GALT & TAGGART
CREATING OPPORTUNITIES

Weekly Market Watch | Georgia
April 27, 2026

Economy

Tourism revenues at US$ 829.8mn in 1Q26

In 1Q26, tourism revenues increased by 0.5% y/y to US$ 829.8mn, as strong performance in January-February offset a sharp decline in March. According to our estimates, tourism revenues fell by 32.0% y/y to US$ 197mn in Mar-26, reflecting the negative impact of the Iran escalation. Growth in 1Q26 was mainly driven by the EU (+36.4% y/y), Türkiye (+12.2% y/y), Ukraine (+34.2% y/y) and Saudi Arabia (+47.6% y/y), while other markets contributed negatively.

We forecast tourism revenues at US$ 4.9bn for the full year 2026, revised downwards from previous estimate of US$ 5.0bn, assuming the escalation ends in early May (see details in the tourism market watch **here**).

Goods trade deficit narrowed by 6.5% y/y in Mar-26

In Mar-26, goods exports increased strongly by 24.0% y/y to US$ 697.0mn, following a 26.6% y/y rise in previous month. Goods imports rose by 4.7% y/y to US$ 1.6bn, after growing by 10.4% y/y in Feb-26. As a result, the trade deficit narrowed by 6.5% y/y to US$ 895.3mn.

The top 5 exported commodities were cars (-31.2% y/y), petroleum (+US$ 104.9mn y/y), precious metals (+233.3% y/y), ferro-alloys (+94.2% y/y) and copper (+236.9% y/y) in Mar-26. A 13.1% of exports were directed to the EU (+12.5% y/y), 48.5% to the CIS (-13.2% y/y) and 38.4% to other countries (+192.7% y/y). The top 5 imports were cars (-26.3% y/y), petroleum (+30.4% y/y), crude petroleum (+US$ 69.2mn y/y), pharmaceuticals (+1.2% y/y) and gases (+42.0% y/y) in Mar-26.

Overall, in 1Q26, the trade deficit decreased by 20.9% y/y to US$ 2.4bn, as exports grew by 23.4% y/y to US$ 1.7bn and imports were down by 7.1% y/y to US$ 4.1bn.

Producer price index increased by 6.5% y/y in Mar-26

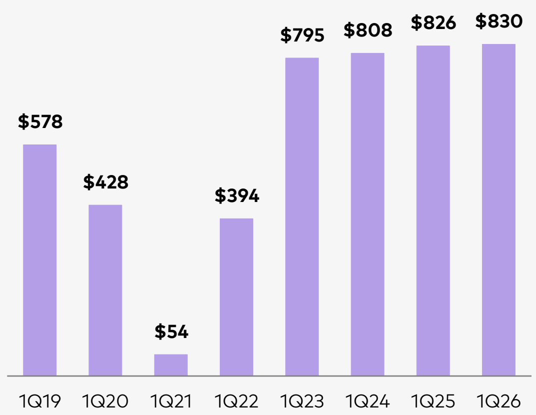
Annual PPI for industrial goods increased by 6.5% in Mar-26, after a 5.7% rise in previous month. The annual growth was mainly driven by an increase in prices in the manufacturing sector (+5.0% y/y), followed by mining (+33.0% y/y).

Key macro indicators

	2025	2026F
Real GDP growth (% change)	7.5%	6.0%
GDP per capita (ppp)	29,716	33,306
GDP per capita (US$)	9,678	10,875
Population (mn)	3.7	3.7
Inflation (average)	3.9%	4.2%
Gross reserves (US$ bn)	6.2	7.0
CAD (% of GDP)	2.6%	3.2%
Fiscal deficit (% of GDP)	1.4%	2.5%
Total public debt (% of GDP)	34.2%	33.5%
Fitch/S&P/Moody's*		BB/BB/Ba2

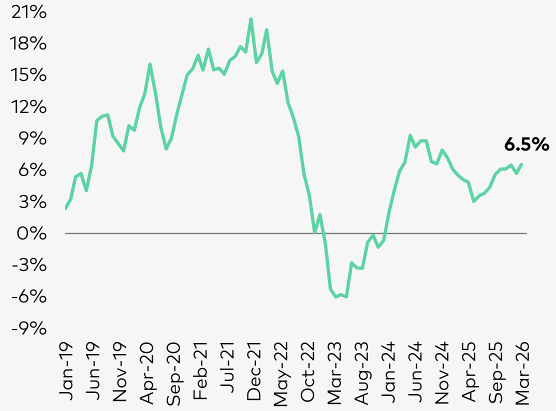
Source: Official data, Rating agencies, Galt & Taggart
*Latest sovereign credit ratings

Tourism revenues, US$ mn



Source: NBG

Producer Price Index, % change y/y



Source: Geostat

Money market

Ministry of Finance T-bills/T-notes

8.2-year GEL 40.0mn (US$ 14.9mn) treasury notes were sold at the auction held at NBG on April 21, 2026. Total demand was 3.8x higher and the weighted average yield was fixed at 9.015%, down by 0.098ppts from previous auction held in Mar-26.

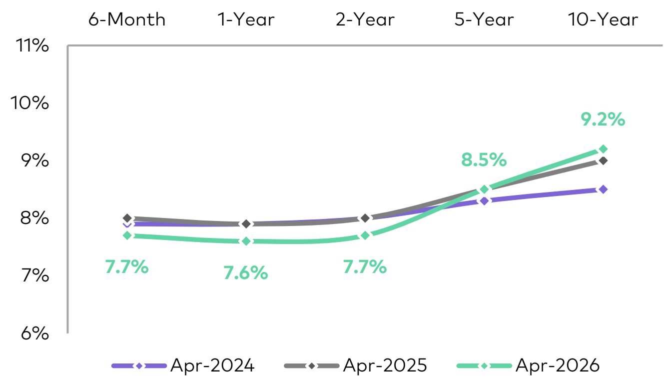
The nearest treasury security auction is scheduled for April 28, 2026, where GEL 45.0mn nominal value 5.2-year treasury notes will be sold.

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)	260	320	445
Long-term (over 1-year)	650	1,510	11,286
Total	**910**	**1,830**	**11,731**

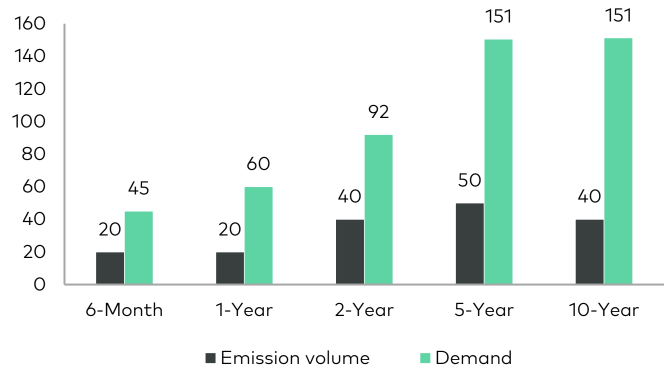
Source: MoF, Galt & Taggart
*As of March 2026

T-bills / T-notes, yield curve



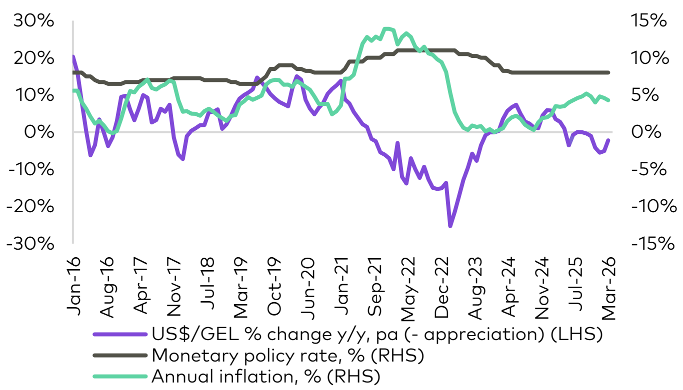
Source: NBG

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



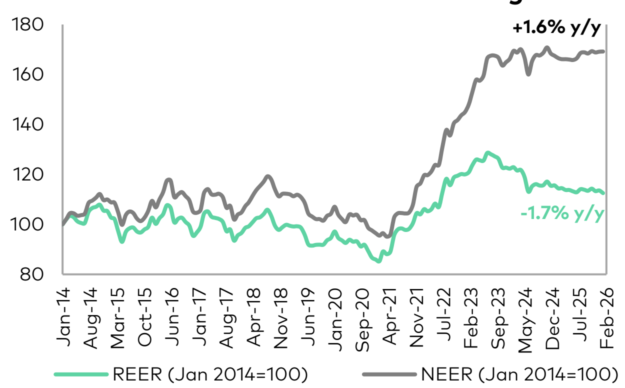
Source: NBG

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 01/31	USD	500	5.125%	Jan-26	Jan-31	BB/BB/Ba2	97.43	5.75	213.20
GRAIL 06/28	USD	500	4.000%	Jun-21	Jun-28	BB-/BB-/-	96.20	5.92	227.93
GEBGG 9 1/2 PERP	USD	300	9.500%	Apr-24	n/a	B-/-/B2	104.69	8.88	422.86
GEBGG 11/28	GEL	450	11.500%	Nov-25	Nov-28	-/-/Ba2	100.63	11.21	n/a
SILKRDH 09/30	USD	400	7.500%	Sep-25	Sep-30	BB-/-/B1	101.07	7.21	354.40
TBC 8.894 PERP	USD	75	8.894%	Nov-21	n/a	B-/-/-	100.74	7.42	352.84
TBC 10 1/4 PERP	USD	300	10.250%	Apr-24	n/a	-/-/B2	106.82	9.12	424.69
CGEOLN 07/29	USD	300	8.875%	Jul-24	Jul-29	BB-/BB-/-	104.38	7.33	312.92

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

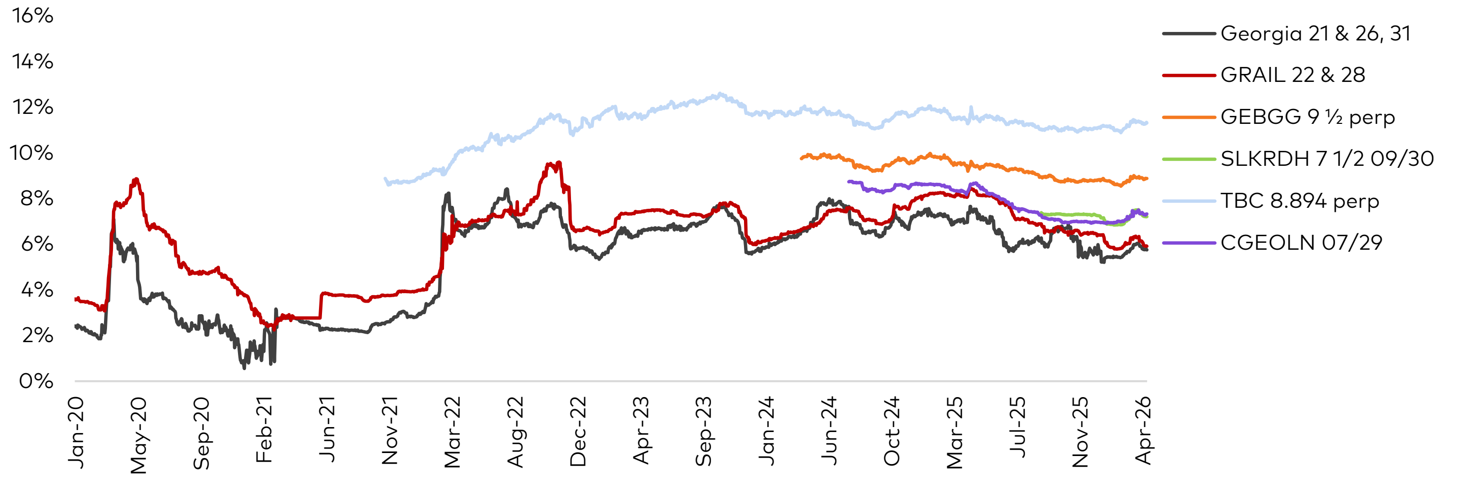
Georgian local bonds

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								
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
TBC Leasing	GEL	160	TIBR3M + 3.00%	Mar-26	Mar-31	BB/-/-/-	n/a	n/a

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

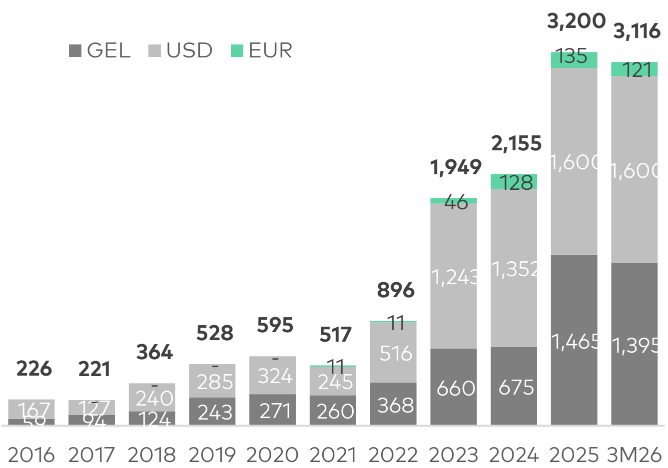
Fixed income

Georgian Eurobonds, YTM



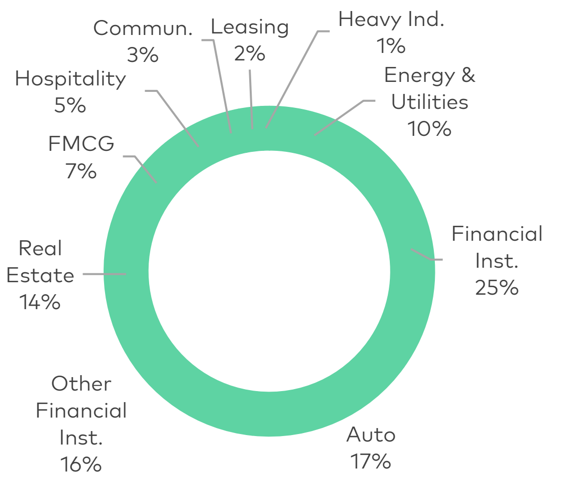
Source: Bloomberg

Georgian local corporate public bonds outstanding GEL mn



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

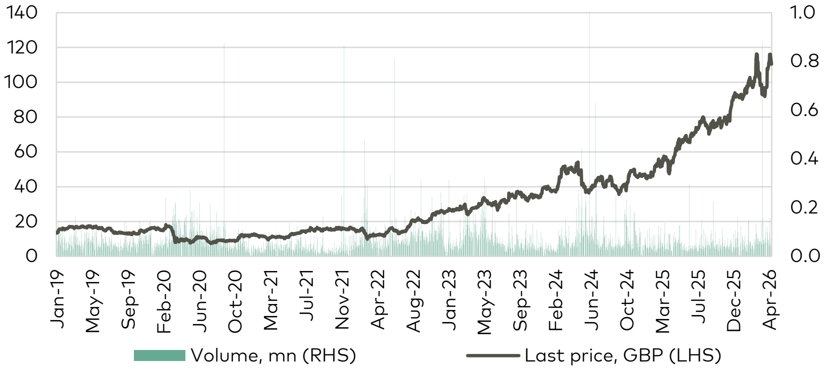
Georgian local corporate public bonds outstanding by sector



Source: Galt & Taggart

Equities

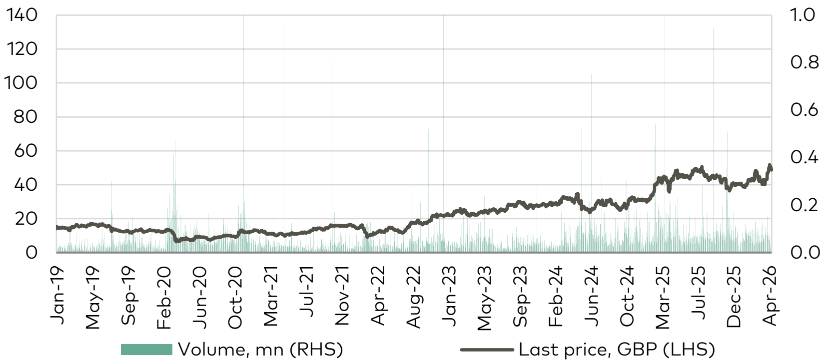
Lion Finance Group (BGEO LN)



Source: Bloomberg

Lion Finance Group (BGEO LN) shares closed at GBP 110.40/share (-4.83% w/w and +17.07% m/m). More than 235k shares traded in the range of GBP 110.10 - 116.20/share. Average daily traded volume was 72k in the last 4 weeks. The volume of BGEO shares traded was at 0.54% of its capitalization.

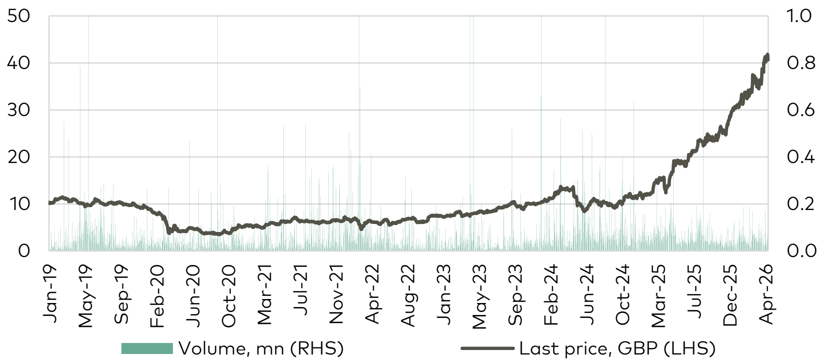
TBC Bank Group (TBCG LN)



Source: Bloomberg

TBC Bank Group (TBCG LN) closed the week at GBP 48.70/share (-5.98% w/w and +17.63% m/m). More than 139k shares changed hands in the range of GBP 48.60 - 51.20/share. Average daily traded volume was 64k in the last 4 weeks. The volume of TBCG shares traded was at 0.25% of its capitalization.

Georgia Capital (CGEO LN)



Source: Bloomberg

Georgia Capital (CGEO LN) shares closed at GBP 40.65/share (-0.37% w/w and +14.03% m/m). More than 421k shares traded in the range of GBP 40.10 - 41.90/share. Average daily traded volume was 65k in the last 4 weeks. The volume of CGEO shares traded was at 1.22% of its capitalization.

Equities, continued

Eastern European banks

	Ticker	Currency	Share price	Mcap, mn	6M chg	y/y chg	YTD chg	P/E 2026F	P/E 2027F	P/B 2026F	P/B 2027F
Lion Finance Group	BGEO	GBP	110.40	4,772	42.0%	95.1%	18.7%	7.04x	6.09x	1.65x	1.36x
TBC	TBC	GBP	48.70	2,714	14.2%	8.1%	20.0%	6.14x	5.36x	1.34x	1.16x
Halyk Bank	HSBK	USD	34.90	9,510	30.7%	49.8%	16.5%	4.98x	4.98x	1.36x	na
Akbank	AKBNK	TRY	77.90	405,080	29.4%	45.6%	11.6%	4.09x	2.97x	1.02x	0.78x
Garanti	GARAN	TRY	138.00	579,600	4.9%	31.8%	-3.8%	3.74x	2.99x	0.99x	0.77x
Isbank	ISCTR	TRY	14.45	361,250	9.6%	32.1%	2.6%	3.01x	2.17x	0.69x	0.53x
PKO	PKO	PLN	96.58	120,725	25.3%	26.1%	13.4%	11.25x	9.28x	1.99x	1.84x
PEKAO	PEO	PLN	235.80	61,890	23.3%	23.0%	15.0%	10.39x	9.33x	1.67x	1.58x
Millennium	MIL	PLN	17.96	21,780	18.4%	17.6%	8.0%	10.54x	8.44x	2.14x	1.73x
Mbank	MBK	PLN	1,158.00	49,245	17.8%	33.3%	9.1%	11.01x	9.81x	2.12x	1.79x
BRD	BRD	RON	29.60	20,628	35.8%	57.4%	10.0%	12.37x	11.09x	1.78x	1.63x
Banca Transilvania	TLV	RON	37.64	41,040	34.4%	58.7%	24.6%	9.28x	8.65x	1.88x	1.70x
Komercni	KOMB	CZK	1,161.00	220,647	9.4%	4.7%	-0.1%	12.56x	11.70x	1.69x	1.59x
Mean								***8.18x***	***7.14x***	***1.56x***	***1.37x***
Median								***9.28x***	***8.44x***	***1.67x***	***1.59x***

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, advisors 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)