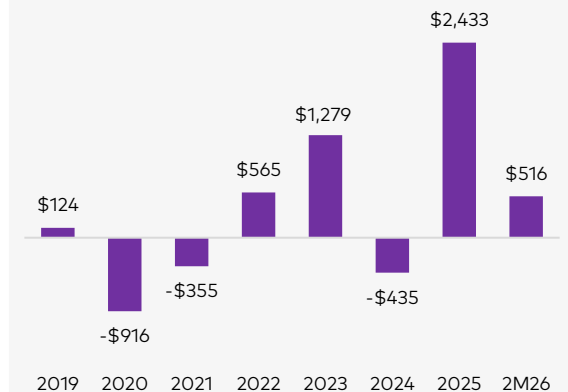
*Latest sovereign credit ratings

Loan and deposit dollarization



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

5.3-year GEL 50.0mn (US\$ 18.4mn) treasury notes were sold at the auction held at NBG on March 24, 2026. Total demand was 3.0x higher and the weighted average yield was fixed at 8.601%, down by 0.116ppts from previous auction held in Feb-26.

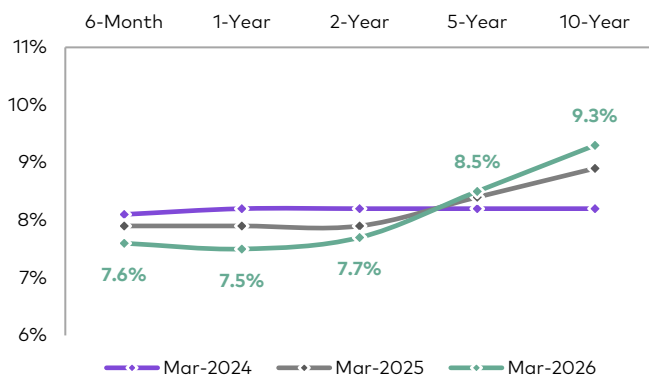
The nearest treasury security auction is scheduled for April 7, 2026, where GEL 20.0mn nominal value 6-month T-bills and GEL 40.0mn nominal value 2.9-year treasury notes will be sold.

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)	220	360	444
Long-term (over 1-year)	540	1,620	11,045
Total	760	1,980	11,489

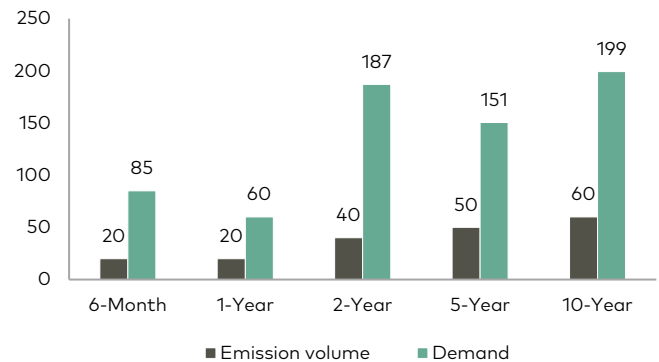
Source: MoF, Galt & Taggart
*As of February 2026

T-bills / T-notes, yield curve



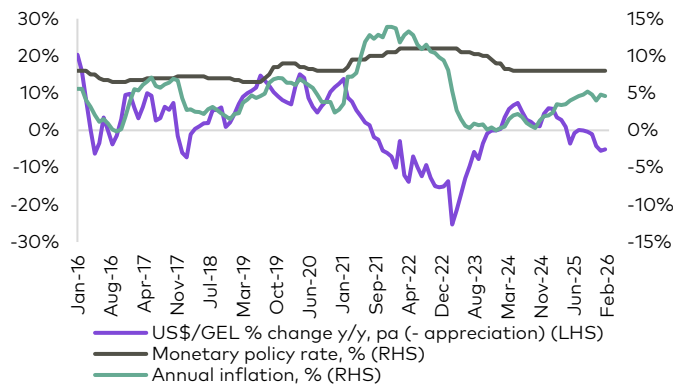
Source: NBG

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



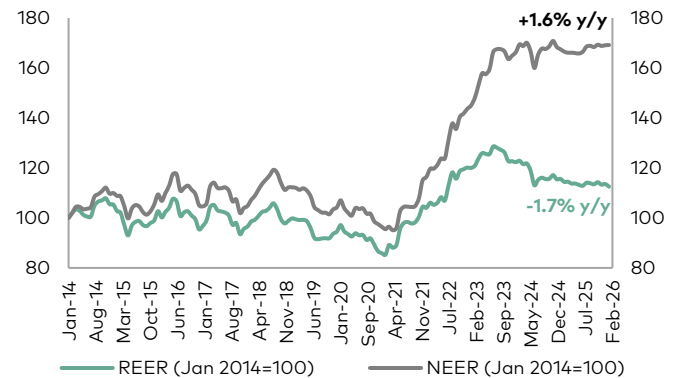
Source: NBG

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 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	99.81	5.73	211.36
GEORG 01/31	USD	500	5.125%	Jan-26	Jan-31	BB/BB/Ba2	96.57	5.99	225.26
GRAIL 06/28	USD	500	4.000%	Jun-21	Jun-28	BB-/BB-/-	95.37	6.40	265.62
GEBGG 9 1/2 PERP	USD	300	9.500%	Apr-24	n/a	B-/-/B2	104.43	8.94	429.44
GEBGG 11/28	GEL	450	11.500%	Nov-25	Nov-28	-/-/Ba2	100.59	11.22	n/a
SILKRDH 09/30	USD	400	7.500%	Sep-25	Sep-30	BB-/-/B1	100.45	7.48	375.83
TBC 8.894 PERP	USD	75	8.894%	Nov-21	n/a	B-/-/B2	100.48	8.06	480.05
TBC 10 1/4 PERP	USD	300	10.250%	Apr-24	n/a	-/-/B2	106.37	9.28	437.20
CGEOLN 07/29	USD	300	8.875%	Jul-24	Jul-29	BB-/BB-/-	104.79	7.46	320.22

■ 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-/-/B2	n/a	n/a
TBC Leasing	USD	15	7.25%	Dec-25	Dec-28	BB-/-/B2	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								
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

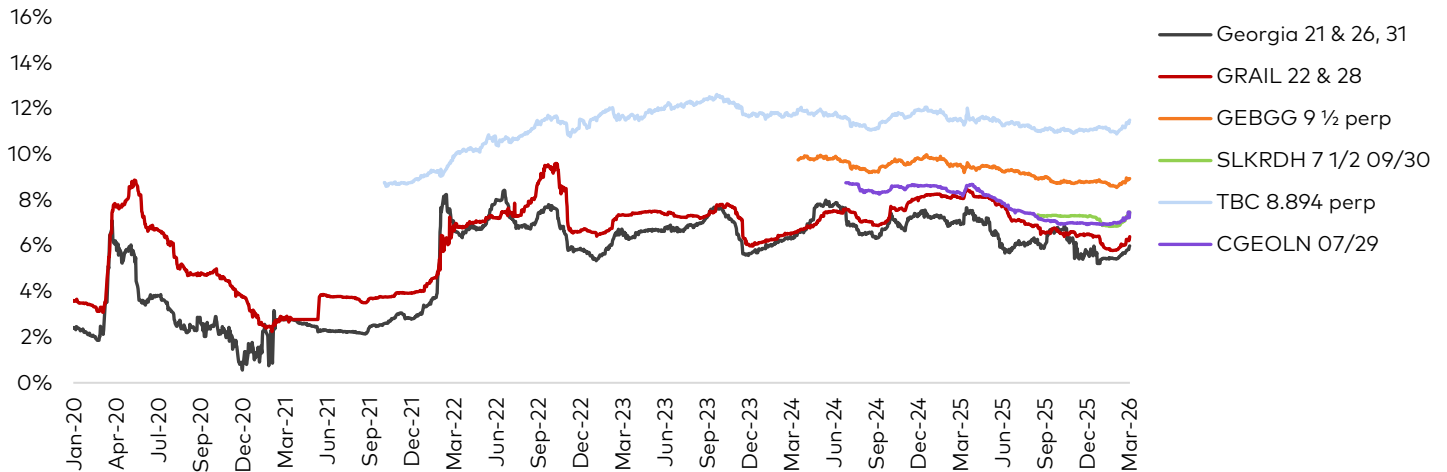
■ Galt & Taggart-led and/or co-managed deals

Source: Bloomberg, Galt & Taggart



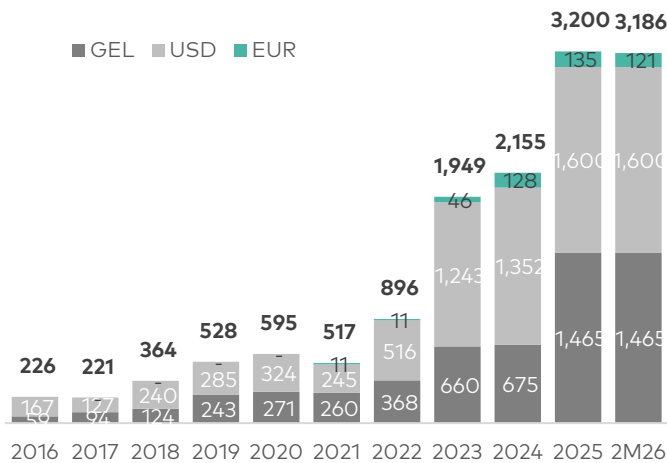
Fixed income

Georgian Eurobonds, YTM



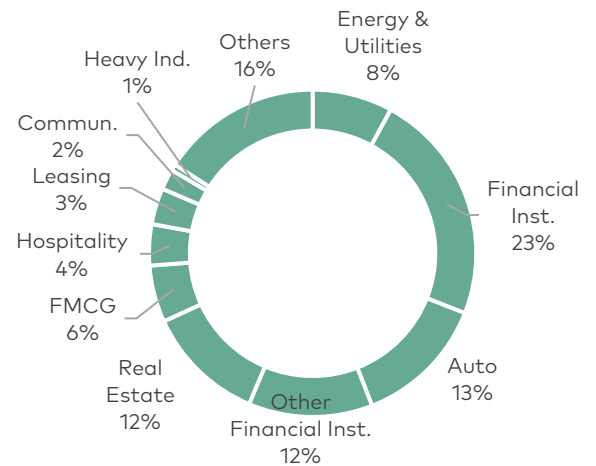
Source: Bloomberg

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

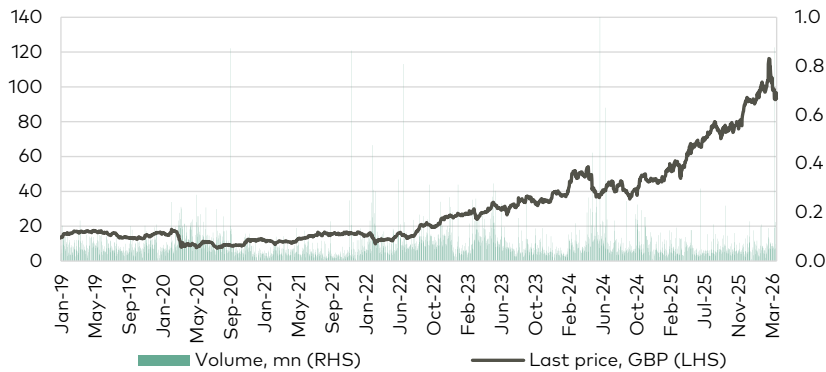


Source: Galt & Taggart



Equities

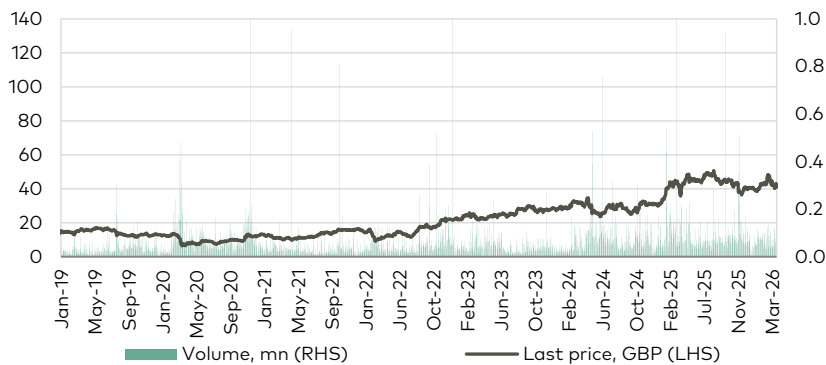
Lion Finance Group (BGEO LN)



Source: Bloomberg

Lion Finance Group (BGEO LN) shares closed at GBP 93.25/share (+0.32% w/w and -19.82% m/m). More than 398k shares traded in the range of GBP 89.70 - 97.80/share. Average daily traded volume was 110k in the last 4 weeks. The volume of BGEO shares traded was at 0.92% of its capitalization.

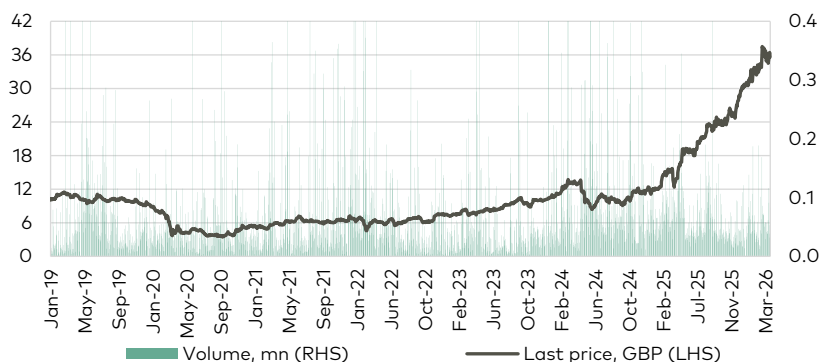
TBC Bank Group (TBCG LN)



Source: Bloomberg

TBC Bank Group (TBCG LN) closed the week at GBP 40.90/share (+1.87% w/w and -14.97% m/m). More than 297k shares changed hands in the range of GBP 39.20 - 43.15/share. Average daily traded volume was 64k in the last 4 weeks. The volume of TBCG shares traded was at 0.53% of its capitalization.

Georgia Capital (CGEO LN)



Source: Bloomberg

Georgia Capital (CGEO LN) shares closed at GBP 35.60/share (+3.19% w/w and -4.43% m/m). More than 297k shares traded in the range of GBP 32.65 - 36.60/share. Average daily traded volume was 58k in the last 4 weeks. The volume of CGEO shares traded was at 0.85% 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	93.25	4,052	25.4%	66.5%	0.3%	5.90x	5.10x	1.41x	1.16x
TBC	TBC	GBP	40.90	2,283	-6.7%	-5.4%	0.7%	5.20x	4.54x	1.14x	0.98x
Halyk Bank	HSBK	USD	31.00	8,458	22.0%	28.9%	3.5%	4.43x	4.42x	1.21x	na
Akbank	AKBNK	TRY	66.90	347,880	8.3%	26.7%	-4.2%	3.36x	2.54x	0.87x	0.66x
Garanti	GARAN	TRY	126.50	531,300	-9.5%	2.8%	-11.8%	3.34x	2.73x	0.90x	0.70x
Isbank	ISCTR	TRY	13.18	329,500	-6.9%	5.4%	-6.5%	2.66x	1.95x	0.62x	0.48x
PKO	PKO	PLN	86.20	107,750	22.2%	10.7%	1.2%	10.27x	8.56x	1.82x	1.68x
PEKAO	PEO	PLN	214.70	56,352	21.5%	17.2%	4.7%	9.71x	8.78x	1.55x	1.46x
Millennium	MIL	PLN	16.29	19,761	10.1%	12.3%	-2.0%	9.77x	7.83x	1.99x	1.61x
Mbank	MBK	PLN	1,082.00	46,013	19.8%	26.3%	1.9%	10.52x	9.37x	2.03x	1.71x
BRD	BRD	RON	28.00	19,513	39.0%	53.7%	4.1%	11.89x	10.66x	1.71x	1.57x
Banca Transilvania	TLV	RON	35.90	39,143	27.8%	47.7%	18.9%	8.75x	8.38x	1.96x	1.65x
Komerční	KOMB	CZK	1,074.00	204,113	4.3%	-5.0%	-7.6%	11.84x	11.04x	1.59x	1.50x
Mean								7.51x	6.61x	1.45x	1.26x
Median								8.75x	7.83x	1.55x	1.48x

Source: Bloomberg, S&P Capital IQ



Disclaimer

This document is the property of and has been prepared by JSC Galt & Taggart ("Galt & Taggart"), a member of Lion Finance Group PLC ("Group") solely for informational purposes and independently of the respective companies mentioned herein. This document does not constitute or form part of, and should not be construed as, an offer or solicitation or invitation of an offer to buy, sell or subscribe for any securities or assets and nothing contained herein shall form the basis of any contract or commitment whatsoever or shall be considered as a recommendation to take any such actions.

Galt & Taggart is authorized to perform professional activities on the Georgian market. The distribution of this document in certain jurisdictions may be restricted by law. Persons into whose possession this document comes are required by Galt & Taggart to inform themselves about and to observe any and all restrictions applicable to them. This document is not directed to, or intended for distribution, directly or indirectly, to, or use by, any person or entity that is a citizen or resident located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation or which would require any registration or licensing within such jurisdiction.

Investments (or any short-term transactions) in emerging markets involve significant risk and volatility and may not be suitable for everyone. The recipients of this document must make their own investment decisions as they believe appropriate based on their specific objectives and financial situation. When doing so, such recipients should be sure to make their own assessment of the risks inherent in emerging market investments, including potential political and economic instability, other political risks including without limitation changes to laws and tariffs, and nationalization of assets, and currency exchange risk.

No representation, warranty or undertaking, express or implied, is or will be made by Galt & Taggart or any other member of the Group or their respective directors, employees, affiliates, advisers or agents or any other person as to, and no reliance should be placed on, the fairness, accuracy, completeness or correctness of this document and the information contained herein (and whether any information has been omitted from this document) and no reliance should be placed on it. This document should not be considered as a complete description of the markets, industries and/or companies referred to herein. Nothing contained in this document is, is to be construed as, or shall be relied on as legal, investment, business or tax advice, whether relating to the past or the future, by Galt & Taggart any other member of the Group or any of their respective directors, employees, affiliates, advisers or agents in any respect. Recipients are required to make their own independent investigation and appraisal of the matters discussed herein. Any investment decision should be made at the investor's sole discretion. To the extent permitted by law, Galt & Taggart, any other member of the Group and their respective directors, employees, affiliates, advisers and agents disclaim all liability whatsoever (in negligence or otherwise) for any loss or damages however arising, directly or indirectly, from any use of this document or its contents or otherwise arising in connection with this document, or for any act, or failure to act, by any party, on the basis of this document.

The information in this document is subject to verification, completion and change without notice and Galt & Taggart is not under any obligation to update or keep current the information contained herein. The delivery of this document shall not, under any circumstances, create any implication that there has been no change in the information since the date hereof or the date upon which this document has been most recently updated, or that the information contained in this document is correct as at any time subsequent to the date on which it is supplied or, if different, the date indicated in the document containing the same. No representation or warranty, expressed or implied, is made by Galt & Taggart or any other member of the Group, or any of their respective directors, employees, affiliates, advisers or agents with respect to the accuracy or completeness of such information.

The information provided and opinions expressed in this document are based on the information available as of the issue date and are solely those of Galt & Taggart as part of its internal research coverage. Opinions, forecasts and estimates contained herein are based on information obtained from third party sources believed to be reliable and in good faith, and may change without notice. Third party publications, studies and surveys generally state that the data contained therein have been obtained from sources believed to be reliable, but that there is no guarantee of the accuracy or completeness of such data. Accordingly, undue reliance should not be placed on any such data contained in this document. Neither Galt & Taggart, any other member of the Group, nor their respective directors, employees, affiliates, advisers or agents make any representation or warranty, express or implied, of this document's usefulness in predicting the future performance, or in estimating the current or future value, of any security or asset.

Galt & Taggart does, and seeks to do, and any other member of the Group may or seek to do business with companies covered in its research. As a result, investors should be aware of a potential conflict of interest that may affect the objectivity of the information contained in this document.

Unauthorized copying, distribution, publication or retransmission of all or any part of this document by any medium or in any form for any purpose is strictly prohibited.

The recipients of this document are responsible for protecting against viruses and other destructive items. Receipt of the electronic transmission is at risk of the recipient and it is his/her responsibility to take precautions to ensure that it is free from viruses and other items of a destructive nature.

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)