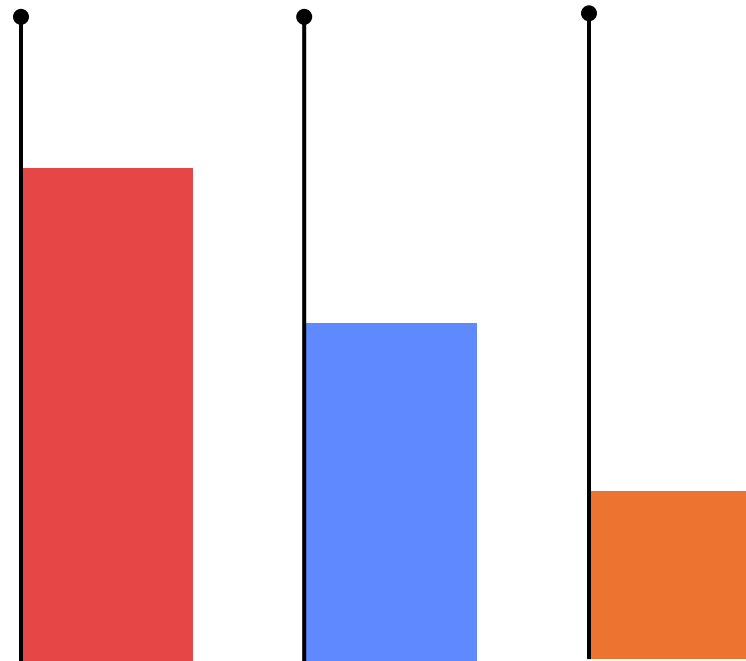


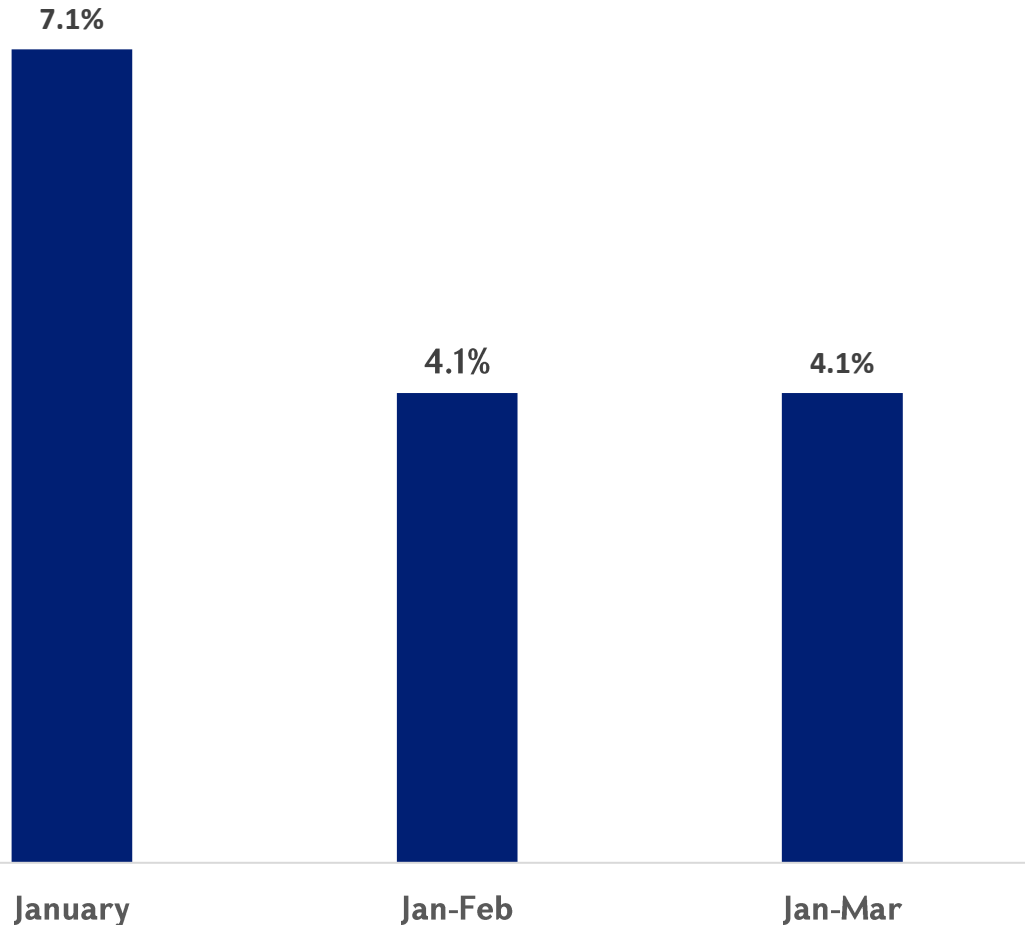
Armenia: Economic Outlook

January – March 2025



Key Economic Indicators

Graph 1. Economic Activity Indicator
January-March 2025, Aggregate

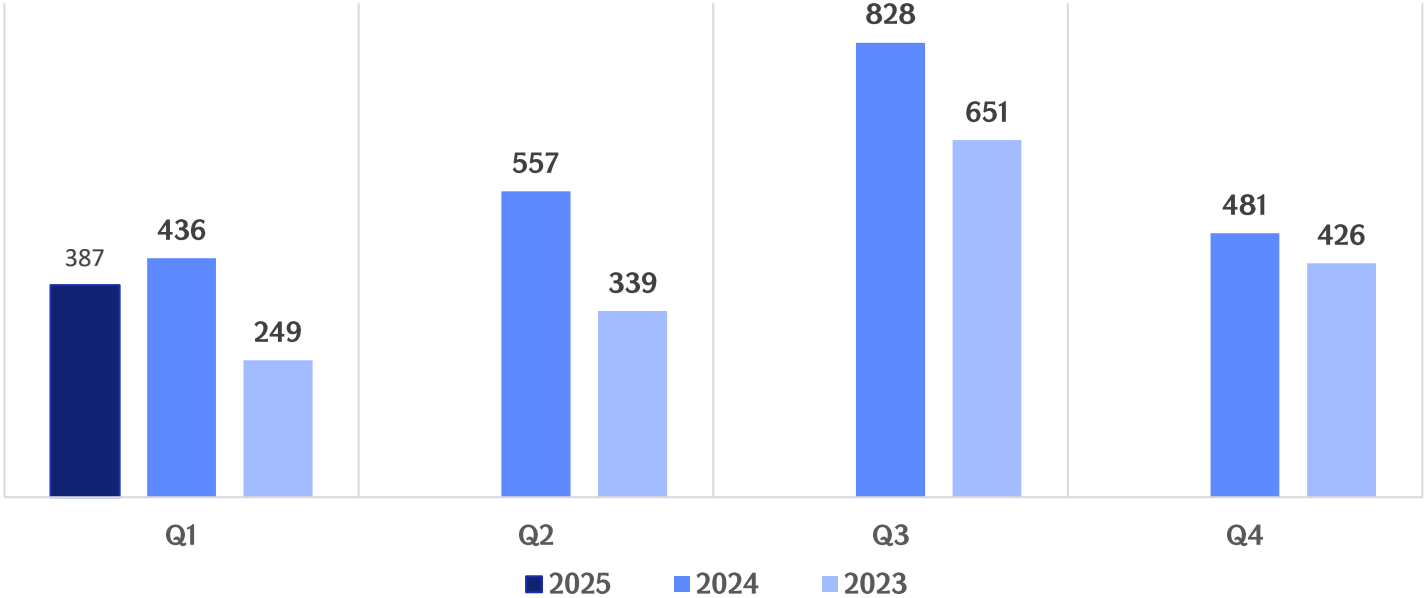


The growth of economic activity indicator in January-March 2025 amounted to 4,1% compared to the same period last year.

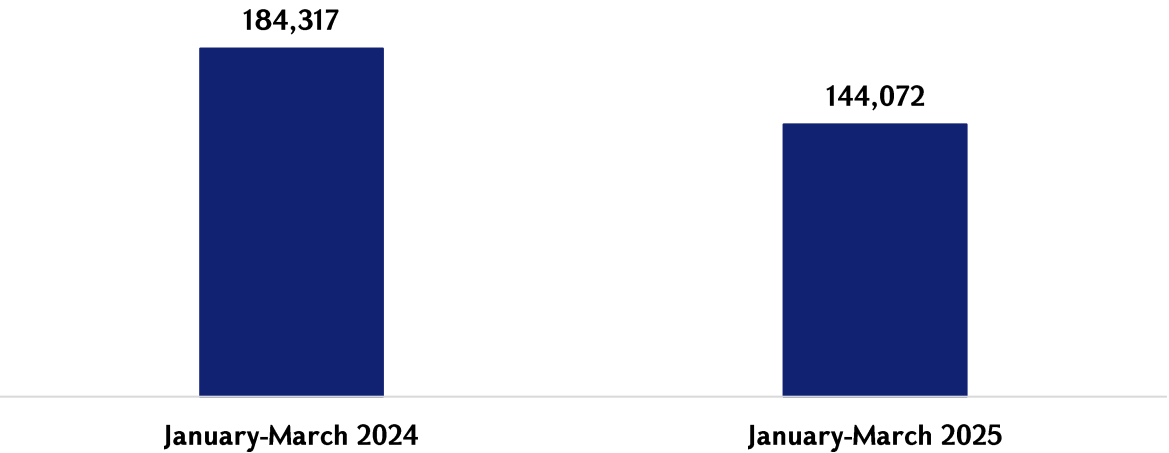
- **Industry:** The growth in industrial production in January-March 2025 was -18.5% compared to the same period last year. The mining industry (a decrease of -10.6%) and the manufacturing industry (a decrease of -26.0%) had a negative impact on industrial growth.
- **Trade:** The growth in the volume of domestic trade in January-March 2025 amounted to 6.0% compared to the same period last year, the volume of car trade increased by 15.2%.
- **Agriculture:** The growth in agriculture, forestry and fisheries in January-March 2025 was 10.0%, while the growth in agriculture was 10.5%. The growth of agriculture was favorably influenced by the growth of the following industries: crop production (53.5% growth), animal husbandry (2.5% growth), forestry (80.2% growth), fishing (5.9% growth).
- **Construction:** The growth in the volume of construction works in January-March 2025 amounted to 13.6% compared to the same period last year. The main financial sources contributing to the growth of construction volumes are funds from organizations (an increase of 14.5%), the population (an increase of 9.8%) and the state budget (an increase of 42.2%).
- **Services:** The growth in the volume of services in January-March 2025 amounted to 11.5% compared to the same period last year. Growth was recorded in all sectors except the transport sector (a decrease of -10.6%).

Tourism

Graph 2. Number of international tourist arrivals, thousand.



Graph 3. Number of tourists from Russia

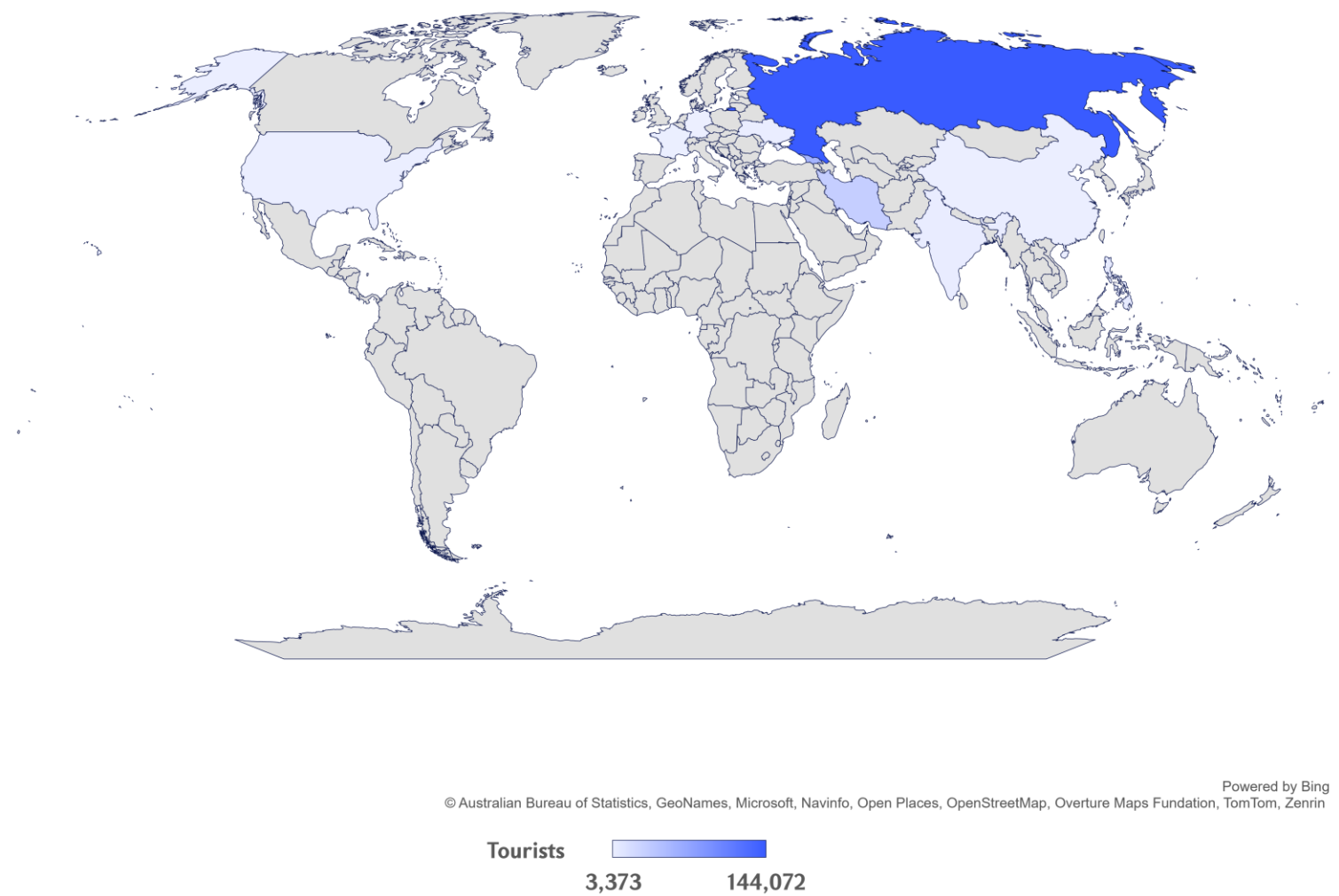


Tourism dynamics (January-March 2024-2025):

- In January-March 2025, the number of tourists reached 386,741, decreasing by 11.3% compared to the same period last year.
- In January-March 2025, tourists from Russia accounted for 37.3% of the total number of all entries. In the same period of 2024, tourists from Russia accounted for 42.3% of the total number of all entries.
- The decrease in the total number of arrivals is primarily due to a decrease in the number of visitors from Russia, who make up the largest proportion.

Tourism

Graph 4. Tourists' Country of origin

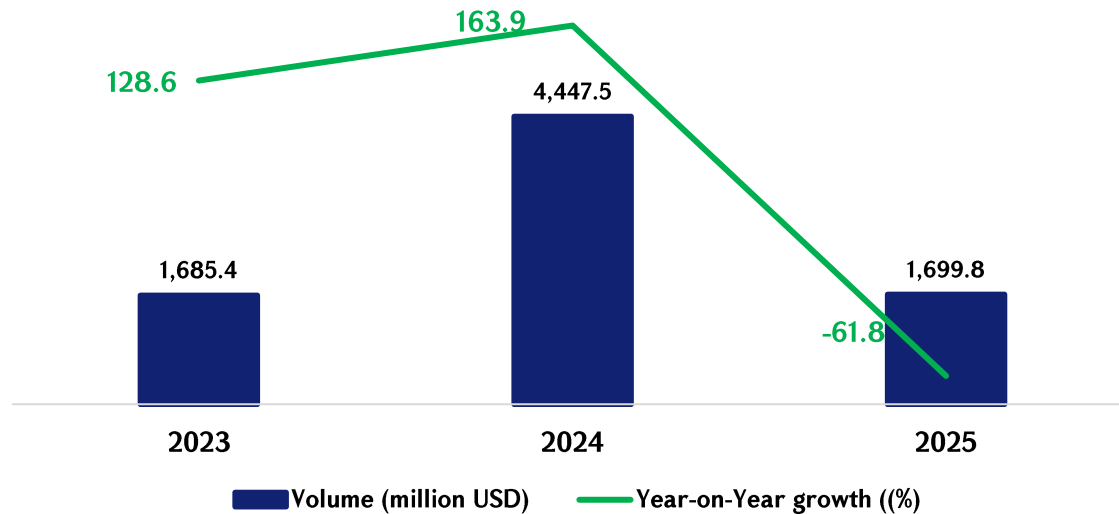


Country of Origin
January-March 2025

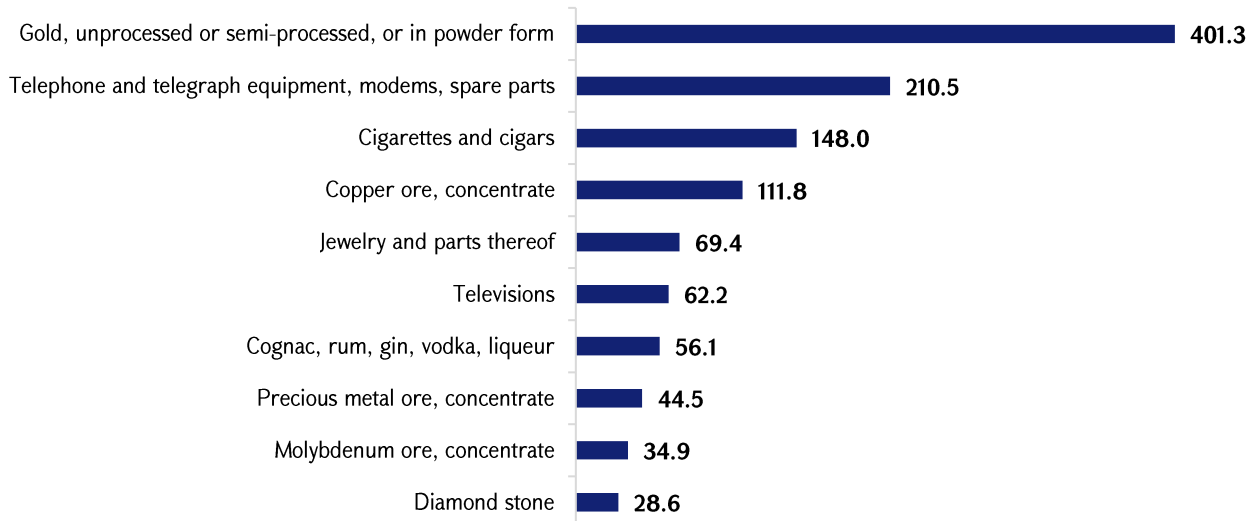
Country	Number of Tourists	Increase/Decrease
Russia	144,072	-21.8%
Georgia	59,624	-3.6%
Iran	34,369	1.9%
Philippines	7,140	-24.2%
India	6,019	2.2 times
Ukraine	5,061	-8.7%
USA	4,466	-9.6%
China	3,863	40.1%
France	3,826	9.3%
Germany	3,373	-7.6%

International trade – Export

Graph 5. Export of goods
January-March



"Graph 6. Export by Goods – Top 10
January-March 2025, million USD"



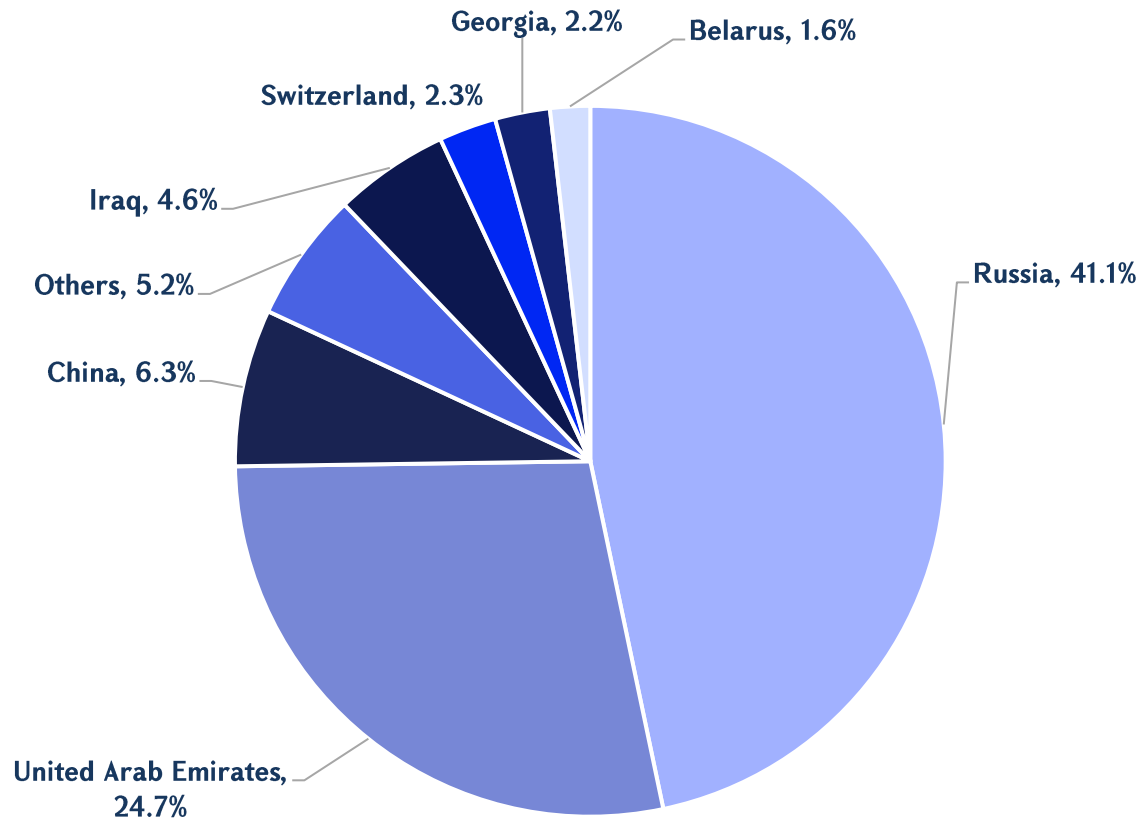
Exports in January-March 2025 amounted to 1,699.8 million US dollars, an decreased of 2,747.7 million US dollars or -61.8% compared to the same period last year. The main goods that make up Armenia's exports in January-March 2025 (growth figures are shown compared to the same period last year):

- **Gold, unprocessed or semi-processed, or in powder form: US\$ 401.3 million (6.3 times decrease)**
- **Telephone and telegraphic equipment: US\$ 210.5 million (-4.9% decrease)**
- **Cigarettes and cigars: US\$ 148.0 million (93.7% increase)**
- **Copper ore, concentrate: USD 111.8 million (decrease by -6.2%)**
- **Jewelry and parts thereof: USD 69.4 million (decrease by 6.2 times)**

In January-March 2025, the above five products together accounted for 55.4% of total exports, while only raw gold or semi-finished products accounted for 23.6% of total exports.

International trade – Export

Graph 7. Export share by country
January-March 2025, %

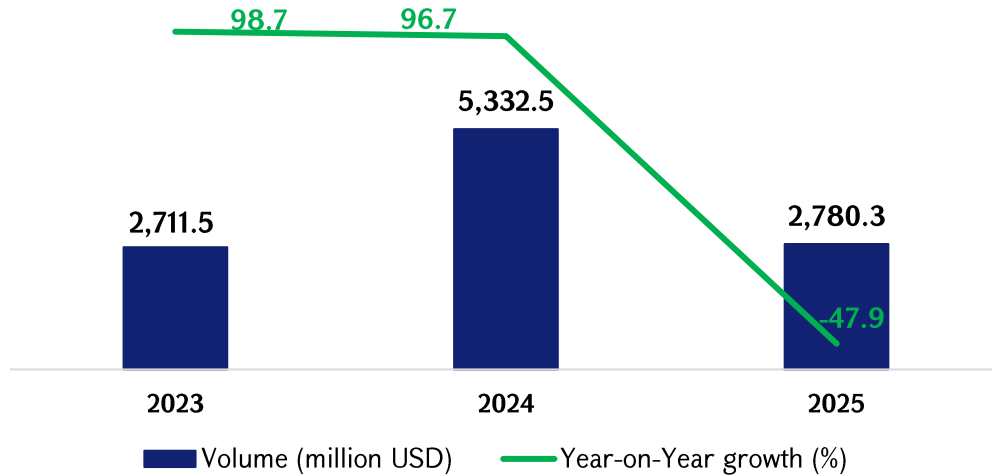


The main exporting trading partners in January-March 2025 are:

- **Russia** - Exports amounted to 698.5 million US dollars, a decrease of -6.8%.
- **United Arab Emirates** - exports amounted to 419.9 million US dollars, having decreased by 4.9 times.
- **China** - exports amounted to 107.2 million US dollars, having decreased by 5.1 times.
- **Iraq** - exports amounted to 77.8 million US dollars, an increase of 2.3 times.

International trade – Import

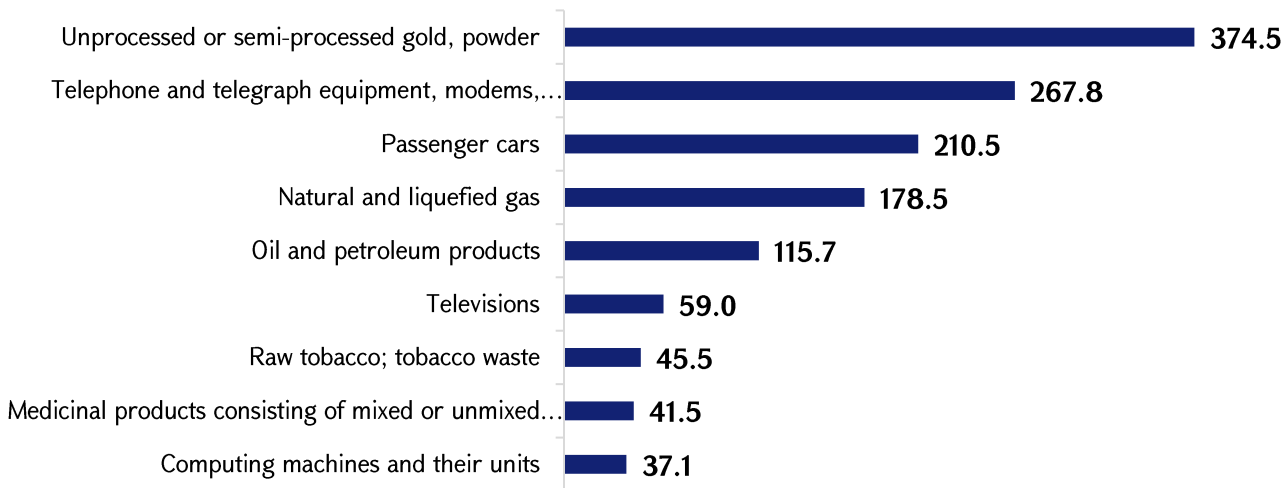
Graph 8. Import of Goods
January-March 2025



Imports in January-March 2025 amounted to 2,711.5 million US dollars, having decreased by 2,552.2 million US dollars or -47.9% compared to the same period last year. The main goods imported to Armenia in January-March 2025 (data are given relative to the same period):

- **Raw or semi-processed gold, or in powder form:** - 374.5 million US dollars (a decrease of 7.4 times)
- **Telephone and telegraphic equipment** - 267.8 million US dollars (an increase of 1.3%)
- **Passenger cars** - 210.5 million US dollars (an increase of 73.8%)
- **Natural and liquefied natural gas** - 178.5 million US dollars (an increase of 2.3%)
- **Oil and petroleum products** - USD 115.7 million (decrease by 3.6%)

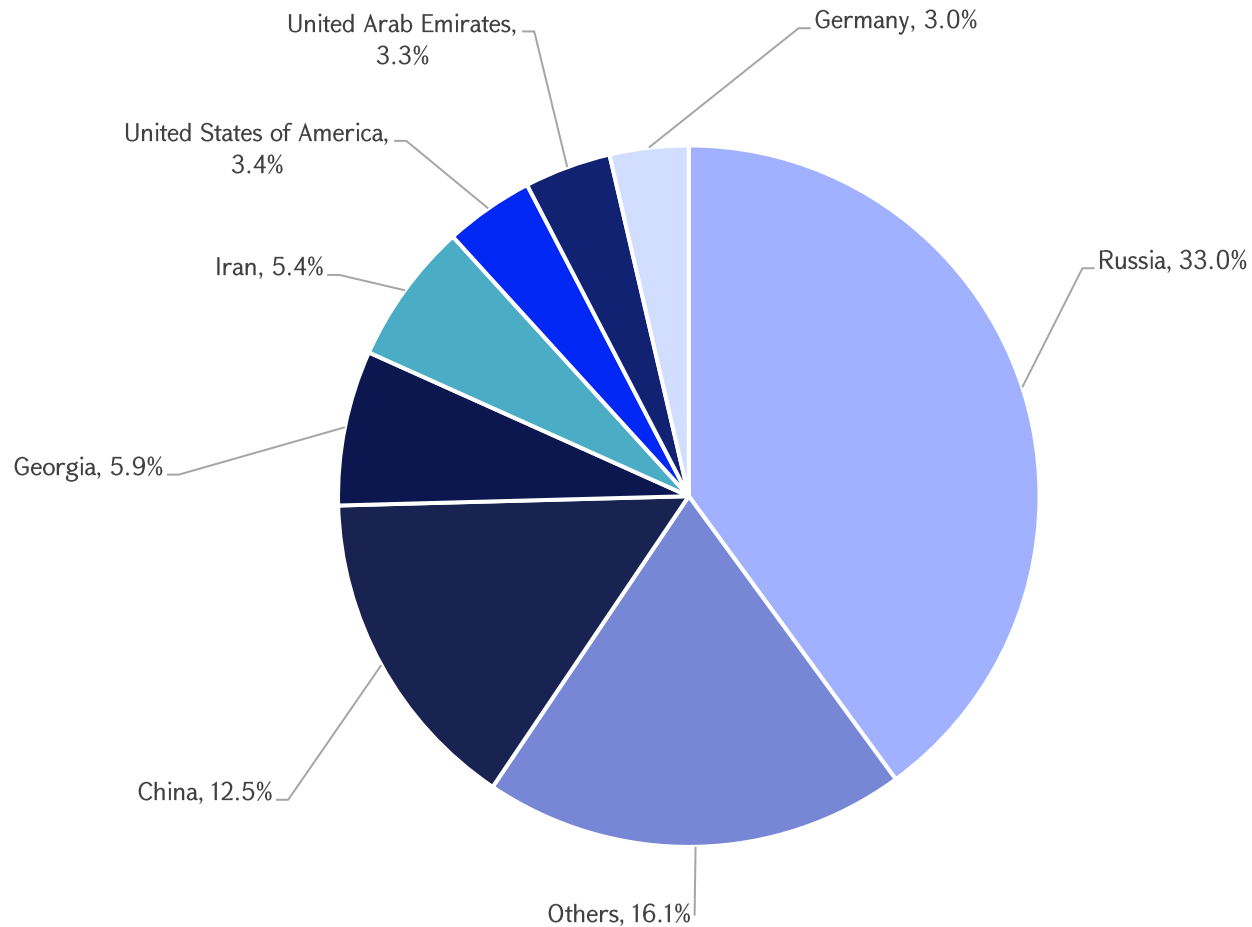
Graph 9. Import by Goods – Top 10
January-March 2025, million USD



In January-March 2025, the above five products collectively accounted for 41.3% of total imports, while only raw gold or semi-finished products accounted for 13.5% of total imports.

International trade – Import

Graph 10. Import share by Country
January-March 2025, %

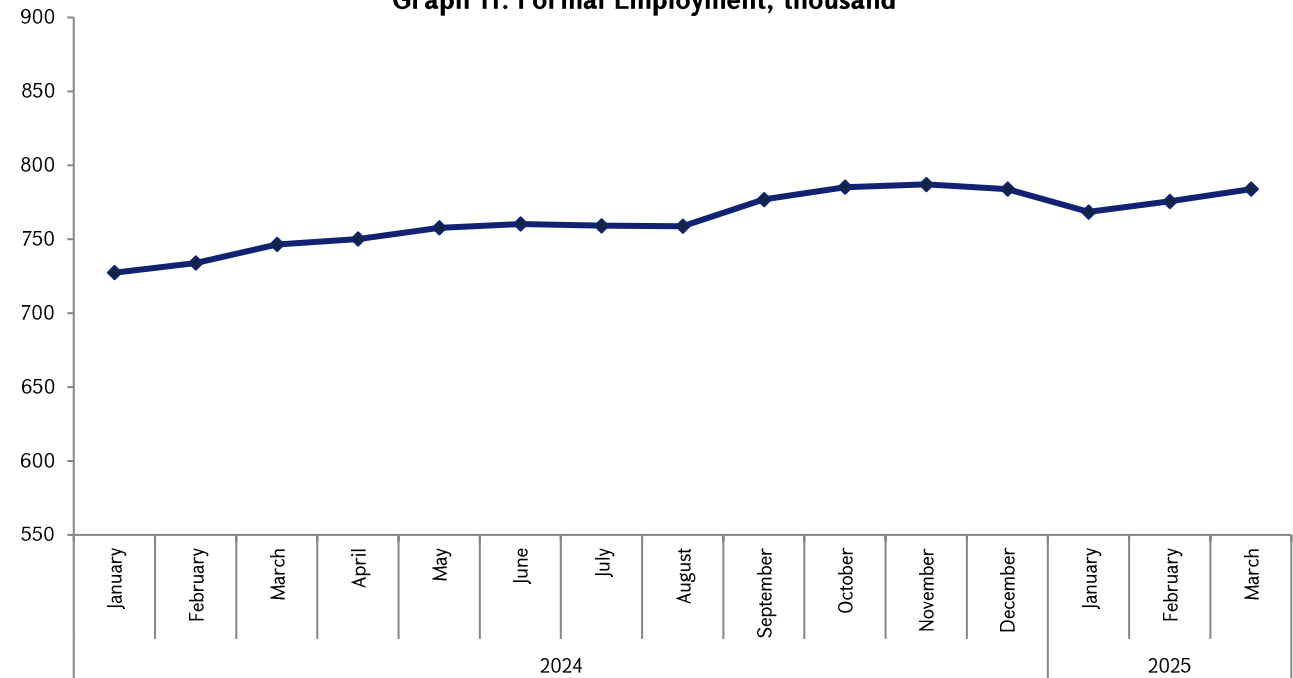


The main importing trading partners in January-March 2025 are:

- **Russia** - USD 918.3 million, having decreased by 4.0 times.
- **China** - 346.9 million US dollars, an increase of 73.2%.
- **Georgia** - 162.7 million US dollars, an increase of 2.9%.
- **Iran** - USD 150.9 million, an increase of 19.2%.

Labor market: Formal Employment

Graph 11. Formal Employment, thousand



At the end of March 2025, the number of formally employed people reached 783.9 thousand, an increase of 5.0% compared to March 2024.

The leading employment sectors at the end of March 2025 are:

- Wholesale and retail trade - 134.4 thousand employees.
- Education - 126.3 thousand employees.
- Manufacturing industry - 90.7 thousand employees.
- Healthcare and social services for the population - 54.3 thousand employees.
- Information and communication - 45.4 thousand employees.
- Public administration and defense; compulsory social security - 41.4 thousand employees.

Graph 12. Formal Employment (Leading Sectors)
March 2025, Share, %

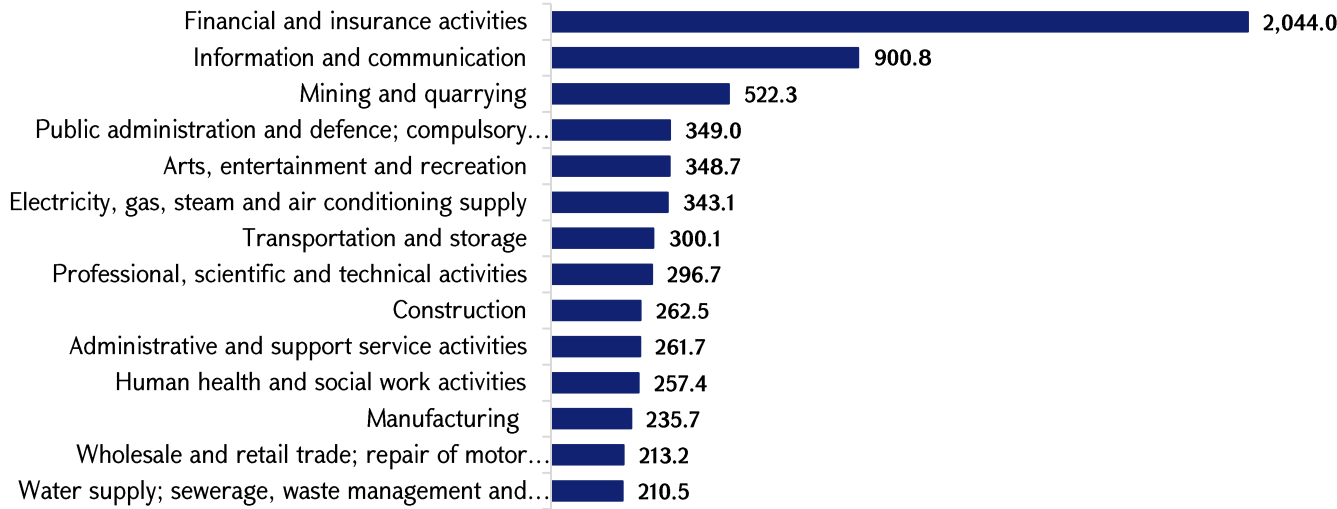


- Wholesale and retail trade; repair of motor vehicles and motorcycles
- Education
- Manufacturing
- Human health and social work activities
- Information and communication
- Public administration and defence; compulsory social security

Compared to March 2024, employment growth was recorded in almost all employment sectors.

Labor market: Salaries

**Graph 13. Average Wages by Economic Sector
March 2025, thousand AMD (Armenian drams)**



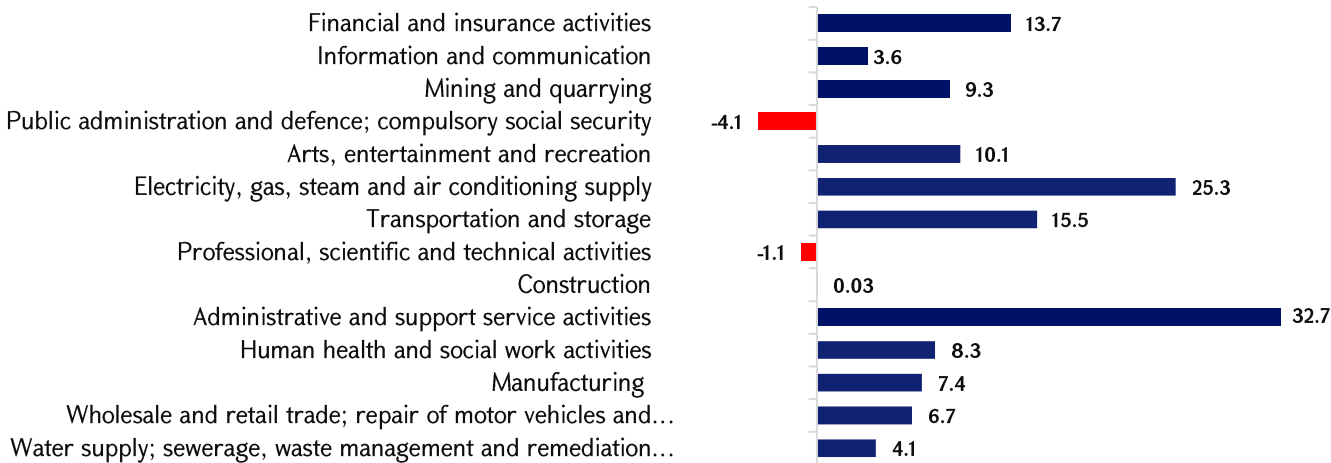
The average monthly salary in March 2025 was 333,250 AMD, an increase of 8.3% compared to March 2024, in particular, in the public sector, the average salary in March 2024 was 226,652 AMD (+6.2%), in the private sector – 374,961 AMD (+8.5%).

Top 3 highest-paid industries in March 2024:

- Financial and insurance activities - AMD 2,044,025
- Information and communication – AMD 900,820
- Mining and quarry development - AMD 522,299

Compared to March 2024, there was an increase in average wages in all sectors of employment, with the exception of Public Administration and Defense; compulsory social security (-4.1%) and Professional, scientific and technical activities (-1.1%).

Graph 14. Wage Changes by Economic Sector, March 2025, %

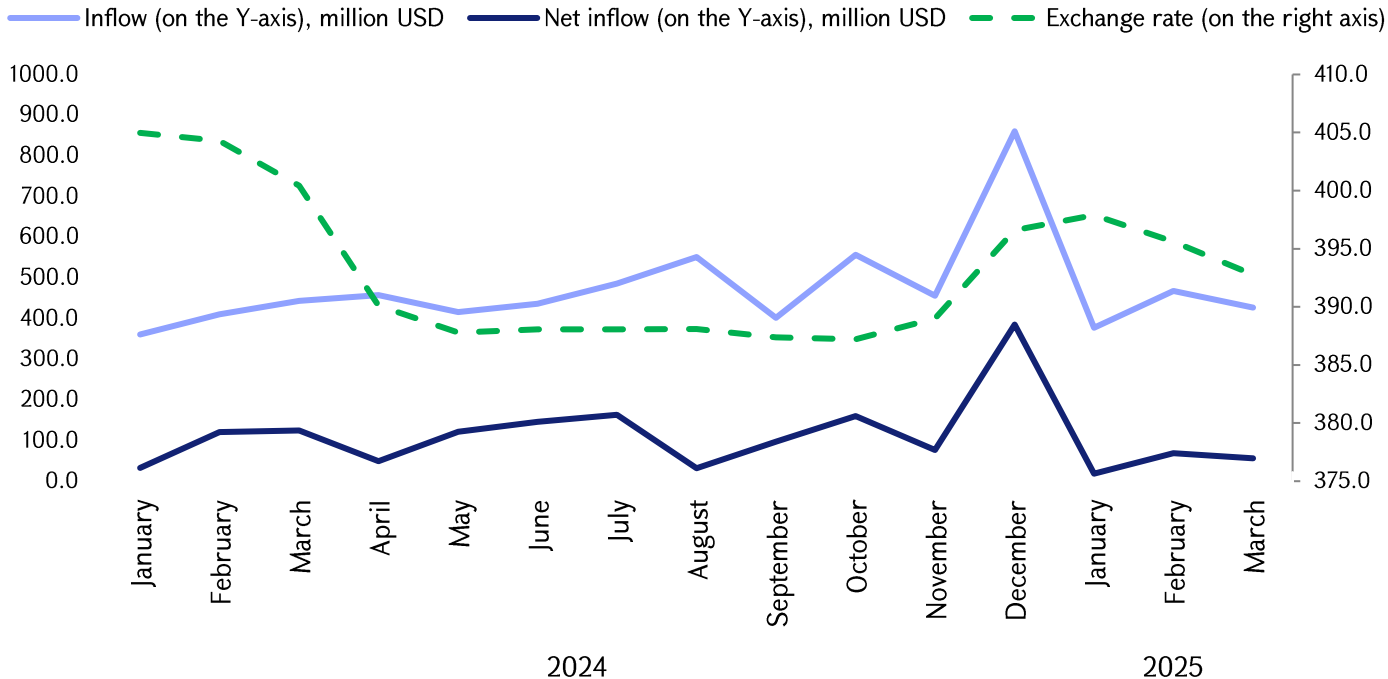


The highest growth was recorded in the following industries:

- Administrative and support activities: +32.7%,
- Supply of electricity, gas, steam and conditioned air: +25.3%.
- Transportation and warehousing: +15.5%.

Inflow of money transfers and exchange rate

Graph 15: Inflow of Remittances and Exchange Rate

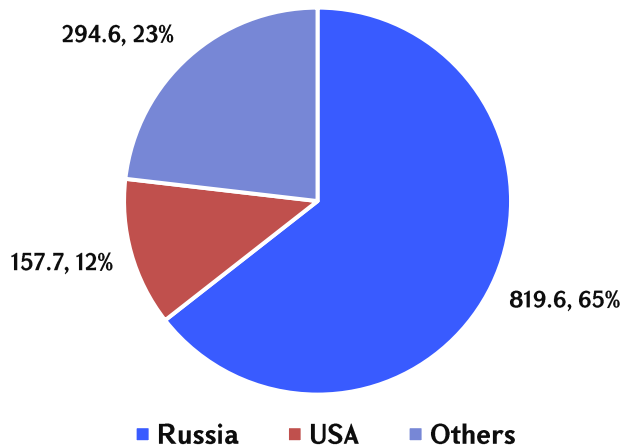


The total inflow of money transfers in January-March 2025 reached 1,271.8 million US dollars, an increase of 4.7% compared to the same period last year. The net inflow of money transfers in January-March 2025 amounted to USD 143.7 million, a decrease of -48.4% compared to the same period last year.

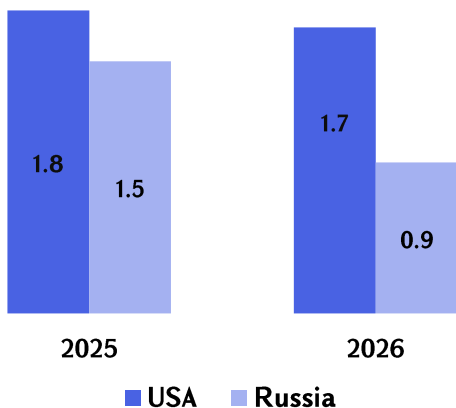
Most of the money transfers were received from 2 countries, which account for 76.8% of the total inflow:

- Russia - USD 819.6 million (+3.1% compared to the same period last year).
- United States - USD 157.7 million (-2.1% compared to the same period last year).

Graph 16: Inflow of Remittances by Country, million USD

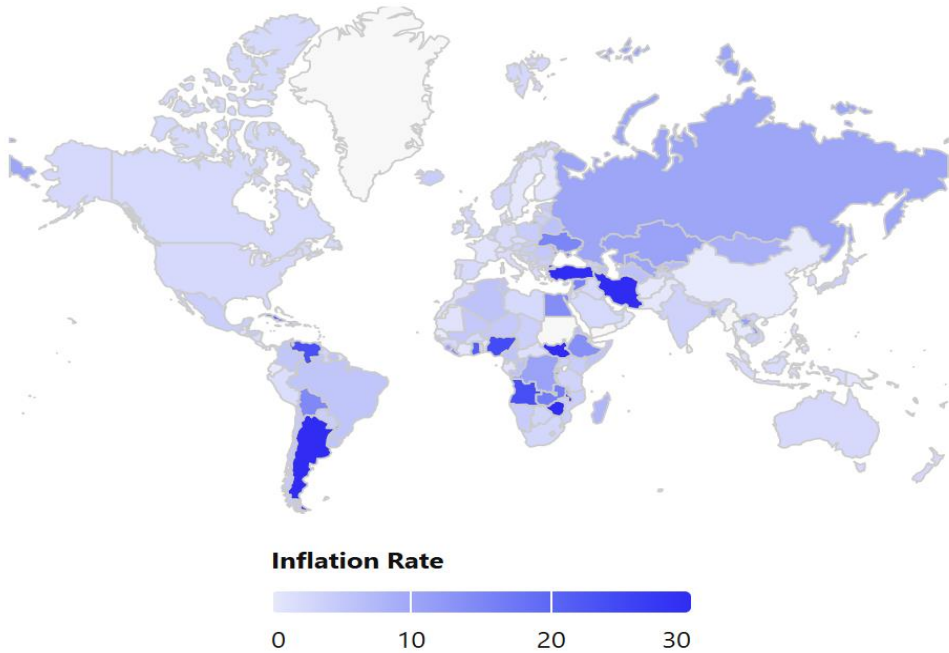


Graph 17: GDP Growth Forecasts, %



According to the IMF's economic forecast, in 2025, economic growth in the United States and Russia will be 1.8% and 1.5%, respectively, and in 2026 – 1.7% and 0.9%, respectively.

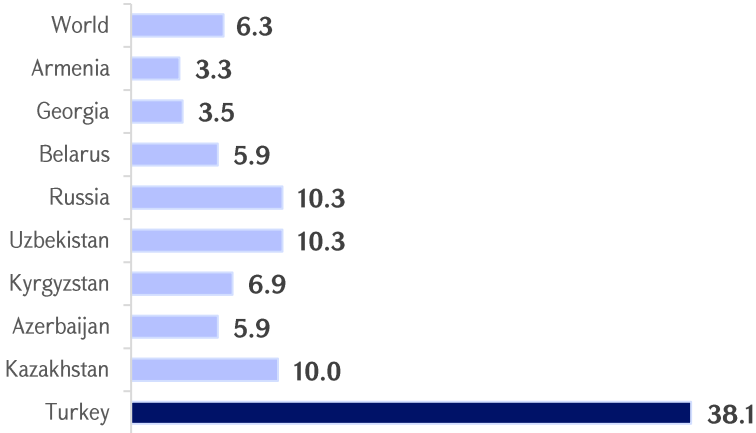
Inflation in Armenia and the world



In March 2025, inflation in Armenia remains low. Below are some global inflation data for March 2025:

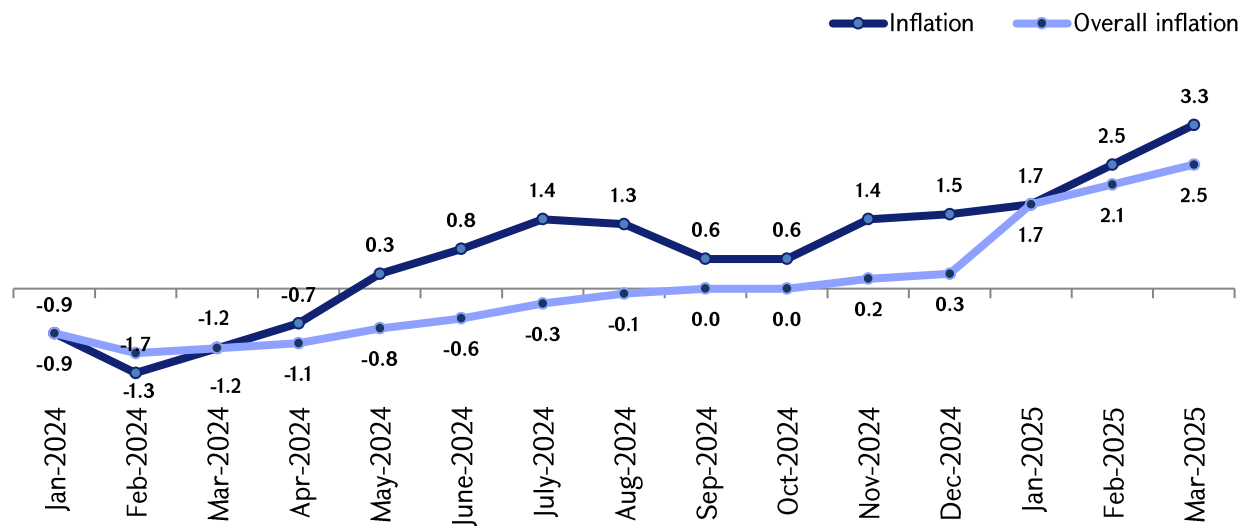
- Worldwide (162 countries): 6.3%
- Asia (44 countries): 4.1%
- Europe (46 countries): 4.0%
- Armenia: 3.3%

Graph 18. Inflation Rate for March 2025, % Year-on-Year Change



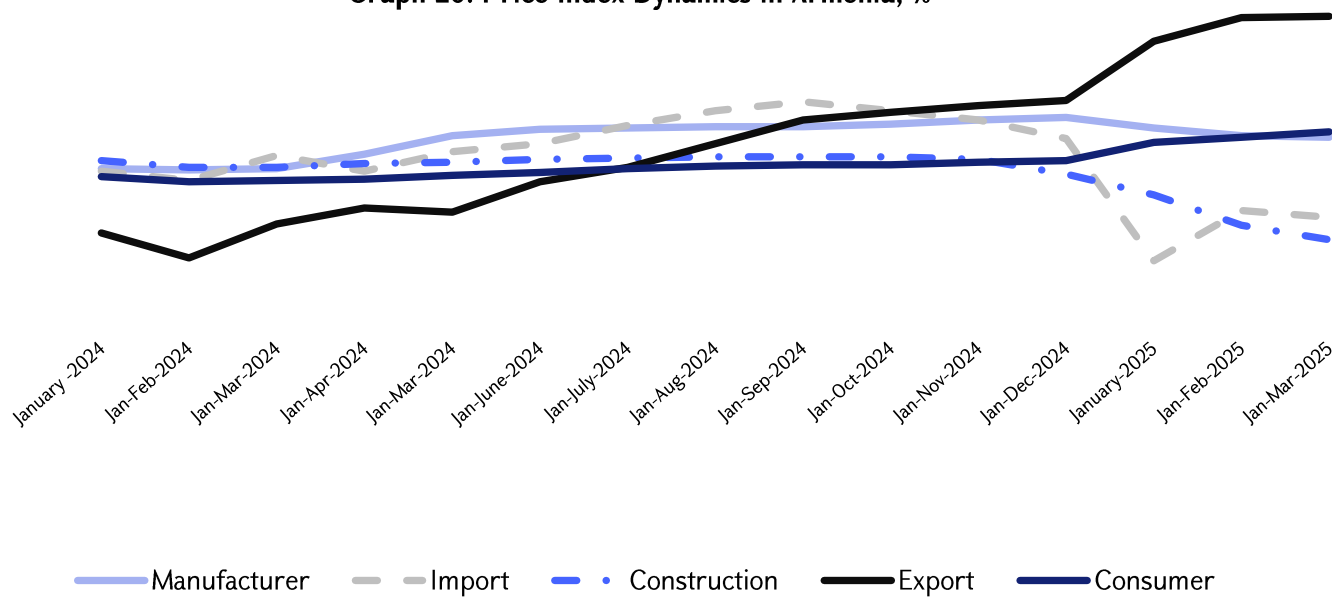
Price Indices Dynamics

Graph 19. Consumer Price Index Dynamics in Armenia, %



According to the Statistical Committee of the Republic of Armenia, the Consumer price index (CPI) in January-March 2025 was 2.5%, while in March 2025 the consumer price index was 3.3%. Data on the Consumer price index (CPI), according to the Statistical Committee of the Republic of Armenia:

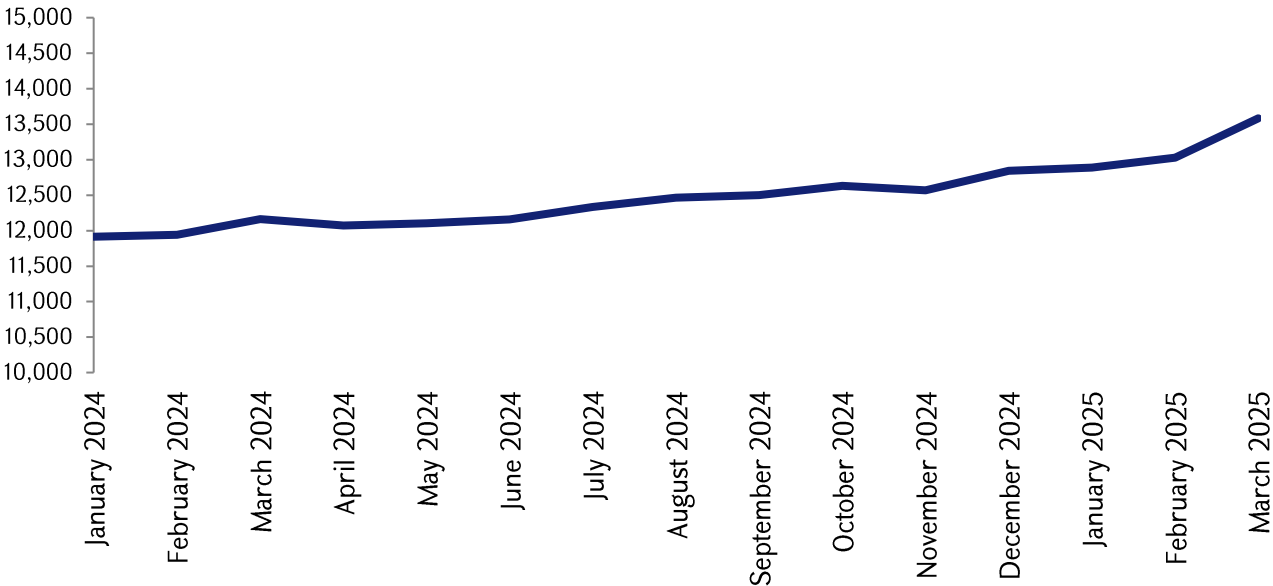
Graph 20. Price Index Dynamics in Armenia, %



Most industry price indices in Armenia remained relatively stable from January to March 2025, with the notable exceptions of the export price index and the construction price index.

The State Budget and the National Debt

Graph 21. Armenia's Public Debt, Million USD



Armenia's public debt reached USD 13,581.1 million at the end of March 2025. In particular:

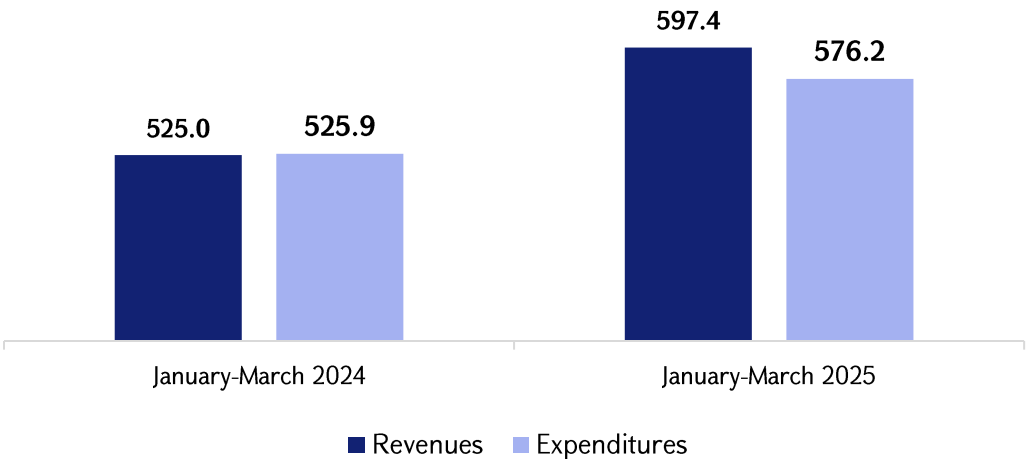
- External debt: USD 6,981.1 million (+8.6% compared to March 2024).
- Domestic debt: USD 6,599.5 million (+19.5% compared to March 2024).

The external debt consists of the following elements:

- Government debt: 92.7% of total external debt (+9.0% compared to March 2024).
- Central Bank debt: 7.3% of the total external debt (+1.9% compared to March 2024).

Armenian budget revenues in January-March 2025 amounted to 597.4 billion AMD (+13.8% compared to the same period in 2024). This increase is due to revenue from taxes and fees, which increased by about 13.2% over the same period, reaching 566.5 billion AMD.

Graph 22. Revenues and Expenditures of the State Budget, billion AMD



Government expenditures in January-March 2024 amounted to 576.2 billion AMD (+9.6% compared to the same period in 2024). Of which:

- Current expenses: increased by 8.8% (salaries of public sector employees, purchase of goods and services, payment of interest, grants, etc.).
- Non-financial assets: increased by 15.1% (acquisition and other activities).