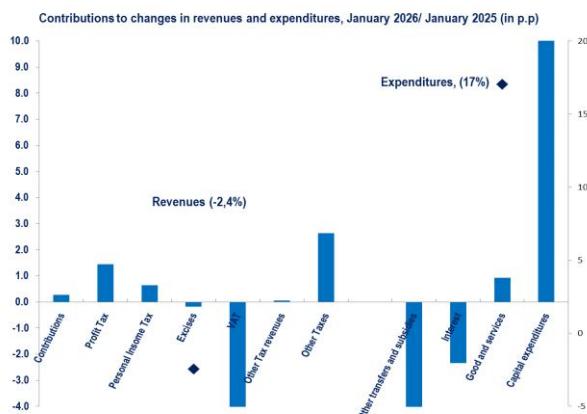
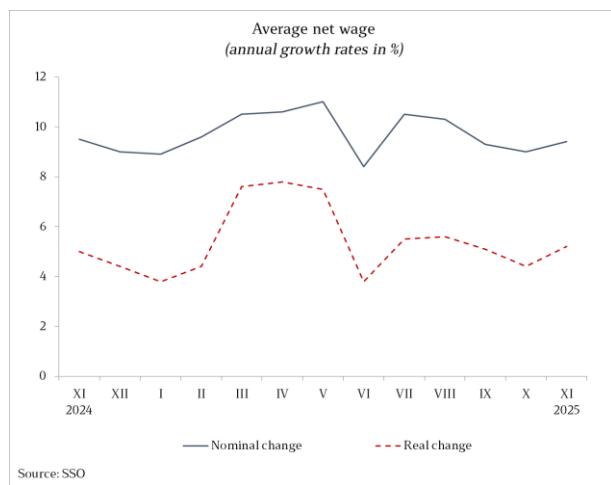




MONTHLY NEWSLETTER – January 2026

- **Industrial production** in December 2025 increased by 2.3% annually. In the entire 2025, industrial production grew by 1.9%, as a result of the growth in Manufacturing (2.9%), while Electricity, gas, steam and air conditioning supply dropped by 7.0%.
- **Inflation** in January 2026 recorded a 3.2% annual growth, down from 4.1% in December 2025. In 2025 overall, the inflation rate was 4.1%.
- In 2025, **exports** of goods increased by 2.9% on annual basis, while **import** of goods grew by 4.4%, which led to an increase of the **trade deficit** by 7.8% compared to 2024.
- In December 2025, **credit activity** increased by 13.0% on an annual basis, with household lending up by 10.9% and lending to enterprises increasing by 15.3%. Total **deposits** were higher by 10.1% (y/y), reflecting growth in both household deposits by 12.1%, and corporate deposits by 6.5%.



- In November 2025, **average net wage** recorded an annual growth of 9.4% in nominal terms and 5.2% growth in real terms. The average net wage amounted to Denar 45,961 (EUR 747), with the average gross wage amounting to Denar 69,141 (EUR 1,124).
- **S&P Global Ratings** affirmed the rating of Republic of North Macedonia as BB-, with stable outlook.
- In January 2026, total budget revenues were realized 6% of the Budget for 2026. **Budget revenues** decreased by 2.4% y/y, whereby tax revenues declined by 9.3% y/y, while social contributions increased by 0.8% y/y. Higher tax revenues were driven by PIT, profit tax, import duties and other tax revenues. Lower tax revenues are observed in VAT and excise duties.
- Total expenditures in January 2026 were realized 7.8% of the Budget for 2026. **Budget expenditures** increased by 17% y/y. Current expenditures increased by 1.1% y/y. Capital expenditures recorded higher execution. **Budget deficit** stood at 0.9% of MoF- projected GDP for 2026.



Republic of North Macedonia

Ministry of Finance

Key macroeconomic indicators and projections

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025*	2026*
Real GDP growth, %	2.8	1.1	2.9	3.9	-4.7	4.5	2.8	2.6	3.0	3.5	3.8
Nominal GDP, million EUR	9,657	10,038	10,744	11,262	10,852	11,836	13,243	14,668	15,668	16,897	18,014
Average annual inflation, %	-0.2	1.4	1.5	0.8	1.2	3.2	14.2	9.4	3.5	4.1**	2.5
Budget balance, % of GDP	-2.7	-2.7	-1.8	-2.0	-8.0	-5.3	-4.4	-4.6	-4.3	-4.0***	-3.5
General government debt, e.o.p. % of GDP	39.9	39.4	40.4	40.5	50.8	51.4	49.7	49.5	53.0	51.8***	/
Current account balance, % of GDP	-2.6	-0.8	0.2	-3.0	-2.9	-2.8	-6.1	0.3	-2.2	-4.0	-3.8
Average unemployment rate, %	23.7	22.3	20.6	17.1	16.2	15.4	14.4	13.1	12.4	11.2	10.1
Average exchange rate MKD/EUR	61.6	61.6	61.5	61.5	61.7	61.6	61.6	61.6	61.5	61.6**	61.5
Foreign reserves, e.o.p., % of GDP	27.1	23.3	26.7	29.0	31.0	30.8	29.2	30.9	32.1	29.2***	31.1****

*MoF projections, unless otherwise noted

**Actual data

***Actual data, ratios based on MoF projections

****Actual for January 2026, ratio based on MoF projections

Latest GDP and inflation estimates and forecasts

	Real GDP growth, %	Average inflation, %	2025	2026
IMF, WEO (October 2025)	3.4	3.2	3.9	3.0
European Commission (November 2025)	3.2	3.3	3.9	3.2
World Bank (October 2025)	3.1	3.0	3.8	2.5
National Bank (November 2025)	3.5	4.0	3.9	2.5
MoF, North Macedonia (November 2025)	3.5	3.8	3.9	2.5

Credit rating, latest

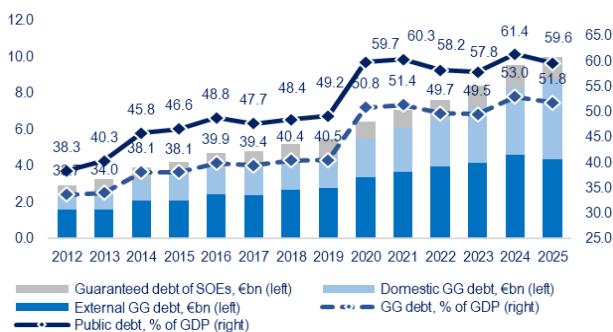
	Rating	Outlook
Standard & Poor's, January 2026	BB-	Stable
Fitch, September 2025	BB+	Stable

Budget revenues, expenditures and deficit



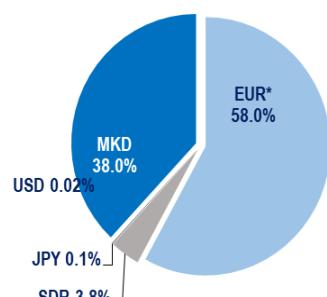
*2026 Budget data and MoF GDP forecast

General government and total public debt



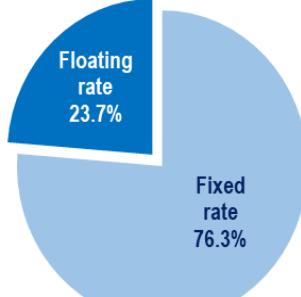
Starting Q2 2019, public debt also includes non-guaranteed debt of SoEs

GG debt - Currency structure, Q4 2025

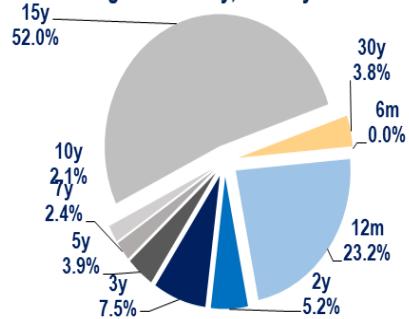


*Includes FX-linked domestic government securities

GG debt - Interest rate structure, Q4 2025



Domestic government securities - original maturity, January 2026



Domestic government securities, EUR m

	Outstanding, January 31st 2026
- Of which without FX clause	3,395.3
- Of which with FX clause	874.1
Total planned net issuance for 2026	400.0
Of which net issued by January 2026	81.5

Yields on domestic government securities issued on the primary market during January 2026

in %	3m	6m	12m	2y	3y	5y	7y	10y	15y	30y
Without FX clause				4.00		4.35			5.10	
With FX clause										

Republic of North Macedonia outstanding eurobonds, 30.01.2026

Maturity date	Rating	Original/outstanding size (mn)	Coupon	Price	Yield	Bid Spread	
						vs. BM	vs. MS
Jun-26	BB-	BB+	€ 700	3.675%	100.00	3.599	158
Mar-28	BB-	BB+	€ 700	1.625%	95.53	3.883	185
Mar-27	BB-	BB+	€ 500	6.960%	103.07	4.048	123
Jan-30	BB-	BB+	€ 500	3.875%	99.26	4.080	182
Jan-34	BB-	BB+	€ 500	4.750%	98.35	5.006	241