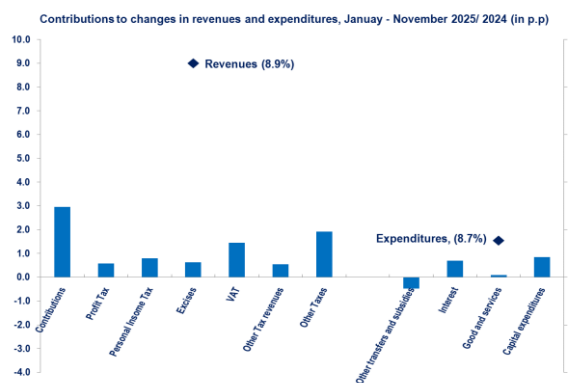
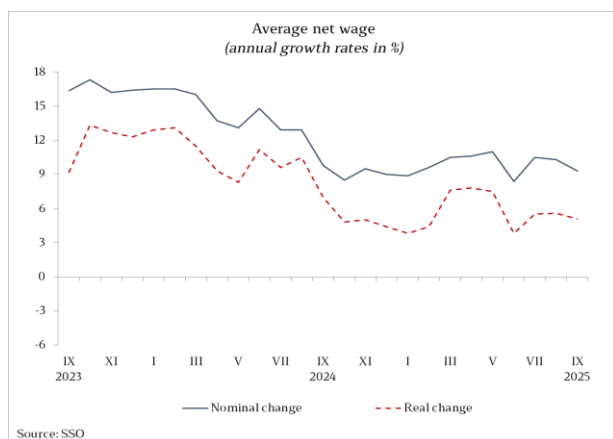




## MONTHLY NEWSLETTER – November 2025

- The economic activity sped up in the third quarter of 2025, when **real GDP** registered an annual growth of 3.8%. The higher rate of economic growth is mainly due to the growth in services (mainly as a result of the trade and transport, and ICT) and construction (as a result of high growth in civil engineering and specialized construction works). From the expenditure approach, both private and public consumption had a positive contribution, with gross investment also increasing significantly (annual growth of 30.6%). Both exports and imports also recorded growth. Previously, in the first and the second quarter, GDP grew by 2.9% and 3.5%, bringing the average GDP growth in the first three quarters of the year to 3.4%.
- In Q3 2025, **unemployment rate** was 11.5% in the age category 15-74 and it has decreased by 0.8 p.p. compared to the same quarter last year. The **employment rate** was 46.5% in the age category 15-89, and compared to Q3 2024, it has increased by 0.4 p.p.
- Industrial production** in October 2025 increased by 2.8% annually. In the first ten months of 2025, industrial production grew by 2.4%, as a result of the growth in Manufacturing (3.3%) and Mining (0.5%), while Electricity, gas, steam and air conditioning supply dropped by 7.2%.
- Inflation** in November 2025 recorded a 4.0% annual growth, down from 4.5% in October 2025. In January - November 2025, the inflation rate was 4.1%.
- Current account surplus** in Q3 2025 amounted to EUR 60.4 million (0.4% of MoF-projected GDP for 2025), as a result of the high amount of remittances and the trade surplus in services. In January - September 2025, the current account recorded a deficit of EUR 459 million, higher than the deficit in the same period of the last year.



- In January - September 2025, FDI amounted to EUR 209.4 million. They decreased compared to same period last year as a result of decrease of debt instruments, while equity and reinvestment of earnings increased.
- In the first ten months of 2025, **exports** of goods grew by 2.2% on an annual basis, while **imports** of goods grew by 4.1%, which led to an increase of the **trade deficit** by 8.8% compared to the same period of 2024.
- In September 2025, **average net wage** recorded an annual growth of 9.3% in nominal terms and 5.1% growth in real terms. The average net wage amounted to Denar 45,466 (EUR 738), with the average gross wage amounting to Denar 68,392 (EUR 1,111).
- In October 2025, **credit activity** increased by 12.1% on an annual basis, with household lending up by 10.6% and lending to enterprises increasing by 13.7%. Total **deposits** were higher by 11.8% (y/y), reflecting growth in both household deposits by 14.0%, and corporate deposits by 8.1%.
- In the period January-November 2025, total budget revenues were realized 83,1% of the Revised Budget for 2025. **Budget revenues** grew by 8,9% y/y, whereby tax revenues picked up by 6.8% y/y, while social contributions increased by 8.6% y/y. Higher tax revenues were driven by PIT, VAT, excises, profit tax and import duties. Only other tax revenues recorded lower execution by 1,1%.
- Total expenditures in the period January-November 2025 were realized 82,4% of the Revised Budget for 2025. **Budget expenditures** increased by 8,7% y/y. Current expenditures surged by 8,4% y/y, while capital expenditures recorded higher execution by 12,2%. **Budget deficit** stood at 3% of MoF- projected GDP for 2025.



#### Key macroeconomic indicators and projections

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025*
Real GDP growth, %	2.8	1.1	2.9	3.9	-4.7	4.5	2.8	2.6	3.0	3.5
Nominal GDP, million EUR	9,657	10,038	10,744	11,262	10,852	11,836	13,243	14,668	15,668	16,897
Average annual inflation, %	-0.2	1.4	1.5	0.8	1.2	3.2	14.2	9.4	3.5	3.9
Budget balance, % of GDP	-2.7	-2.7	-1.8	-2.0	-8.0	-5.3	-4.4	-4.6	-4.4	-4.0
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	50.3
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
Average unemployment rate, %	23.7	22.3	20.6	17.1	16.2	15.4	14.4	13.1	12.4	11.2
Average exchange rate MKD/EUR	61.6	61.6	61.5	61.5	61.7	61.6	61.6	61.6	61.5	61.5
Key monetary policy rate, %	3.73	3.27	2.92	2.29	1.65	1.29	2.46	5.84	6.13	5.37**
Foreign reserves, e.o.p., % of GDP	27.1	23.3	26.7	29.0	31.0	30.8	29.2	31.1	32.6	28.6***

\*MoF projections, unless otherwise noted

\*\*Actual for January-November 2025

\*\*\*Actual for November 2025, ratio based on MoF projections

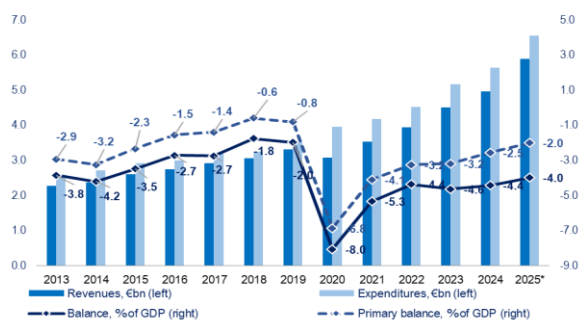
#### Latest GDP and inflation estimates and forecasts

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

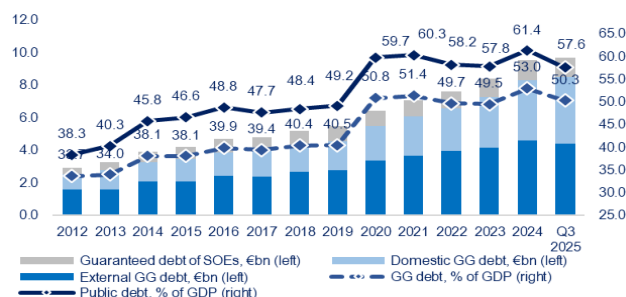
#### Credit rating, latest

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

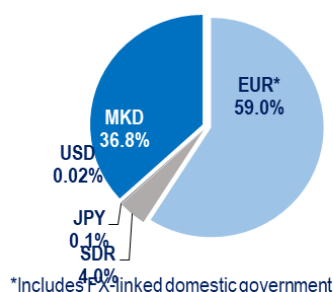
#### Budget revenues, expenditures and deficit



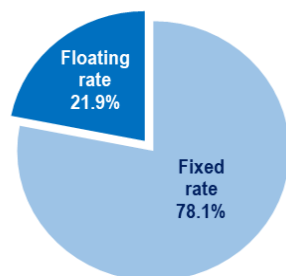
#### General government and total public debt



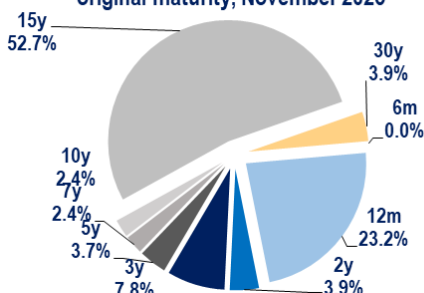
#### GG debt - Currency structure, Q3 2025



#### GG debt - Interest rate structure, Q3 2025



#### Domestic government securities - original maturity, November 2025



#### Domestic government securities, EUR m

Outstanding, November 30st 2025	4,110.2
- Of which without FX clause	3,231.1
- Of which with FX clause	879.2
Total planned net issuance for 2025	560.0
Of which net issued by November 2025	481.2

\* includes roll-over of T-Bonds + net issuance of GS

#### Yields on domestic government securities issued on the primary market during November 2025

in %	3m	6m	12m	2y	3y	5y	7y	10y	15y	30y
Without FX clause			3.95*						5.10	
With FX clause										

\*weighted average interest rate

#### Republic of North Macedonia outstanding eurobonds, 28.11.2025

Maturity date	Rating S&P F	Original/outstanding size (mn)	Coupon	Price	Yield	Bid Spread vs. BM	Bid z-Spread vs. MS
Jun-26	BB- BB+	€ 700	3.675%	99.96	3.685	180	156
Mar-28	BB- BB+	€ 700	1.625%	95.08	3.931	193	173
Mar-27	BB- BB+	€ 500	6.960%	103.63	3.963	122	118