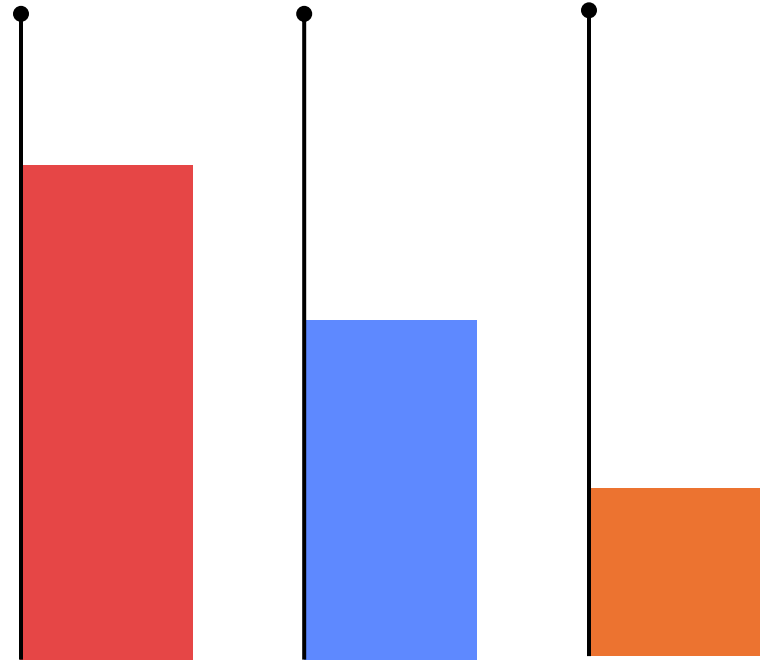


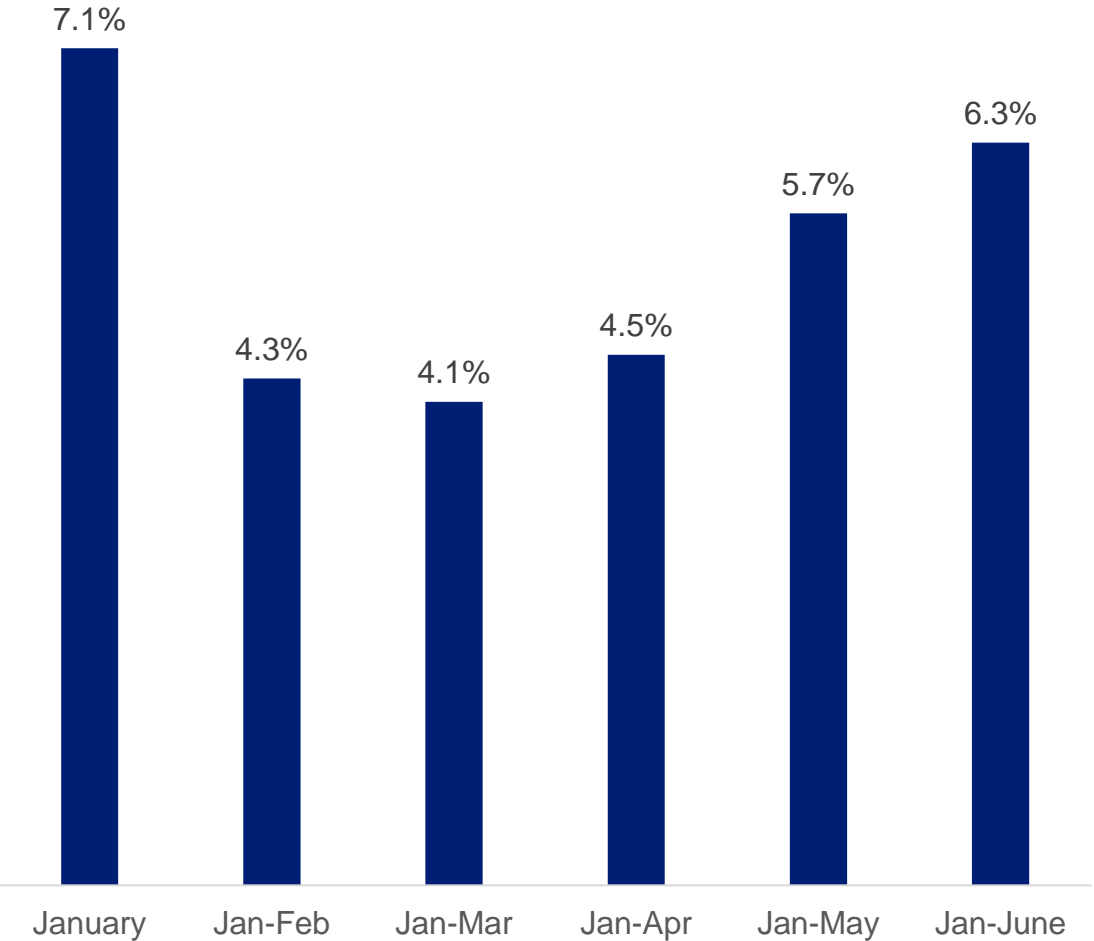
Armenia: Economic Outlook

January – June 2025



Key Economic Indicators

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

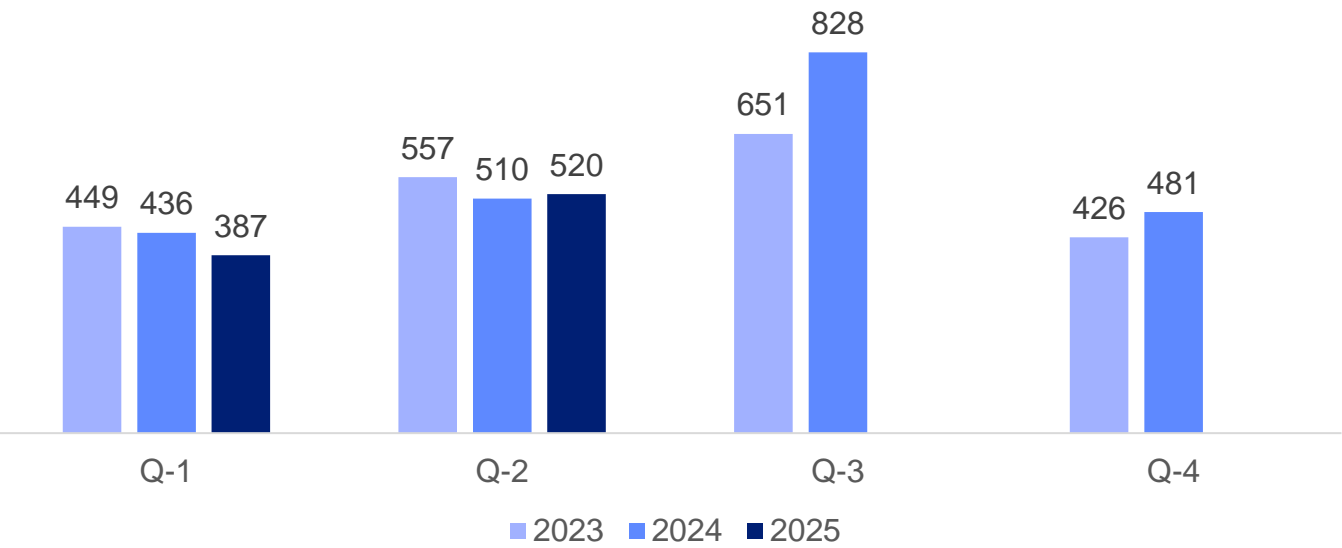


The growth of economic activity in January-June 2025 amounted to 6.3% compared to the same period last year.

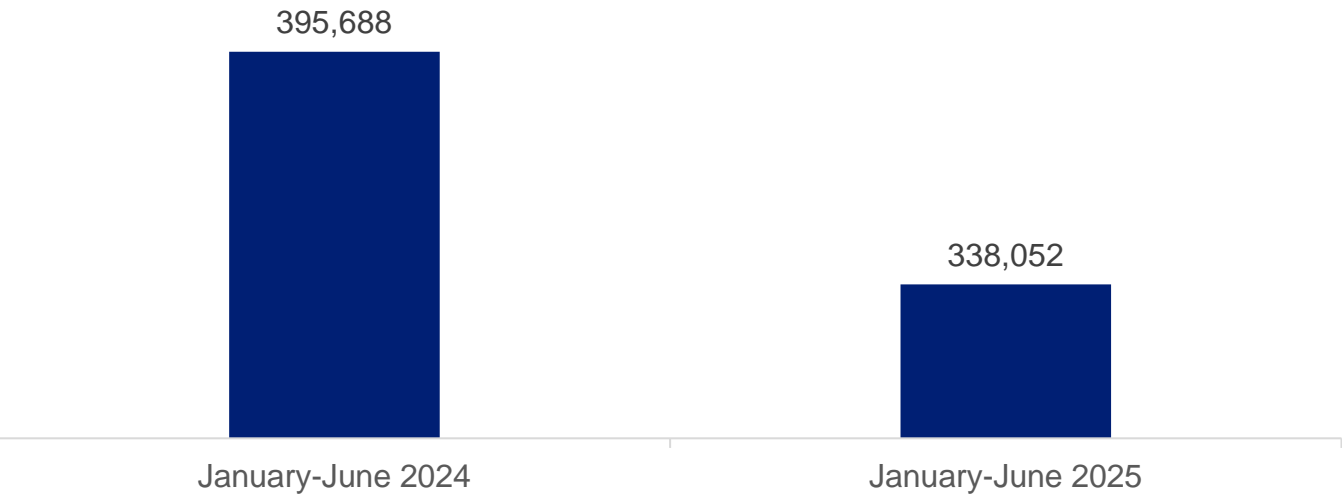
- **Industry:** The decrease in industrial production in January-June 2025 amounted to -12.1% compared to the same period last year. The manufacturing industry had a negative impact on industrial growth (a decrease of -19.1%). The volume of the mining industry increased by 0.6%.
- **Trade:** The growth in the volume of domestic trade in January-June 2025 amounted to 3.9% compared to the same period last year, the volume of car trade increased by 8.5%.
- **Agriculture:** The volume of agriculture, forestry and fisheries increased by 7.3% in January-June 2025, while the volume of agriculture increased by 7.3%. The growth of agriculture was favorably influenced by the growth of the following industries: crop production (growth of 13.4%), animal husbandry (growth of 3.0%), forestry (growth of 89.1%), fishing (growth of 5.1%).
- **Construction:** The growth in the volume of construction works in January-June 2025 amounted to 18.5% 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 22.3%), the population (an increase of 18.6%) and the state budget (an increase of 13.8%).
- **Services:** The growth in the volume of services in January-June 2025 amounted to 9.8% compared to the same period last year. Growth was recorded in all sectors except the transport sector (a decrease of -11.9%).

Tourism

Graph 2. Number of international tourist arrivals, thousand.



Graph 3. Number of tourists from Russia

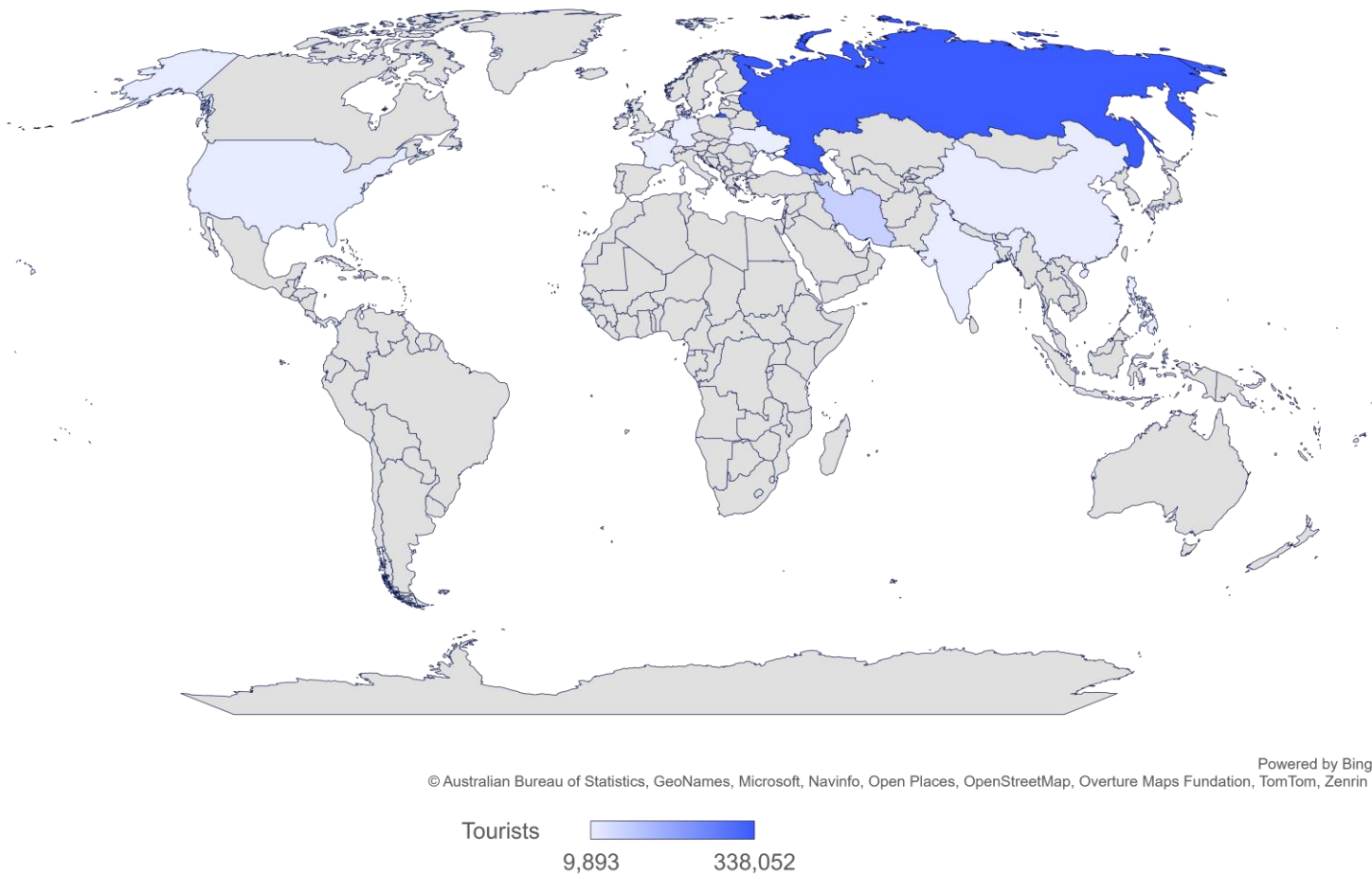


Tourism dynamics (January-June 2024-2025):

- In January-June 2025, the number of tourists reached 907,135, a decrease of -4.1% compared to the same period last year.
- In January-June 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 41.8% 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

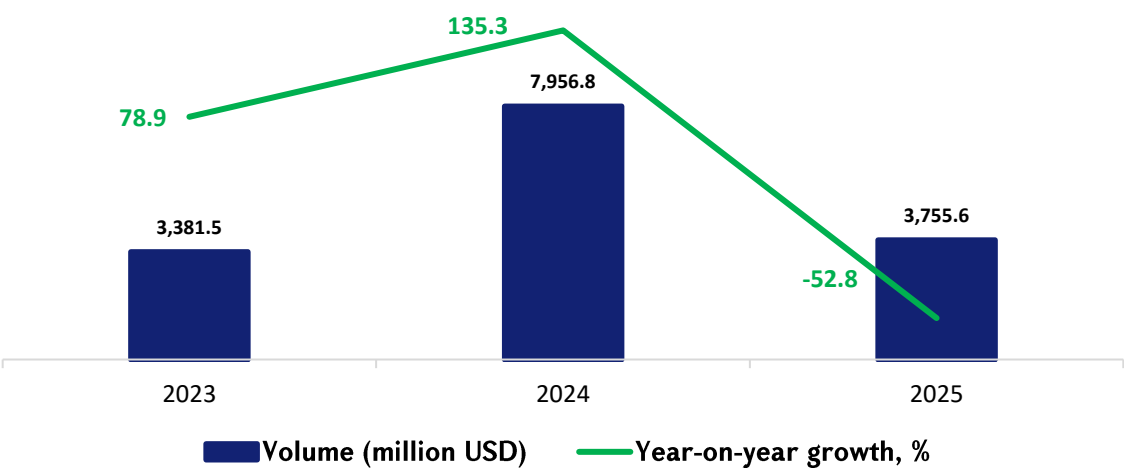
Country of Origin
January-June 2025



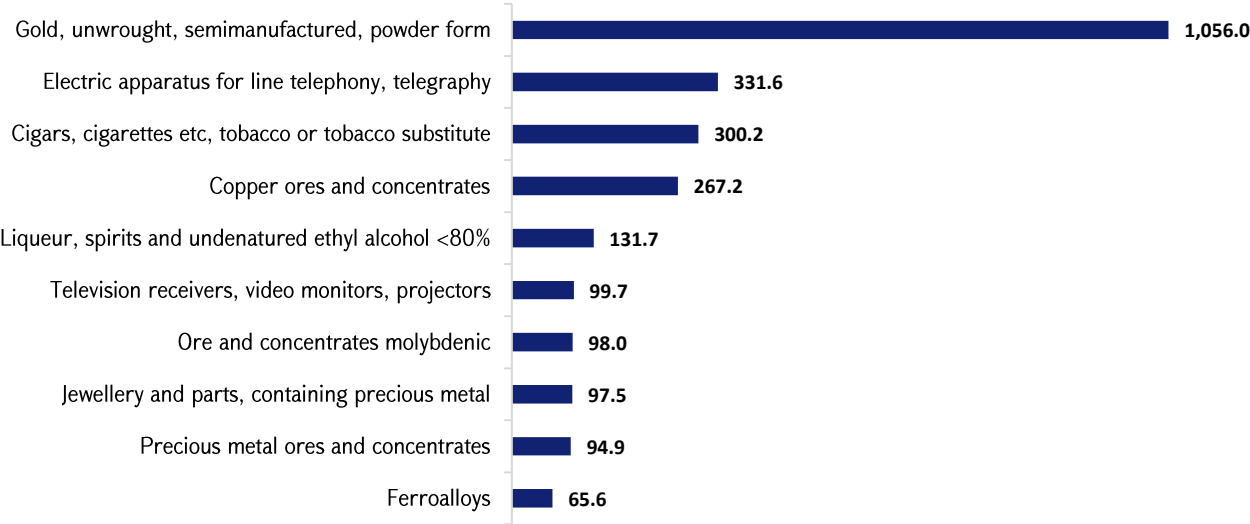
Country	Number of Tourists	Increase/Decrease
Russia	338,052	-14.6%
Georgia	128,240	1.0%
Iran	78,045	12.7%
United States	16,964	-0.5%
China	15,582	35.8%
India	14,444	-42.1%
France	12,607	14.3%
Germany	12,361	11.5%
Ukraine	11,484	-9.3%
Philippines	9,893	-25.0%

International trade – Export

Graph 4. Export of goods
January-June



Graph 5. Export by Goods – Top 10
January-June 2025, million USD"



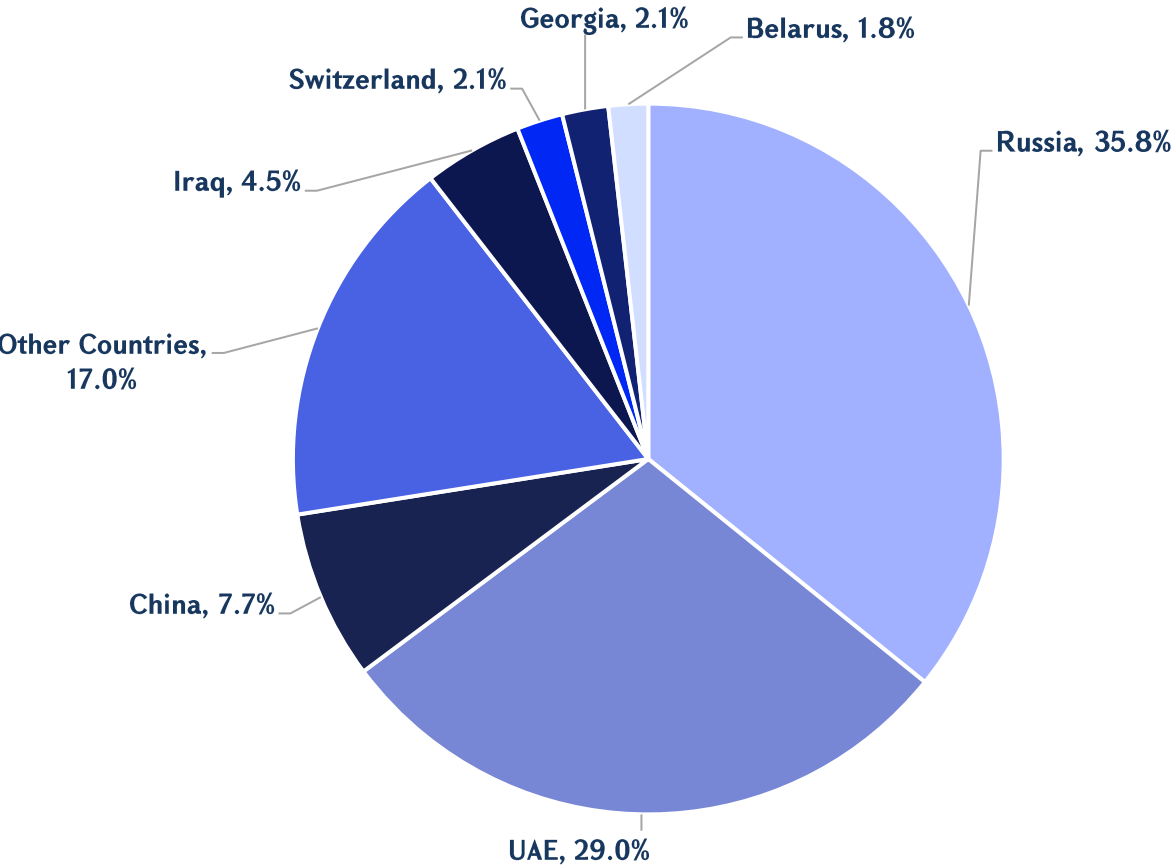
Exports in January-June 2025 amounted to 3,755.6 million US dollars, having decreased by 4,201.2 million US dollars or 2.1 times compared to the same period last year. The main goods that make up Armenia's exports in January-June 2025 (growth figures are shown compared to the same period last year):

- **Gold, unprocessed or semi-processed, or in powder form: 1,056.0 million US dollars (3.9 times reduction)**
- **Telephone and telegraph equipment: USD 331.6 million (decrease by -0.4%)**
- **Cigarettes and cigars: USD 300.2 million (an increase of 73.5%)**
- **Copper ore, concentrate: USD 267.2 million (decrease by -0.1%)**
- **Ethyl alcohol <80%, tinctures, liqueurs, other beverages: USD 131.7 million (decrease by -10.1%)**

In January-June 2025, the above five types of products together accounted for 55.6% of total exports, while only raw gold or semi-finished products accounted for 28.1% of total exports.

International trade – Export

Graph 6. Export share by country
January-June 2025, %



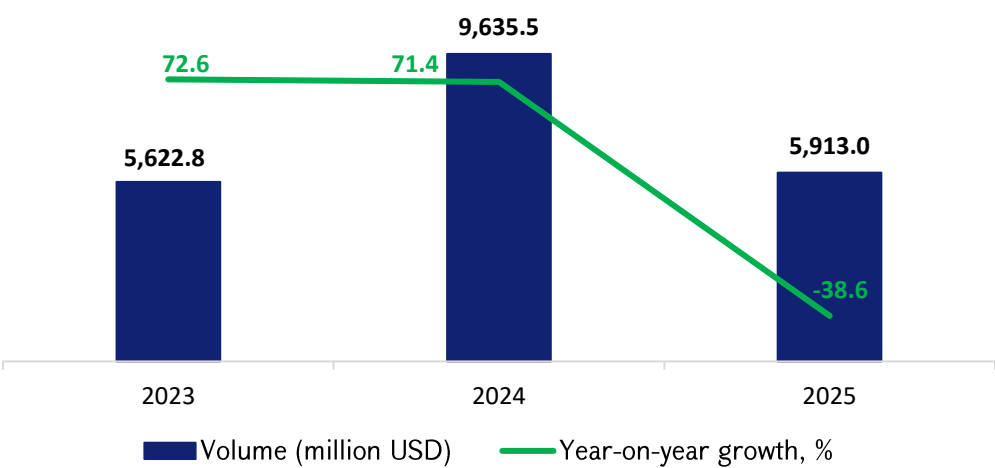
The main exporting trading partners in January-June 2025 are:

- **Russia:** Exports totaled 1,346.1 million US dollars, down by -6.2%.
- **United Arab Emirates:** Exports amounted to 1,090.8 million US dollars, having decreased 3.4 times.
- **China::** Exports amounted to 288.3 million US dollars, having decreased 2.5 times.
- **Iraq:** Exports totaled 177.8 million US dollars, an increase of 95.4%.

Taken together, the above 4 countries account for 77.0% of Armenia's export trading partners.

International trade – Import

Graph 7. Import of Goods
January-June 2025

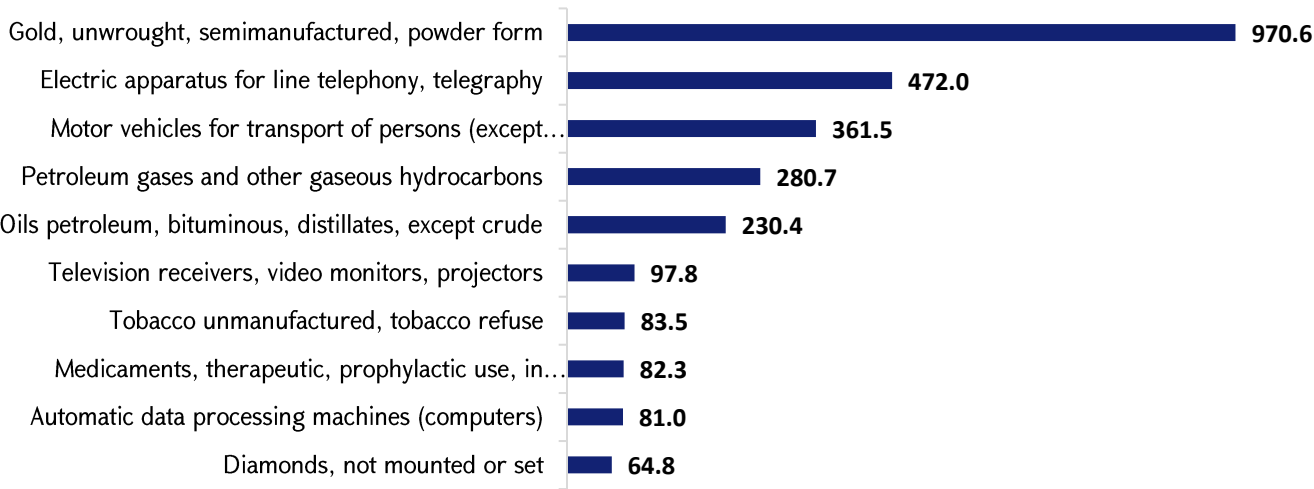


Imports in January-June 2025 amounted to 5,913.0 million US dollars, having decreased by 3,722.5 million US dollars or -38.6% compared to the same period last year. The main goods imported to Armenia in January-June 2025 (data are given relative to the same period):

- **Gold, unprocessed or semi-processed, or in powder form: 970.6 million US dollars (4.5 times reduction)**
- **Telephone and telegraph equipment: USD 472.0 million (12.5% increase)]**
- **Passenger cars: USD 361.5 million (37.0% increase)**
- **Natural and liquefied natural gas: USD 280.7 million (an increase of 6.2%)**
- **Oil and petroleum products: USD 230.4 million (an increase of 8.8%)**

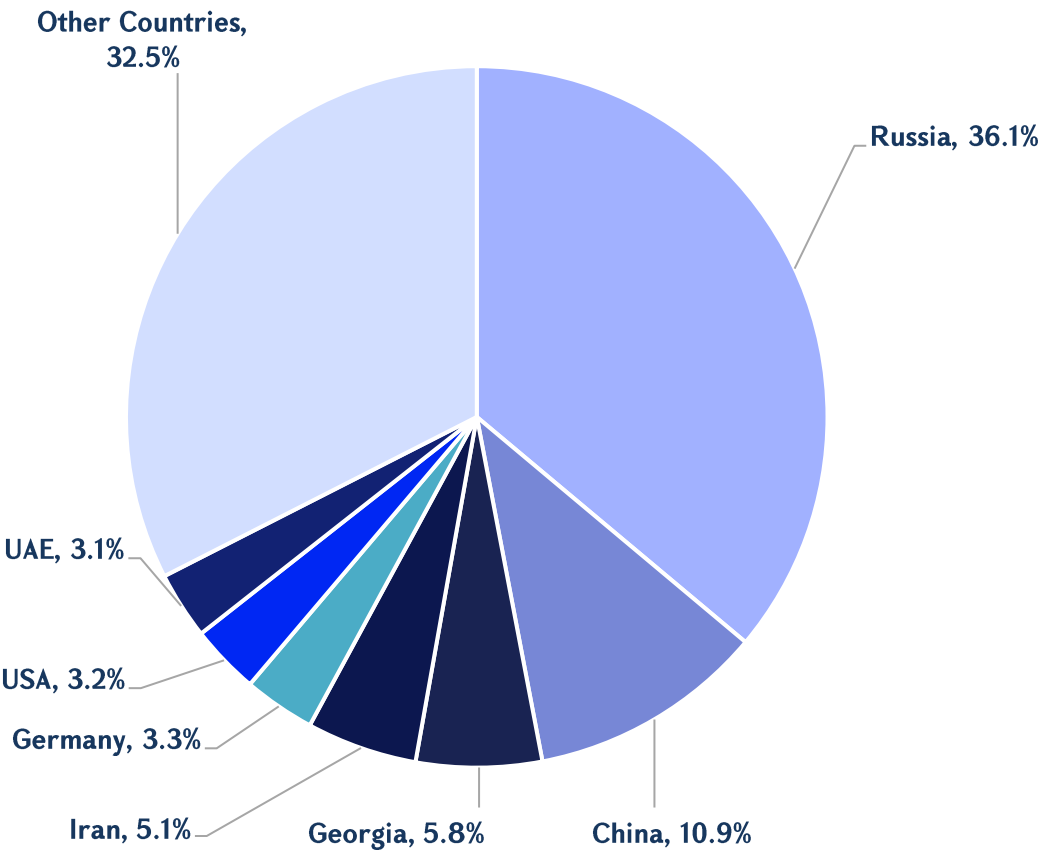
In January-June 2025, the above five products collectively accounted for 39.2% of total imports, while only raw gold or semi-finished products accounted for 16.4% of total imports.

Graph 8. Import by Goods – Top 10
January-June 2025, million USD



International trade – Import

Graph 9. Import share by Country
January-June 2025, %



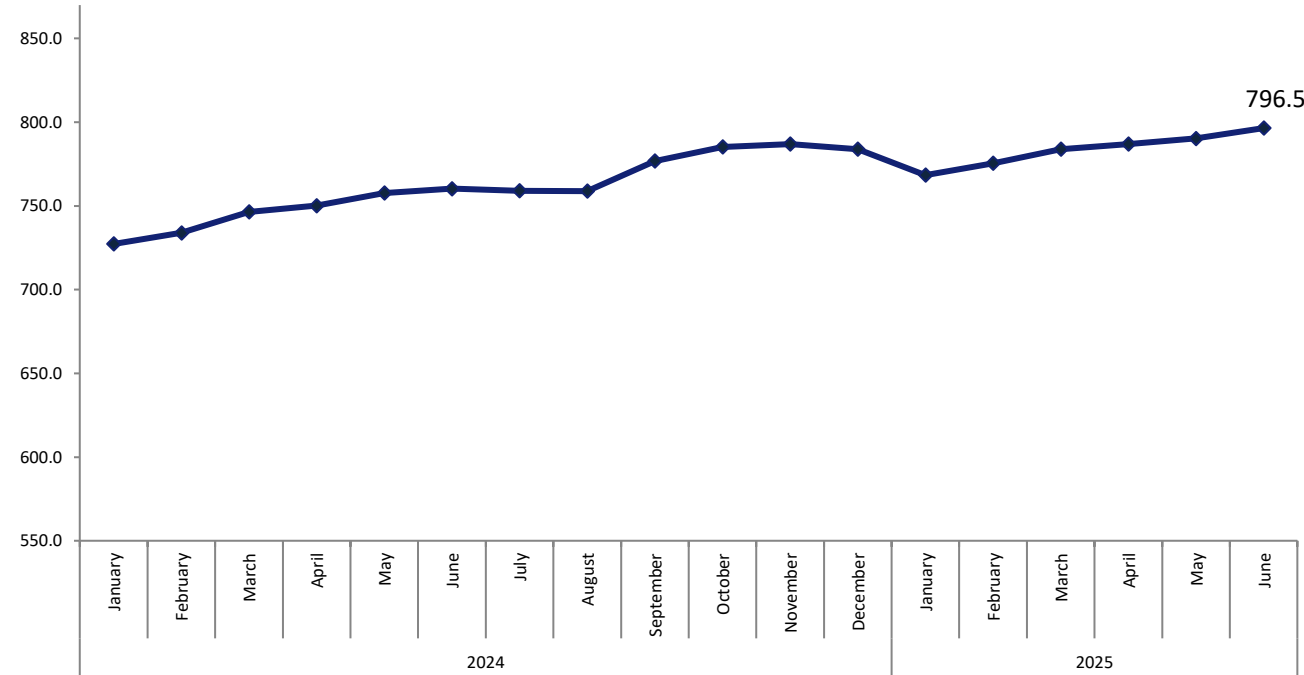
The main importing trading partners in January-June 2025 are:

- **Russia:** 2,137.0 million US dollars, having decreased 2.9 times.
- **China:** 646.0 million USD, an increase of 45.9%.
- **Georgia:** 341.2 million US dollars, a decrease of 2.3%.
- **Iran:** 300.6 million US dollars, an increase of 10.1%.

Collectively, the above 4 countries account for 57.9% of Armenia's import trading partners.

Labor market: Formal Employment

Graph 10. Formal Employment, thousand



At the end of June 2025, the number of formally employed people reached 783.9 thousand, an increase of 5.2% compared to June 2024. The leading employment sectors at the end of June 2025 are:

- **Wholesale and retail trade** : 136.2 thousand employees.
- **Education**: 124.1 thousand employees.
- **Manufacturing industry**: 92.9 thousand employees.
- **Healthcare and social services for the population** : 54.8 thousand employees.
- **Information and communication** : 45.6 thousand employees.
- **Organization of accommodation and public catering** : 42.7 thousand employees.

Graph 11. Formal Employment (Leading Sectors)
June 2025, Share, %

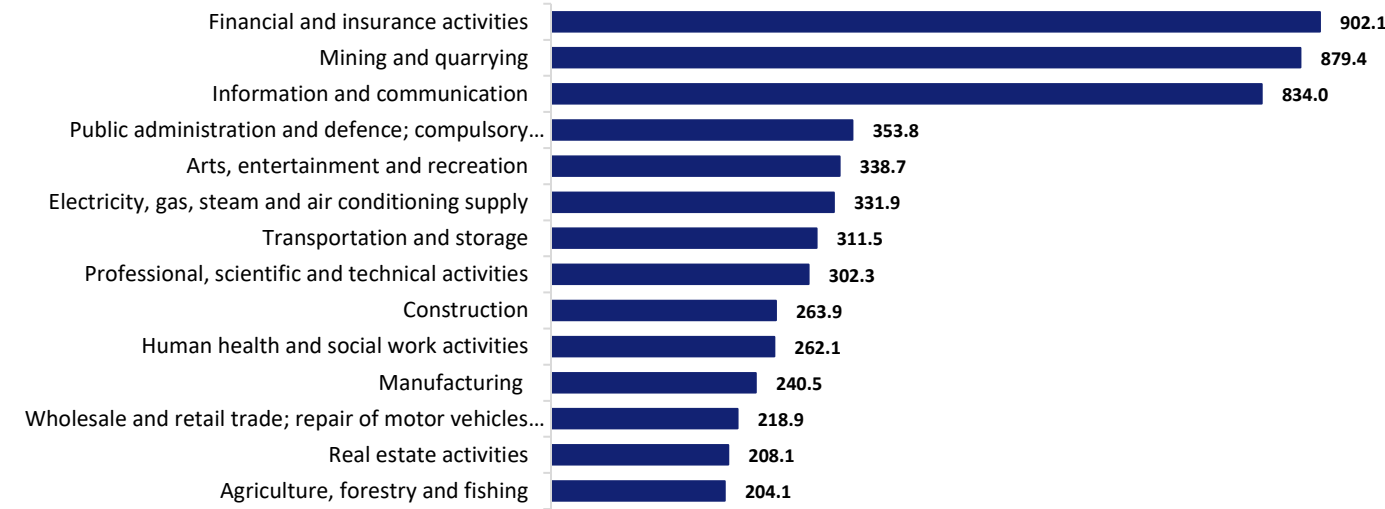


- Wholesale and retail trade; repair of motor vehicles and motorcycles
- Education
- Manufacturing
- Human health and social work activities
- Information and communication
- Accommodation and food service activities

Compared to June 2024, employment growth was recorded in almost all sectors of employment, with the exception of the provision of other services - 0.6%.

Labor market: Salaries

**Graph 12. Average Wages by Economic Sector
June 2025, thousand AMD (Armenian drams)**



The average monthly salary in June 2025 was AMD 297,624, an increase of 8.0% compared to the same period last year, in particular, in the public sector, the average salary in June 2024 was AMD 226,329 (+5.0%), in the private sector – AMD 324,789 (+8.5%).

Top 3 highest-paying industries in June 2025:

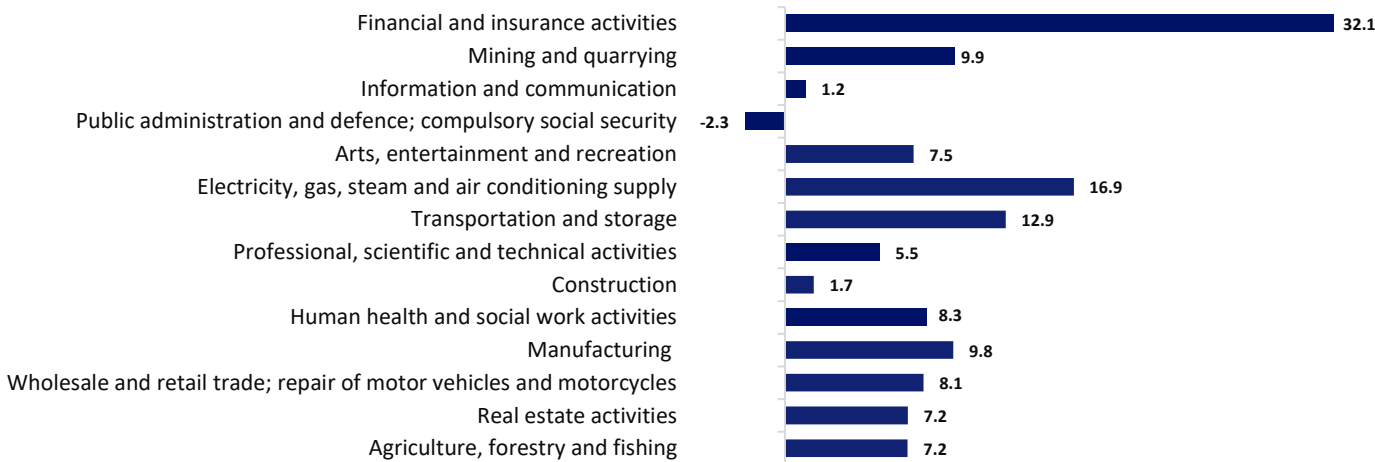
- Financial and insurance activities: 902,135 drams
- Mining and quarrying: 879,377 drams
- Information and communication: 833,967 drams

Compared to June 2024, an increase in average wages was recorded in all sectors of employment, with the exception of "Water supply, sewerage, waste treatment and recycling" -0.5%.

The highest growth was recorded in the following industries:

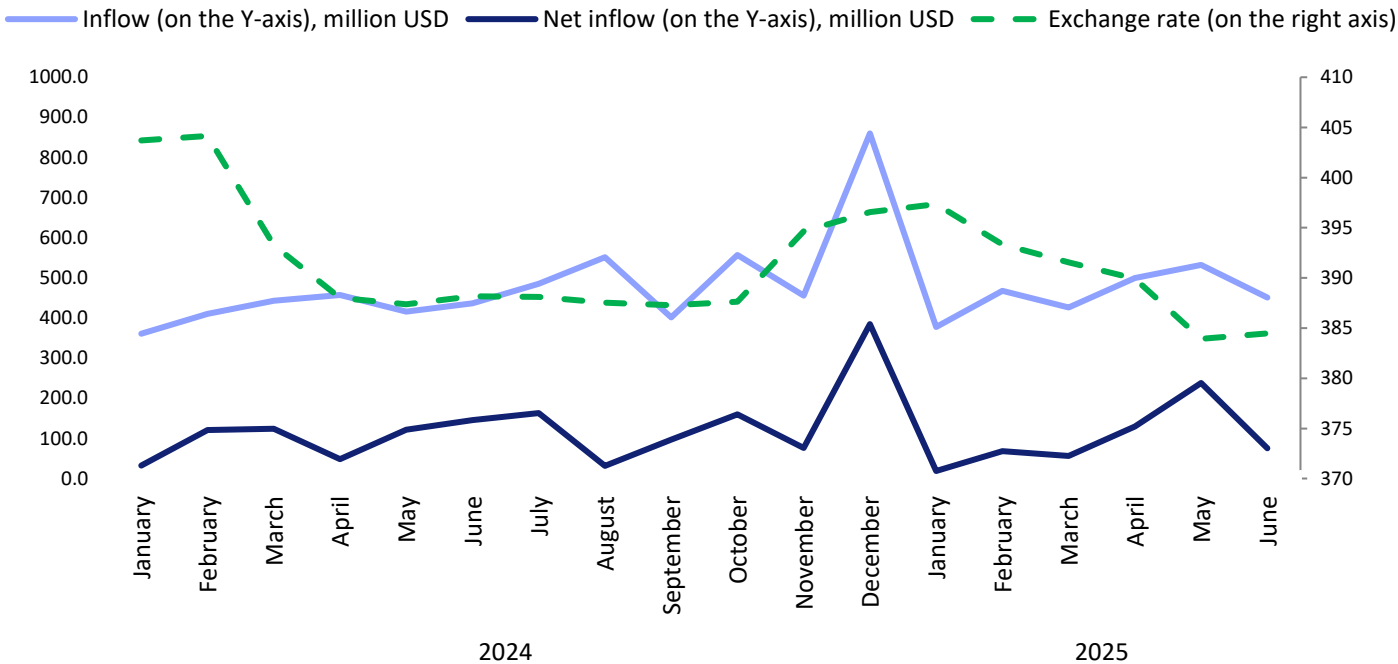
- Financial and insurance activities: +32.1%.
- Supply of electricity, gas, steam and conditioned air: +16.9%.
- Transportation and warehousing : +12.9%.

Graph 13. Wage Changes by Economic Sector, June 2025, %



Inflow of money transfers and exchange rate

Graph 14: Inflow of Remittances and Exchange Rate



The total inflow of money transfers in January-June 2025 reached 2,756.2 million US dollars, an increase of 9.2% compared to the same period last year.

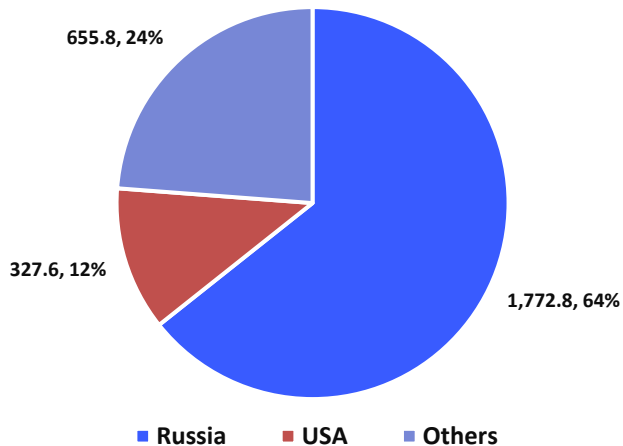
The net inflow of money transfers in January-June 2025 amounted to 587.6 million US dollars, a decrease of -1.3% compared to the same period last year.

Most of the money transfers were received from 2 countries, which account for 76.2% of the total inflow.:

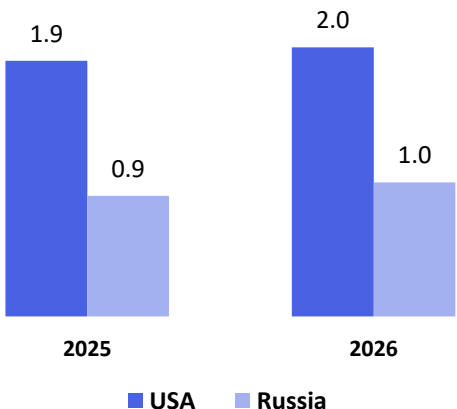
- Russia: 1,772.8 million US dollars (+8.0% compared to the same period last year).
- United States: USD 327.6 million (+0.7% compared to the same period last year).

According to the IMF's economic forecast, in 2025, economic growth in the United States and Russia will be 1.9% and 0.9%, respectively, and in 2026 – 2.0% and 1.0%, respectively.

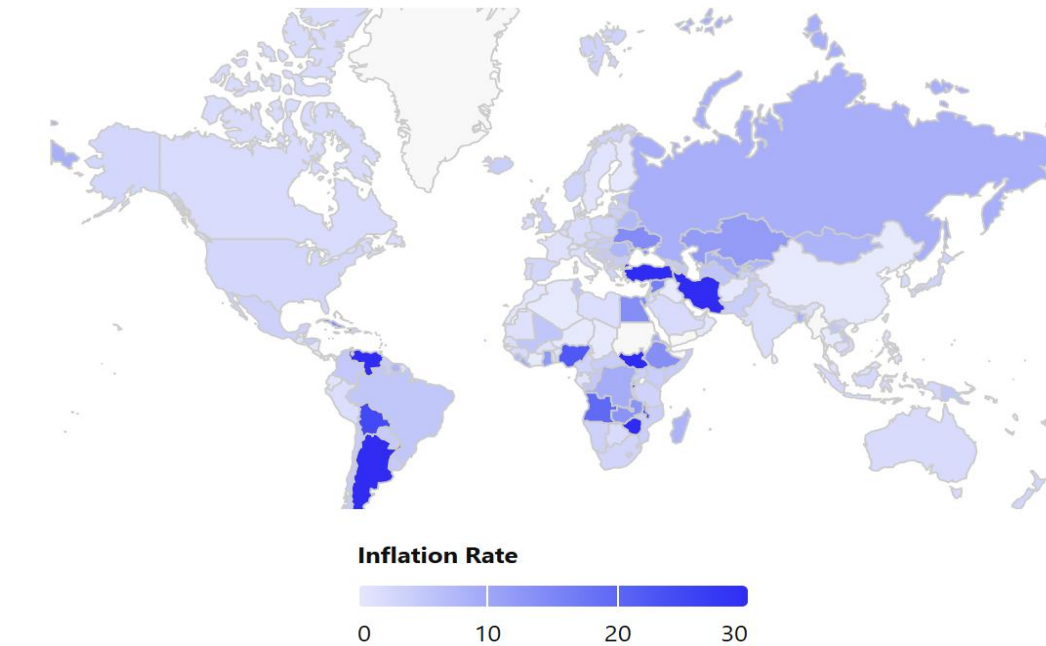
Graph 15: Inflow of Remittances by Country, million USD



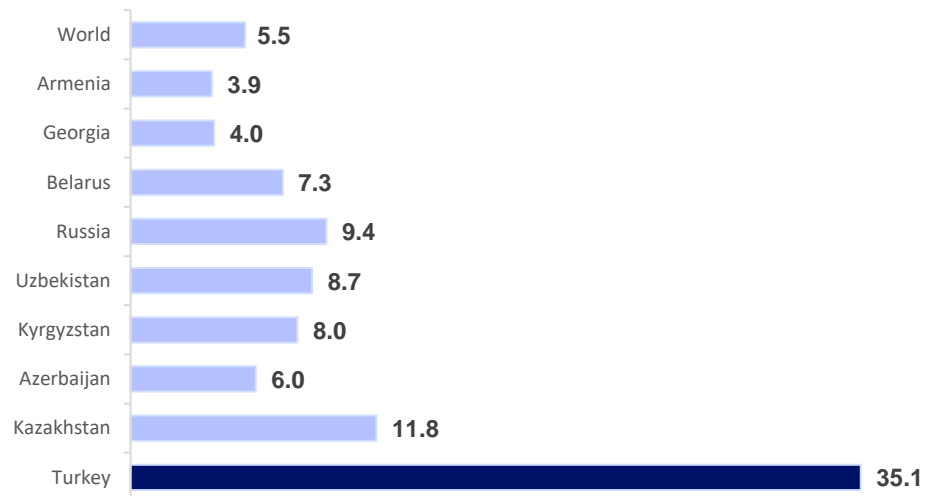
Graph 16: GDP Growth Forecasts, %



Inflation: Armenia and World



Graph 17. Inflation Rate for June 2025, % Year-on-Year Change



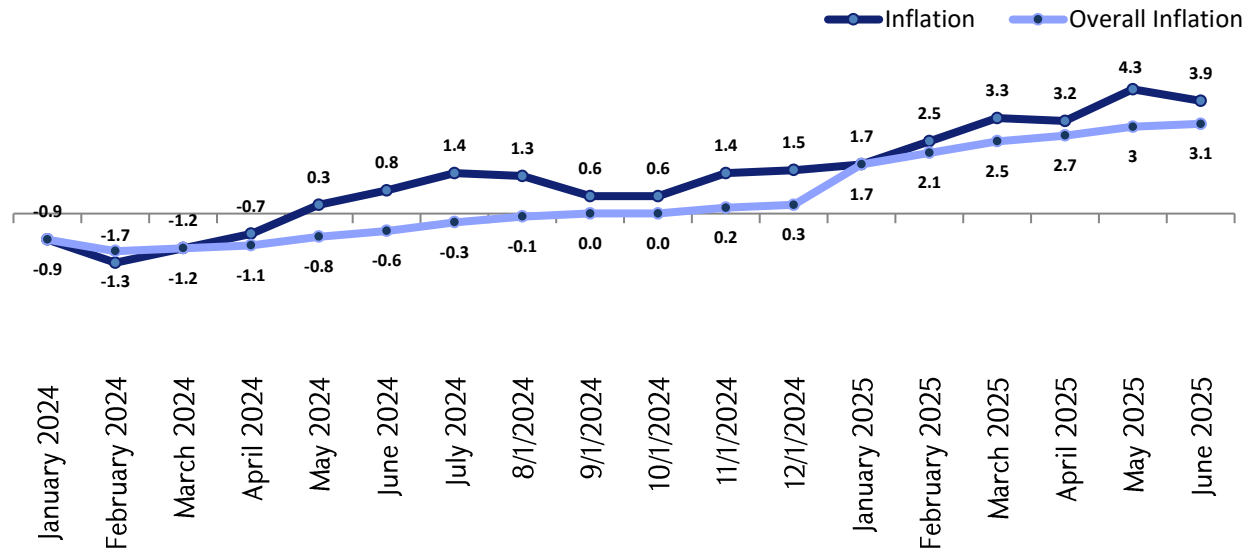
In January-June 2025, inflation in Armenia continues to remain low.

Below are some global inflation data for June 2025:

- Worldwide(143 countries): 5.5%
- Asia (42 countries): 4.3%
- Europe (46 countries): 4.1%
- Armenia: 3.9%

Price Indices Dynamics

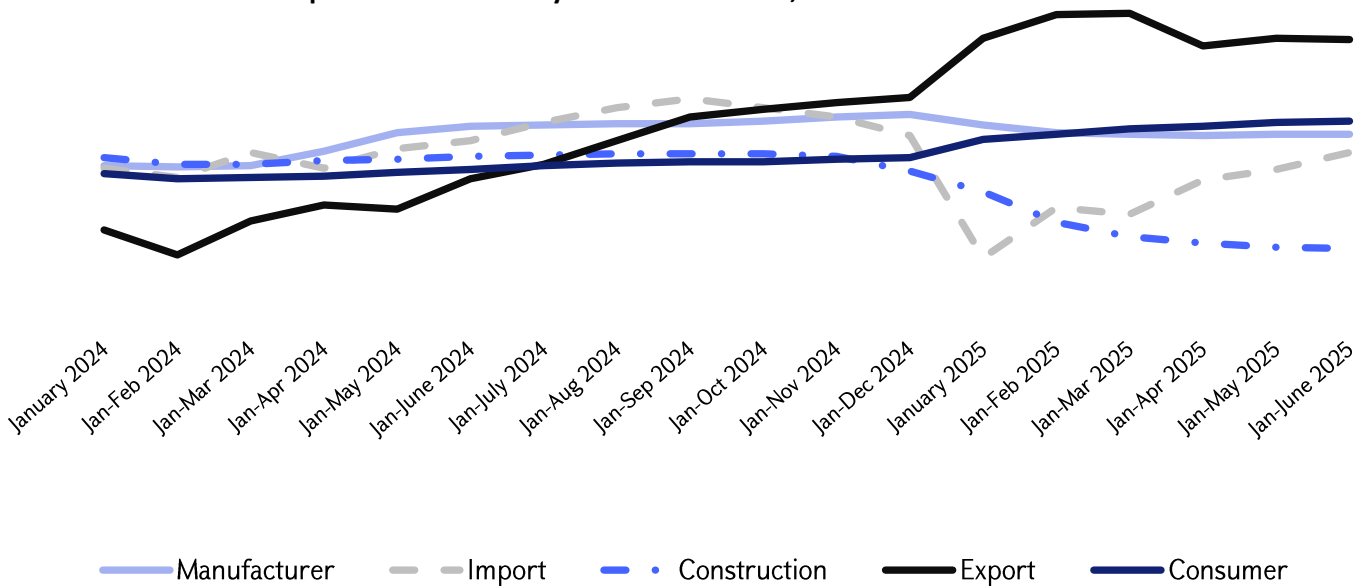
Graph 18. Consumer Price Index Dynamics in Armenia, %



According to the Statistical Committee of the Republic of Armenia, the consumer price index (CPI) in January-June 2025 was 3.1%, while in June 2025 the consumer price index was 3.9%. Data on the consumer price index (CPI), according to the Statistical Committee of the Republic of Armenia:

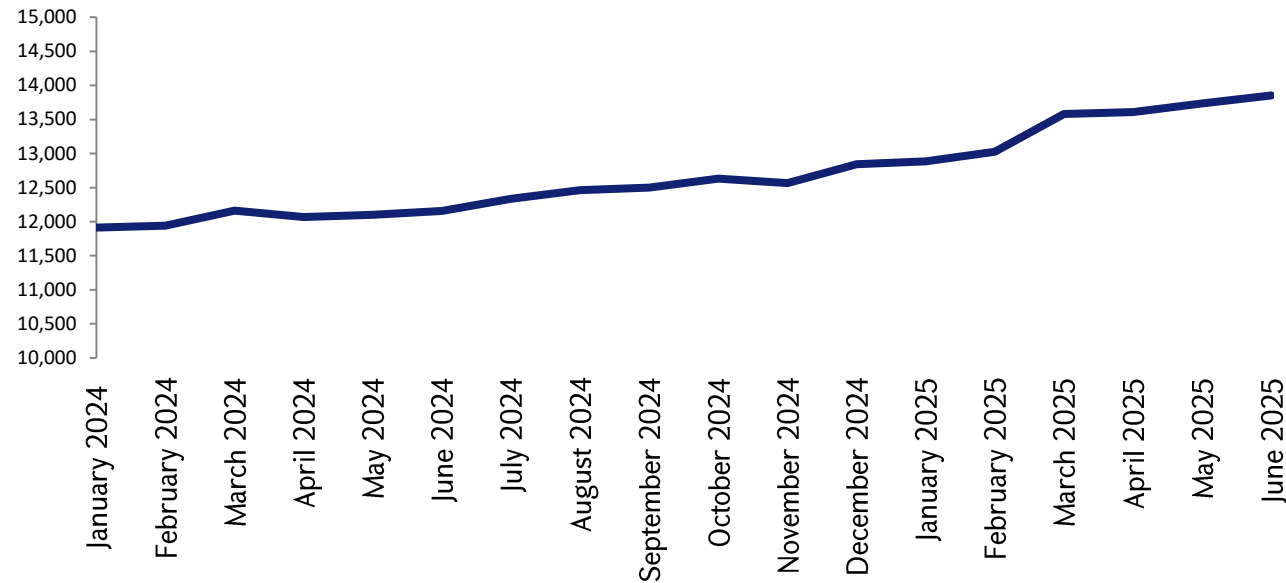
Most industry price indices in Armenia remained relatively stable from January to June 2025, with the notable exceptions of the import price index and the construction price index.

Graph 19. Price Index Dynamics in Armenia, %



The State Budget and the National Debt

Graph 20. Armenia's Public Debt, Million USD



Armenia's national debt reached USD 13,852.1 million at the end of June 2025. In particular:

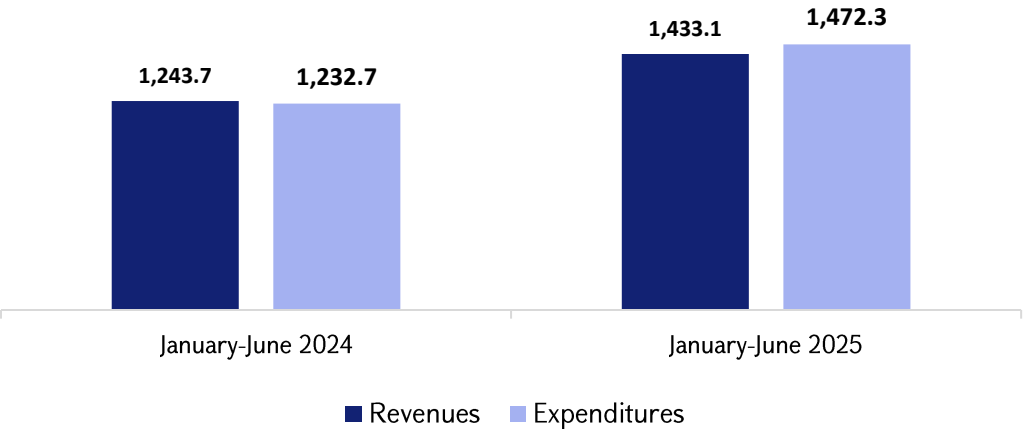
- **External debt::** USD 6,943.3 million (+11.2% compared to June 2024).
- **Domestic debt:** USD 6,908.8 million (+16.9% compared to June 2024).

The external debt consists of the following elements:

- Government debt: 92.7% of the total external debt.
- Central Bank debt: 7.3% of total external debt.

Armenian budget revenues in January-June 2025 amounted to AMD 1,433.1 billion (+15.2% compared to the same period in 2024). This increase is due to revenue from taxes and fees, which increased by about 14.2% over the same period, reaching AMD 1,356.0 billion.

Graph 21. Revenues and Expenditures of the State Budget, billion drams



Government expenditures in January-June 2025 amounted to AMD 1,472.3 billion (+19.4% compared to the same period in 2024). Of which:

- **Current expenses:** increased by 9.2% (salaries of public sector employees, purchase of goods and services, payment of interest, grants, etc.).
- **Non-financial assets:** increased by 90.6% (acquisition and other activities).