



Economy

Bank lending increased by 17.8% y/y in Nov-24

In Nov-24, the banking sector loan portfolio increased by 17.8% y/y (+0.7% m/m), excluding FX effect, after a 18.6% y/y growth in previous month. In unadjusted terms, loan portfolio rose by 18.4% y/y (+0.9% m/m), reaching GEL 60.6bn (US\$ 21.8bn), after growing 19.8% y/y in Oct-24. By sector, corporate loans grew by 18.3% y/y (excluding FX effect), while retail loans increased by 17.3% y/y. Loan dollarization reduced to 42.8% (-2.71ppts y/y and -0.48ppts m/m) in Nov-24.

On the deposits side, there was a 14.0% y/y increase (excluding FX effect) to GEL 58.0bn (US\$ 20.9bn) in Nov-24, following a 14.2% y/y growth in previous month. In terms of currency breakdown, GEL deposits growth slowed further to 12.8% y/y (+14.6% y/y in Oct-24), while FX deposits (exc. FX effect) growth accelerated to 15.2% y/y (+13.9% y/y in Oct-24). Consequently, deposit dollarization increased further to 51.7% (+0.93ppts y/y and +0.98ppts m/m) in Nov-24.

NBG purchased US\$ 124.5mn in Nov-24

In Nov-24, the NBG intervened in the FX market by purchasing US\$ 124.5mn to build FX reverses. Overall, the NBG was a net seller of US\$ 463.4mn in 11M24.

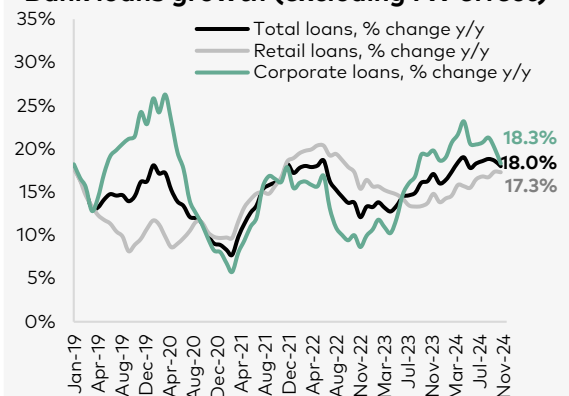
Key macro indicators

	2023	2024F
Real GDP growth (% change)	7.8%	9.7%
GDP per capita (ppp)	25,188	28,196
GDP per capita (US\$)	8,284	9,153
Population (mn)	3.7	3.7
Inflation (average)	2.5%	1.1%
Gross reserves (US\$ bn)	5.0	4.6
CAD (% of GDP)	5.6%	4.9%
Fiscal deficit (% of GDP)	2.4%	2.5%
Total public debt (% of GDP)	38.9%	36.8%
Fitch/S&P/Moody's*	BB/BB/Baa2	

Source: Official data, Rating agencies, Galt & Taggart

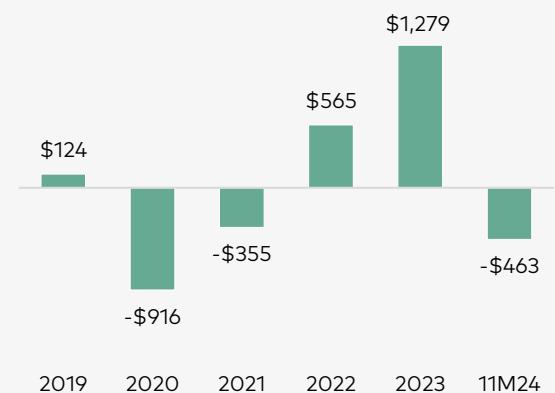
*Latest sovereign credit ratings

Bank loans 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:

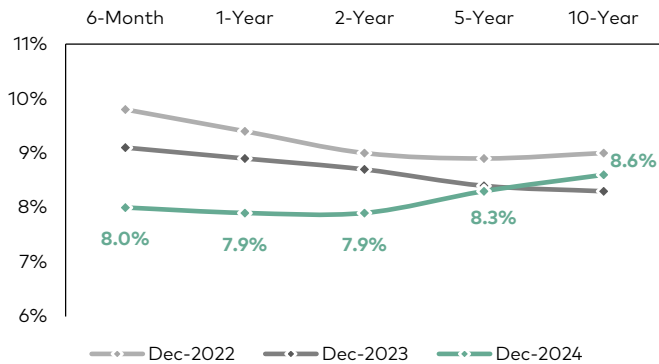
5-year GEL 100.0mn (US\$ 35.6mn) Benchmark bonds were sold at the auction held at NBG on December 24, 2024. Total demand was 1.9x higher and the weighted average yield was fixed at 8.435%, up by 0.118ppts from previous auction held in Nov-24.

T-bills / T-notes in 2024

Maturity	YTD placements, GEL mn	Remaining placements, GEL mn	Outstanding amount, GEL mn*
Short-term (less than 1-year)	530	0	360
Long-term (over 1-year)	3,060	0	9,088
Total	3,590	0	9,448

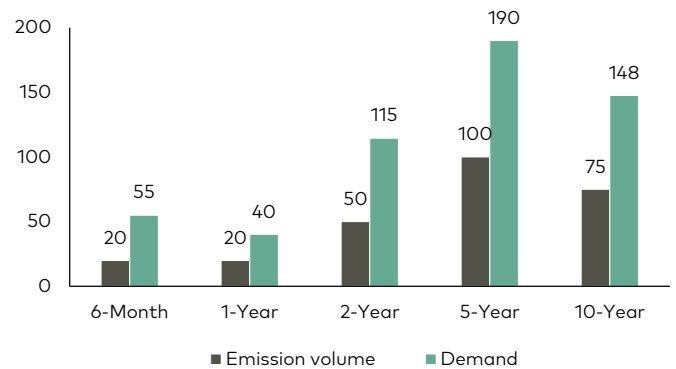
Source: MoF
*As of November 2024

T-bills / T-notes, yield curve



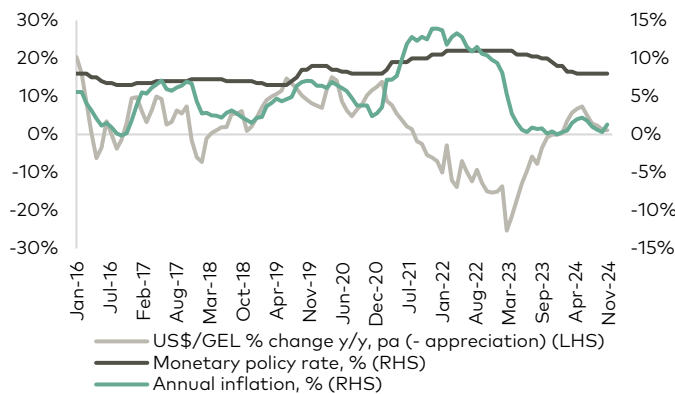
Source: NBG

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



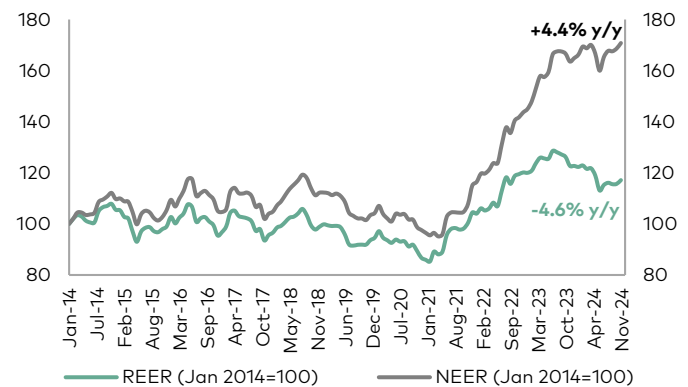
Source: NBG

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	94.48	7.24	307.05
GRAIL 06/28	USD	500	4.000%	Jun-21	Jun-28	BB-/BB-/-	87.99	8.04	393.50
GEBGG 9 1/2 PERP	USD	300	9.500%	Apr-24	n/a	B-/-/B2	98.16	10.01	591.32
SILKNET 01/27	USD	300	8.375%	Jan-22	Jan-27	BB-/-/B1	100.73	7.98	343.62
TBC 8.894 PERP	USD	75	8.894%	Nov-21	n/a	B-/-/-	95.58	11.31	717.14
TBC 10 1/4 PERP	USD	300	10.250%	Apr-24	n/a	-/-/B2	99.39	10.42	632.29
CGEOLN 07/29	USD	300	8.875%	Jul-24	Jul-29	BB-/BB-/-	100.97	8.61	444.41

■ 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								
Bakhvi Hydro Power	USD	1.2	9.40%	Nov-17	Nov-27	-/-/-/-	n/a	n/a
Geo. Renewable Power Oper.	USD	80	7.00%	Oct-22	Oct-27	-/-/-/-	100.00	7.00%
Geosteel	USD	15	9.00%	Apr-23	Apr-25	-/-/-/-	99.99	9.00%
Silk Real Estate	USD	20	9.00%	Apr-23	Apr-26	-/-/-/-	99.99	9.00%
Tegeta Motors	USD	20	8.50%	Apr-23	Apr-25	-/-/-/BB-	99.77	8.75%
Energy Development Georgia	USD	10	8.50%	Jun-23	Jun-25	-/-/-/-	n/a	n/a
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%
Prime Concrete	USD	7.5	10.50%	Sep-23	Sep-27	-/-/-/-	n/a	n/a
Austrian-Georgian Development	USD	15	9.00%	Oct-23	Oct-25	-/-/-/-	n/a	n/a
MFO EuroCredit	USD	10	9.50%	Dec-23	Dec-27	-/-/-/-	n/a	n/a
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

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



Fixed income

Georgian local bonds

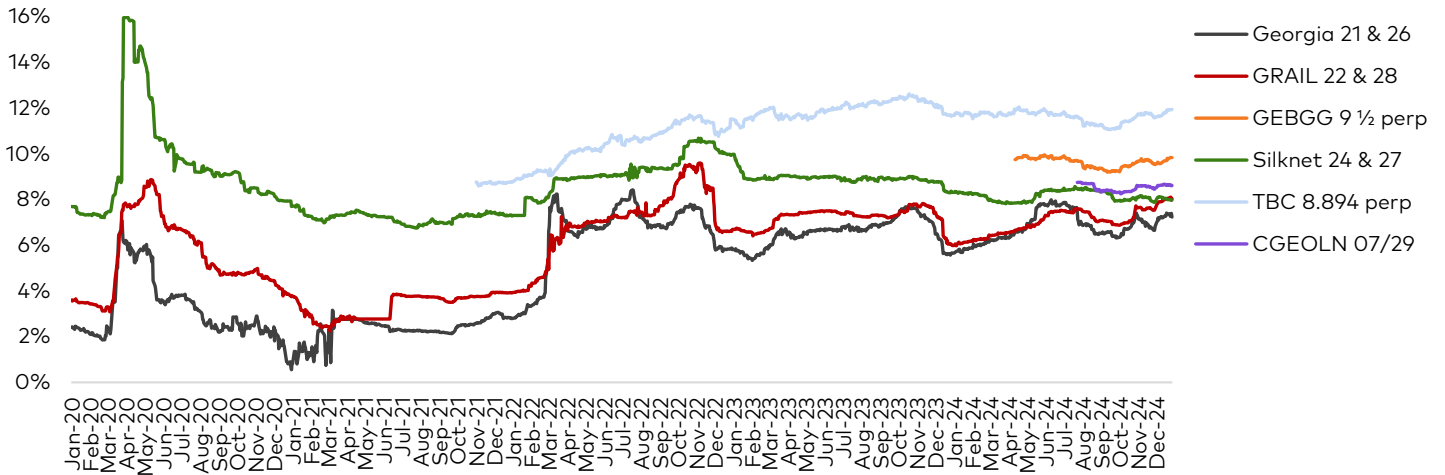
Issuer	Currency	Amount, mn	Coupon	Issue date	Maturity date	Ratings (Fitch/S&P/Moody/Scope)	Mid price	Mid yield, %
EUR								
Tegeta Motors	EUR	5	7.00%	Apr-23	Apr-25	-/-/BB-	99.77	7.25%
Tegeta Motors	EUR	4	7.00%	Dec-23	Dec-25	-/-/BB-	99.63	7.25%
Tegeta Motors	EUR	7	6.75%	Dec-23	Dec-25	-/-/BB-	100.37	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%
GEL								
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 Crystal	GEL	25	TIBR6M + 4.75%	Dec-22	Feb-25	B-/-/BB-	100.00	13.22%
MFO Rico Express	GEL	130	TIBR1D + 2.00%	Mar-23	Mar-26	-/-/BB+	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-25	-/-/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

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



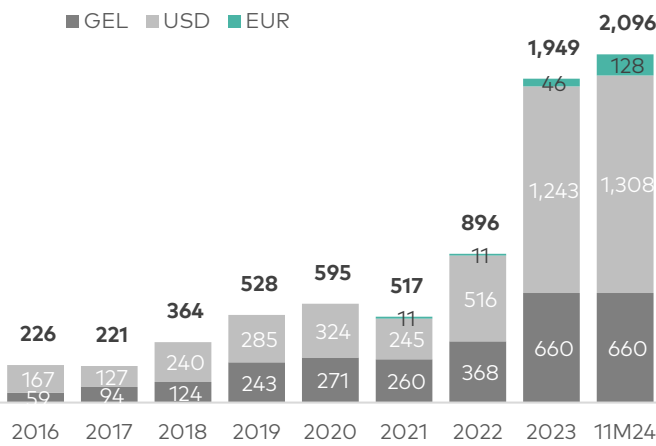
Fixed income

Georgian Eurobonds, YTM



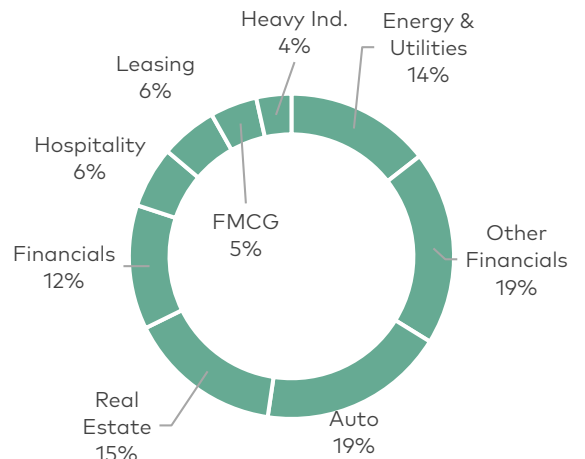
Source: Bloomberg

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

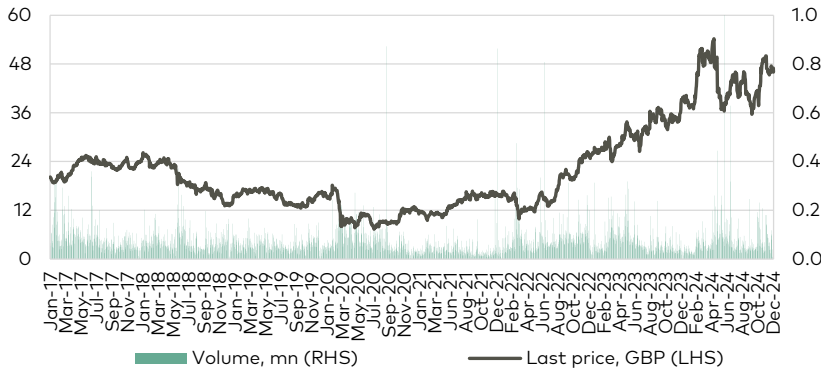


Source: Galt & Taggart



Equities

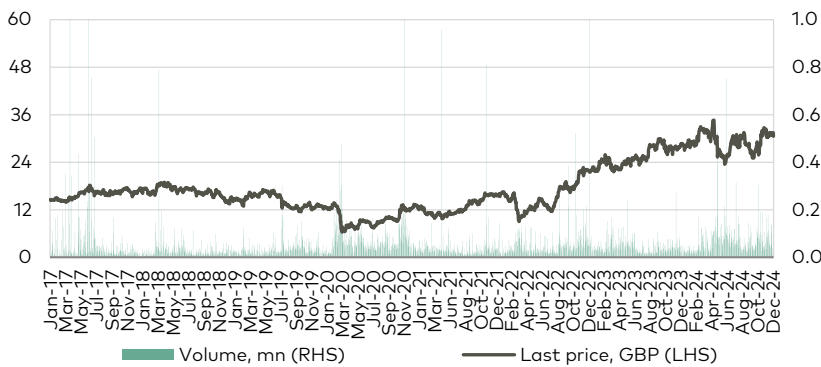
Bank of Georgia Group (BGEO LN)



Source: Bloomberg

Bank of Georgia Group (BGEO LN) shares closed at GBP 46.00/share (-1.71% w/w and -8.00% m/m). More than 95k shares traded in the range of GBP 45.50 - 47.10/share. Average daily traded volume was 67k in the last 4 weeks. The volume of BGEO shares traded was at 0.21% of its capitalization.

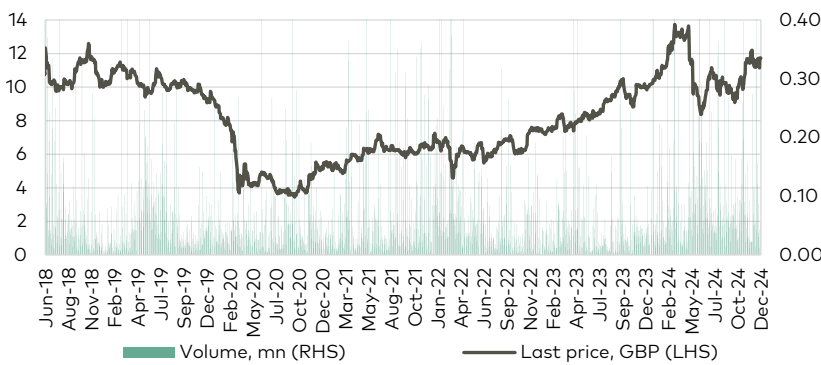
TBC Bank Group (TBCG LN)



Source: Bloomberg

TBC Bank Group (TBCG LN) closed the week at GBP 30.55/share (-1.29% w/w and -3.32% m/m). More than 107k shares changed hands in the range of GBP 30.20 - 31.45/share. Average daily traded volume was 80k in the last 4 weeks. The volume of TBCG shares traded was at 0.19% of its capitalization.

Georgia Capital (CGEO LN)



Source: Bloomberg

Georgia Capital (CGEO LN) shares closed at GBP 11.72/share (+3.53% w/w and -2.17% m/m). More than 110k shares traded in the range of GBP 11.06 - 11.82/share. Average daily traded volume was 111k in the last 4 weeks. The volume of CGEO shares traded was at 0.28% of its capitalization.

Equities, continued

Eastern European banks

	Ticker	Currency	Share price	Mcap, mn6M	chg	y/y chg	YTD chg	P/E			P/B		
								2023	2024F	2025F	2023	2024F	2025F
Bank of Georgia	BGEO	GBP	46.00	2,044	15.0%	15.6%	15.7%	4.36x	4.08x	3.58x	1.19x	na	na
TBC	TBC	GBP	30.55	1,721	19.3%	7.0%	8.0%	4.78x	4.87x	4.11x	1.15x	na	na
Halyk Bank	HSBK	USD	19.50	5,316	8.3%	38.1%	28.6%	2.57x	3.19x	3.13x	0.72x	na	na
Akbank	AKBNK	TRY	66.25	344,500	-0.9%	84.6%	81.4%	2.86x	6.60x	3.95x	0.90x	1.45x	1.10x
Garanti	GARAN	TRY	130.00	546,000	11.4%	133.2%	122.8%	2.84x	5.66x	4.05x	1.00x	1.65x	1.19x
Isbank	ISCTR	TRY	13.66	341,500	-16.7%	52.9%	46.2%	3.23x	6.43x	3.38x	0.87x	1.15x	0.87x
PKO	PKO	PLN	59.80	74,750	-4.5%	16.6%	18.8%	11.44x	6.83x	6.74x	1.39x	1.48x	1.37x
PEKAO	PEO	PLN	138.75	36,418	-15.9%	-9.5%	-8.7%	6.07x	5.59x	5.92x	1.32x	1.12x	1.07x
Millennium	MIL	PLN	8.72	10,578	-4.5%	4.4%	4.4%	17.78x	3.78x	4.32x	1.47x	1.36x	1.17x
Mbank	MBK	PLN	549.00	23,331	-10.7%	-0.9%	2.6%	na	10.00x	5.85x	1.65x	1.47x	1.19x
BRD	BRD	RON	18.96	13,213	-8.2%	6.2%	5.8%	7.62x	9.17x	9.31x	1.42x	1.38x	1.28x
Banca Transilvania	TLV	RON	27.25	24,985	-0.8%	30.3%	29.0%	7.76x	6.10x	7.01x	1.82x	1.53x	1.46x
Komercni	KOMB	CZK	847.50	161,067	10.0%	18.1%	17.0%	8.76x	10.24x	10.39x	1.09x	1.28x	1.29x
Mean								6.67x	6.35x	5.52x	1.23x	1.39x	1.20x
Median								5.43x	6.10x	4.32x	1.19x	1.41x	1.19x

Source: Bloomberg, S&P Capital IQ

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