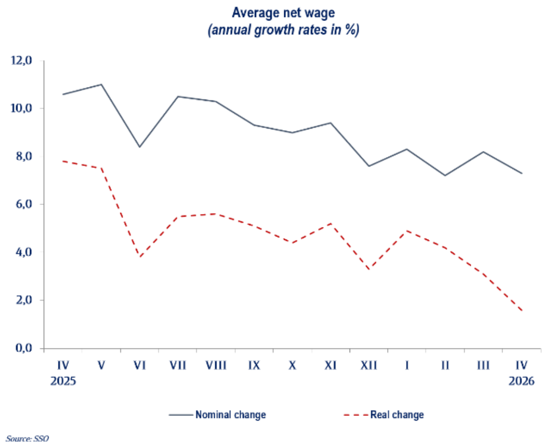
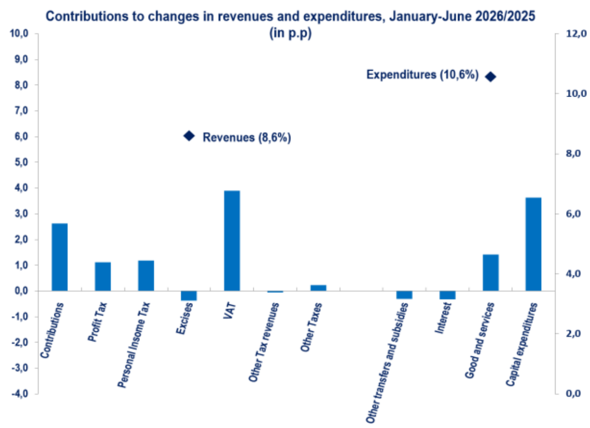
Republic of North Macedonia
Ministry of Finance

MONTHLY NEWSLETTER – June 2026

- **Inflation** in June 2026 recorded a 3.4% annual growth, down from 4.8% in May 2026. In the first six months of the year, the inflation rate was 4.1%.
- **Industrial production** in May 2026 decreased by 2.0% year-on-year, with a drop recorded in Manufacturing (2.6%), and Mining (3.6%), while Electricity grew by 6.1%. In the first five months of 2026, industrial production decreased by 0.3%, with Manufacturing stagnating.
- In January-May 2026, **exports of goods** increased by 5.6%, while **imports** increased by 5.8%, which led to a 6.3% increase in the **trade deficit** compared to the same period in 2025.
- In January-April 2026, the **average net wage** recorded annual growth of 7.8% in nominal terms and 3.5% in real terms. The average net wage in April amounted to Denar 48,779 (EUR 793), while the average gross wage amounted to Denar 73,366 (EUR 1,193).
- In May 2026, **credit activity** increased by 13.4% on an annual basis, with household lending up by 12.0% and lending to enterprises increasing by 15.0%. **Total deposits** were higher by 8.6% (y/y), reflecting growth in both household deposits by 9.7%, and corporate deposits by 5.8%.





- In the period January - June of 2026, total budget revenues were realized 45,3% of the Budget for 2026. **Budget revenues** increased by 8,6% y/y, whereby tax revenues increased by 10,3% y/y and social contributions increased by 7,5% y/y. Higher tax revenues were driven by PIT, profit tax, VAT and import duties. Lower tax revenues are observed in excises and other taxes.
- Total expenditures in the period January - June of 2026 were realized 49,7% of the Budget for 2026. **Budget expenditures** increased by 10,6% y/y. Current expenditures increased by 7,4% y/y and capital expenditures increased by 54% y/y. **Budget deficit** stood at 3,2% of MoF- projected GDP for 2026.

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	3,5
Nominal GDP, million EUR	9.657	10.038	10.744	11.262	10.852	11.836	13.243	14.668	15.668	16.950	18.239
Average annual inflation, %	-0,2	1,4	1,5	0,8	1,2	3,2	14,2	9,4	3,5	4,1	4,5
Budget balance, % of GDP	-2,7	-2,7	-1,8	-2,0	-8,0	-5,3	-4,4	-4,6	-4,4	-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	51,6	51,7
Current account balance, % of GDP	-2,6	-0,8	0,2	-3,0	-2,9	-2,8	-6,1	0,3	-2,2	-4,4	-5,0
Average unemployment rate, %	23,7	22,3	20,6	17,1	16,2	15,4	14,4	13,1	12,4	11,5	11,0
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	61,6
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	29,1	27,1**

MoF projections, unless otherwise noted

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

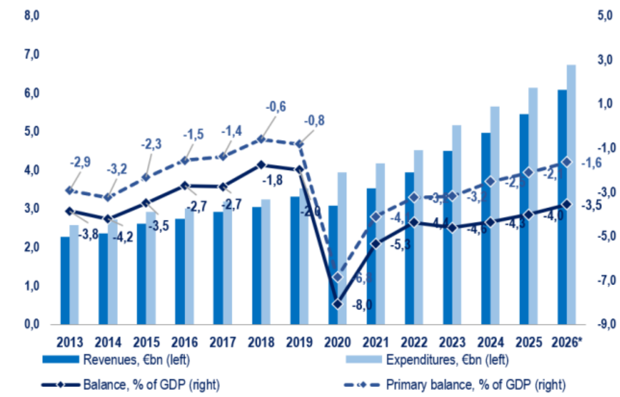
Latest GDP and inflation estimates and forecasts

	Real GDP growth, %		Average inflation, %	
	2026	2027	2026	2027
IMF, WEO (April 2026)	3,1	3,0	4,5	4,1
European Commission (May 2026)	3,2	3,1	4,4	3,1
World Bank (April 2026)	2,9	3,0	3,4	2,7
National Bank (April 2026)	3,5	3,8	4,0	3,0
MoF, North Macedonia (April 2026)	3,5	3,8	4,5	3,3

Credit rating, latest

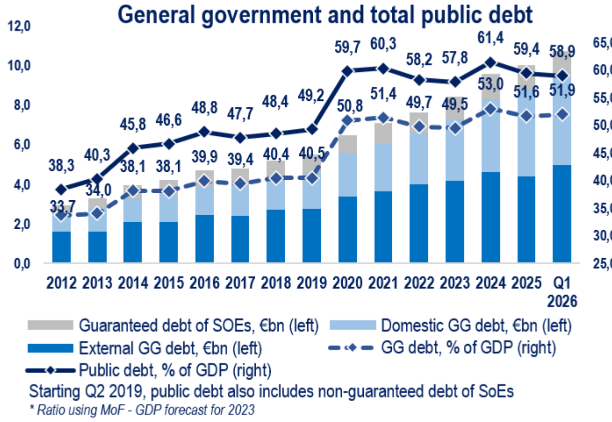
	Rating	Outlook
Standard & Poor's, April 2026	BB-	Stable
Fitch, April 2026	BB+	Stable

Budget revenues, expenditures and deficit

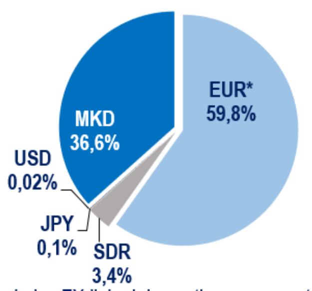


*2026 Budget data and MoF GDP

General government and total public debt

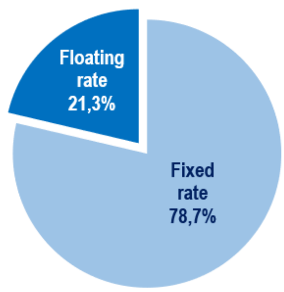


GG debt - Currency structure, Q1 2026

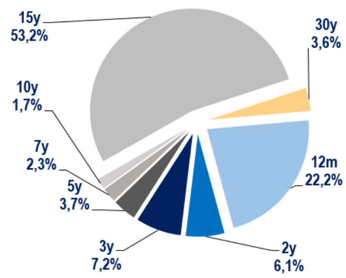


*Includes FX-linked domestic government

GG debt - Interest rate structure, Q1 2026



Domestic government securities - original maturity, June 2026



Domestic government securities, EUR m

Outstanding, June 30st 2026	4.423,1
- Of which without FX clause	3.545,1
- Of which with FX clause	878,0
Total planned net issuance for 2026	400,0
Of which net issued by June 2026	235,6

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

in %	3m	6m	12m	2y	3y	5y	7y	10y	15y	30y
Without FX clause			4,10	4,30					5,20	
With FX clause									5,00	

Republic of North Macedonia outstanding eurobonds, 30.06.2026

Maturity date	Rating		Original/outstanding	Coupon	Price	Yield	Bid Spread	Bid z-Spread
	S&P	F	size (mn)				vs. BM	vs. MS
Mar-28	BB-	BB+	€ 700	1,625%	96,14	4,035	154	131
Mar-27	BB-	BB+	€ 500	6,960%	101,42	4,749	118	108
Jan-30	BB-	BB+	€ 500	3,875%	99,16	4,127	157	142
Jan-34	BB-	BB+	€ 500	4,750%	99,23	4,870	218	206