



Eurasian Development Bank

Macroeconomic Outlook

2024–2026





Eurasian Development Bank

Macroeconomic Outlook

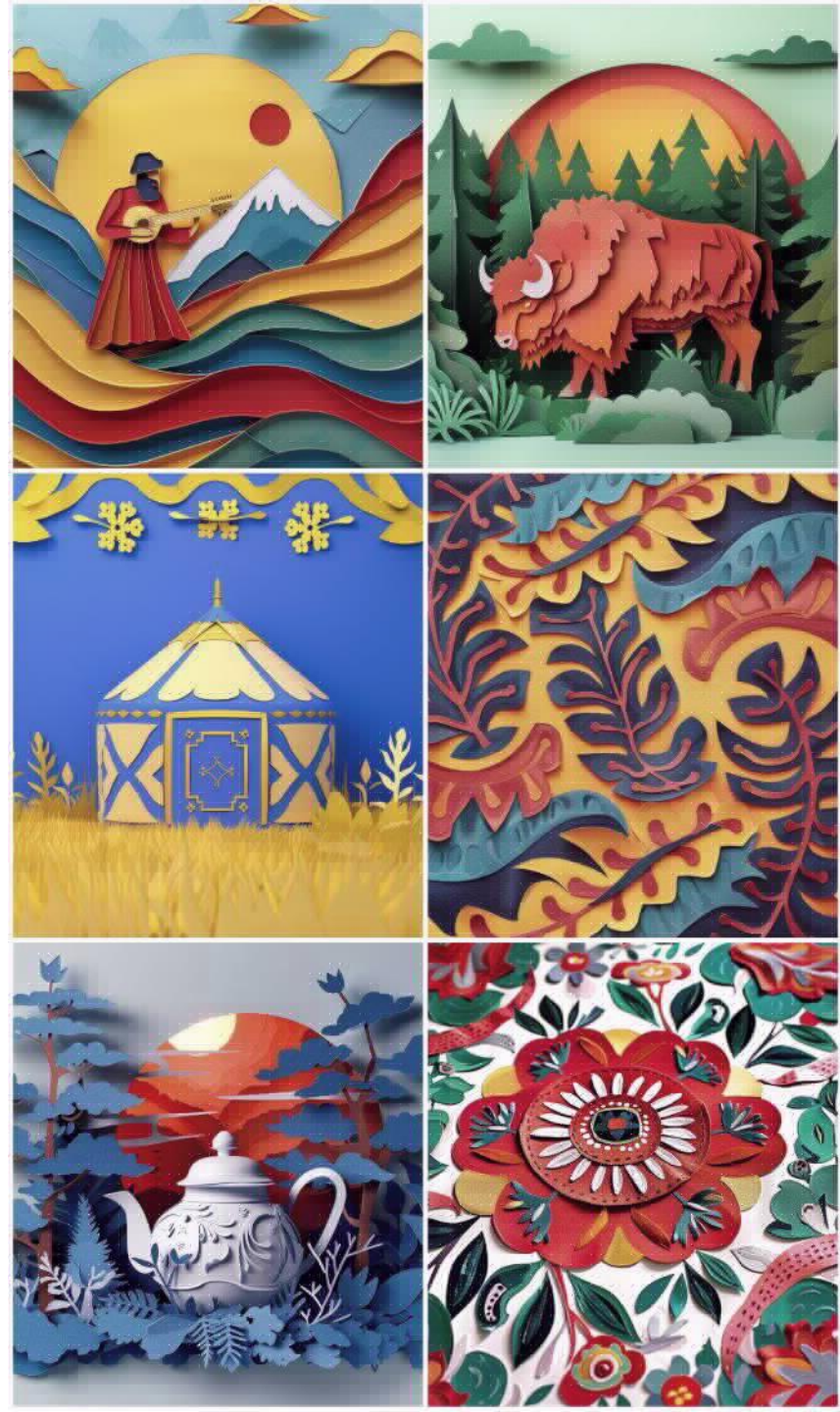
2024 –2026





Eurasian Development Bank

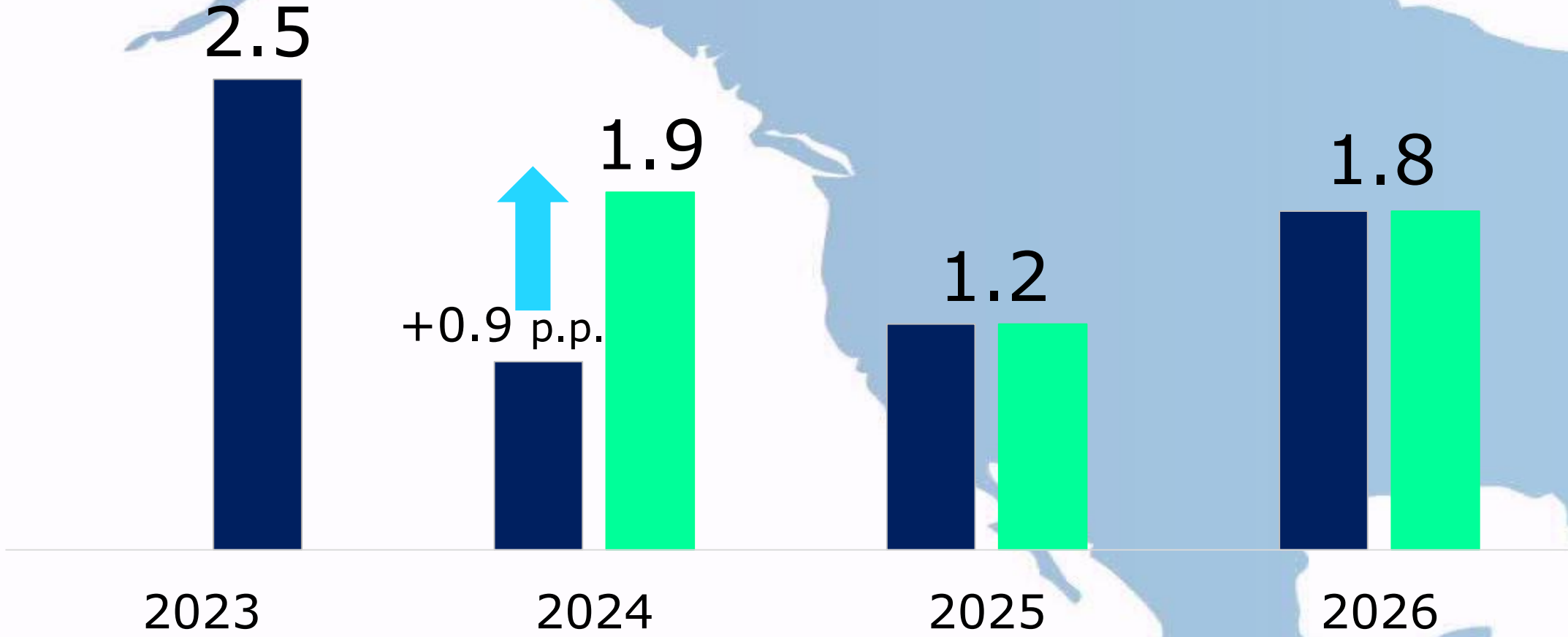
1 Macroeconomic Outlook External Economic Environment





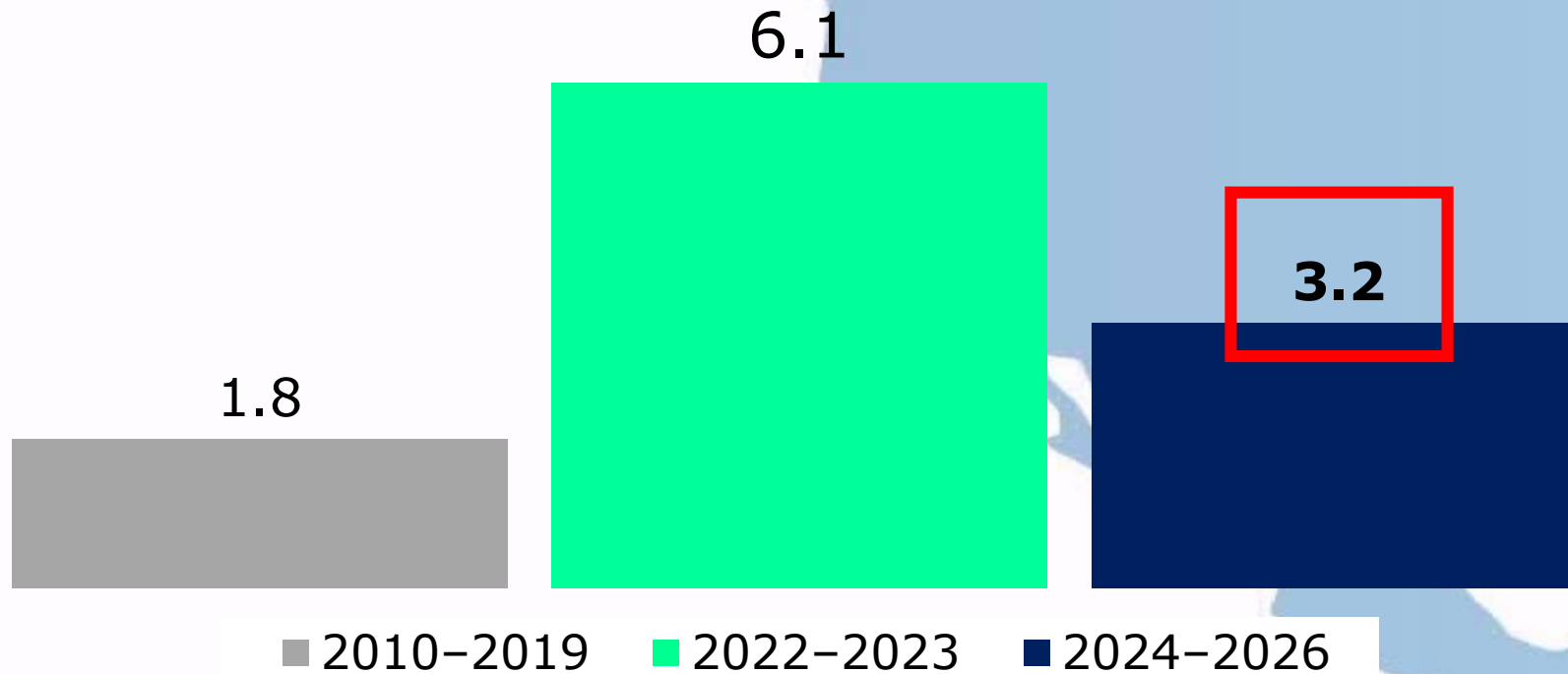
Global economy in 2024–2026: the growth will remain around 3%

USA: The GDP growth forecast for 2024 revised **upwards**



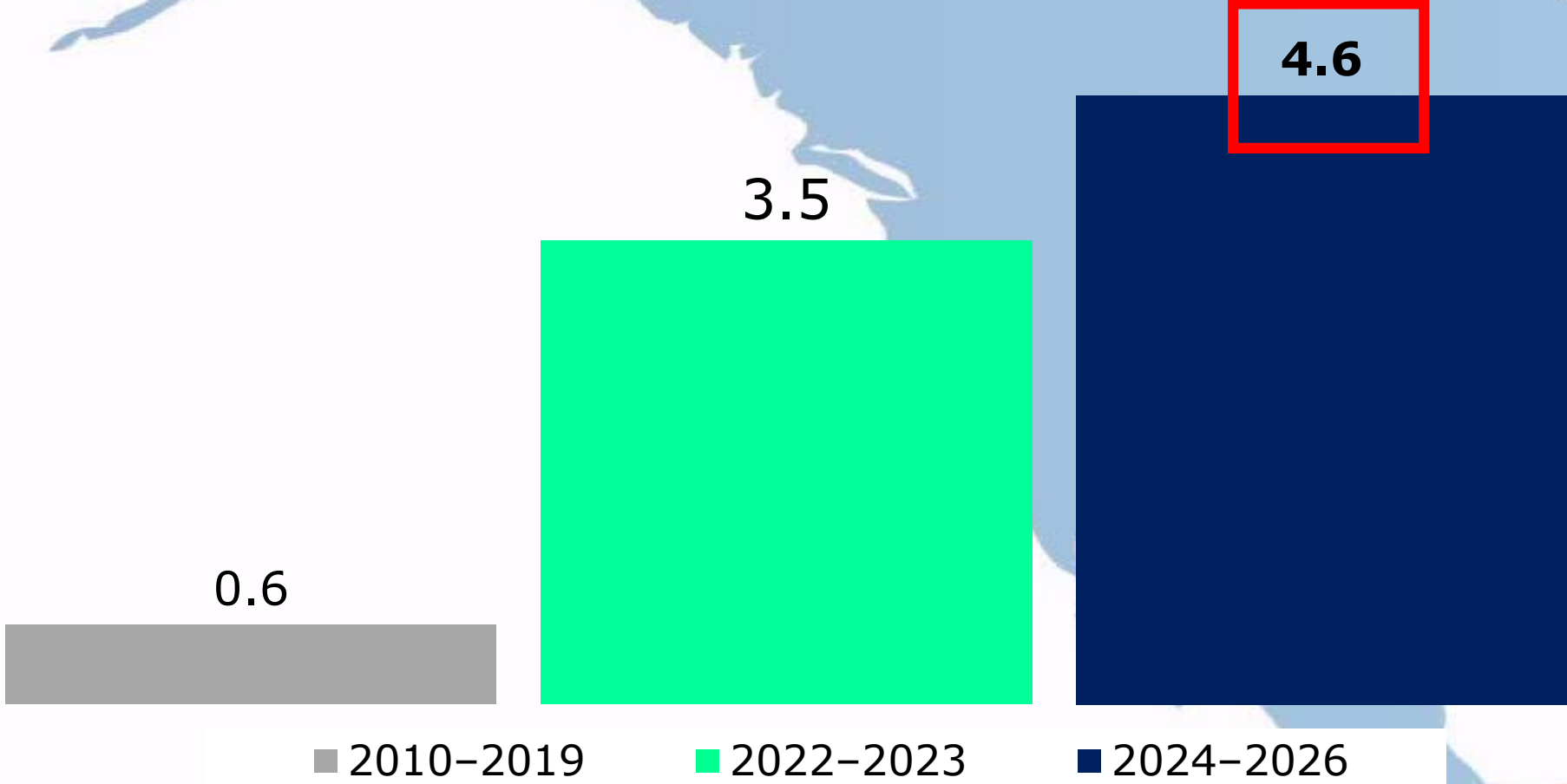
USA: **Inflation will remain above target** over the forecast period

Inflation, in %
period average

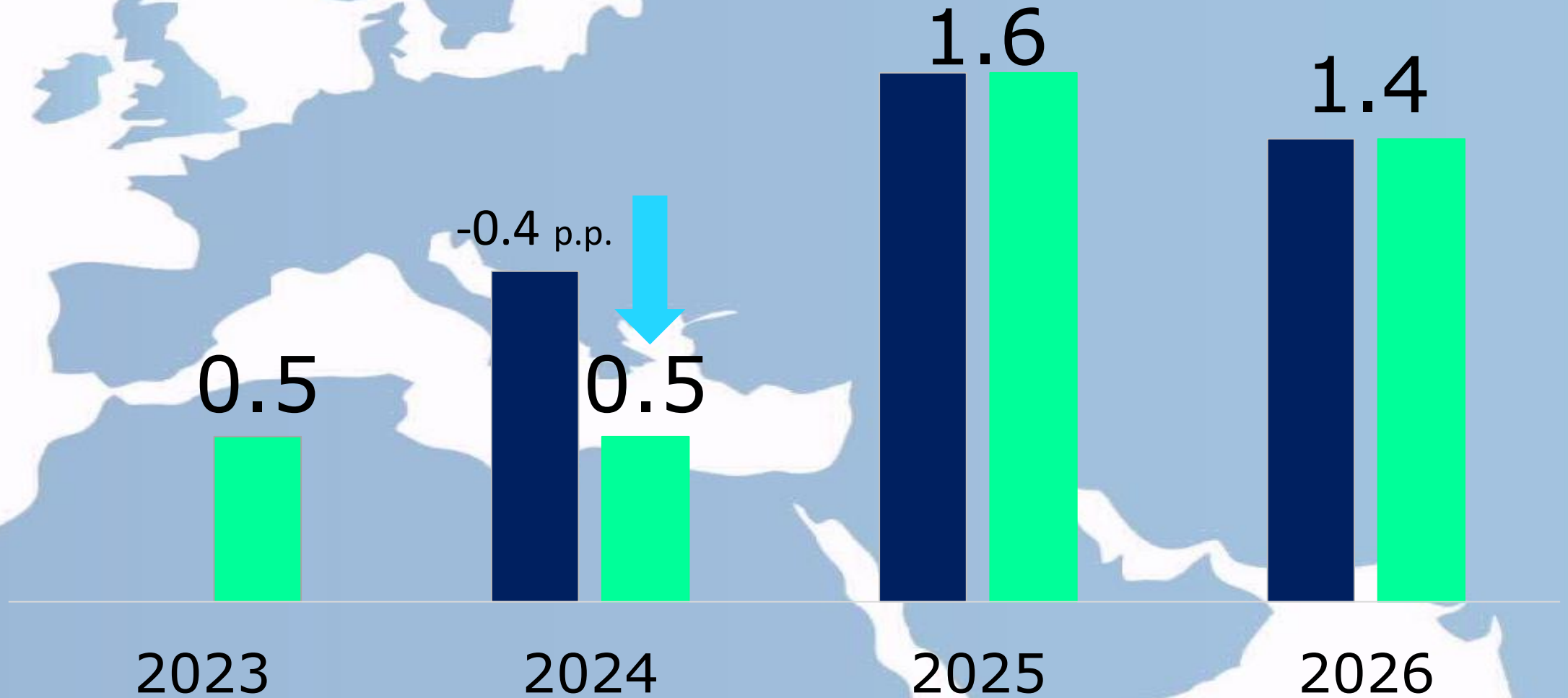


USA: **Interest rates will remain elevated** over the medium-term period

Policy rate, in %, period average

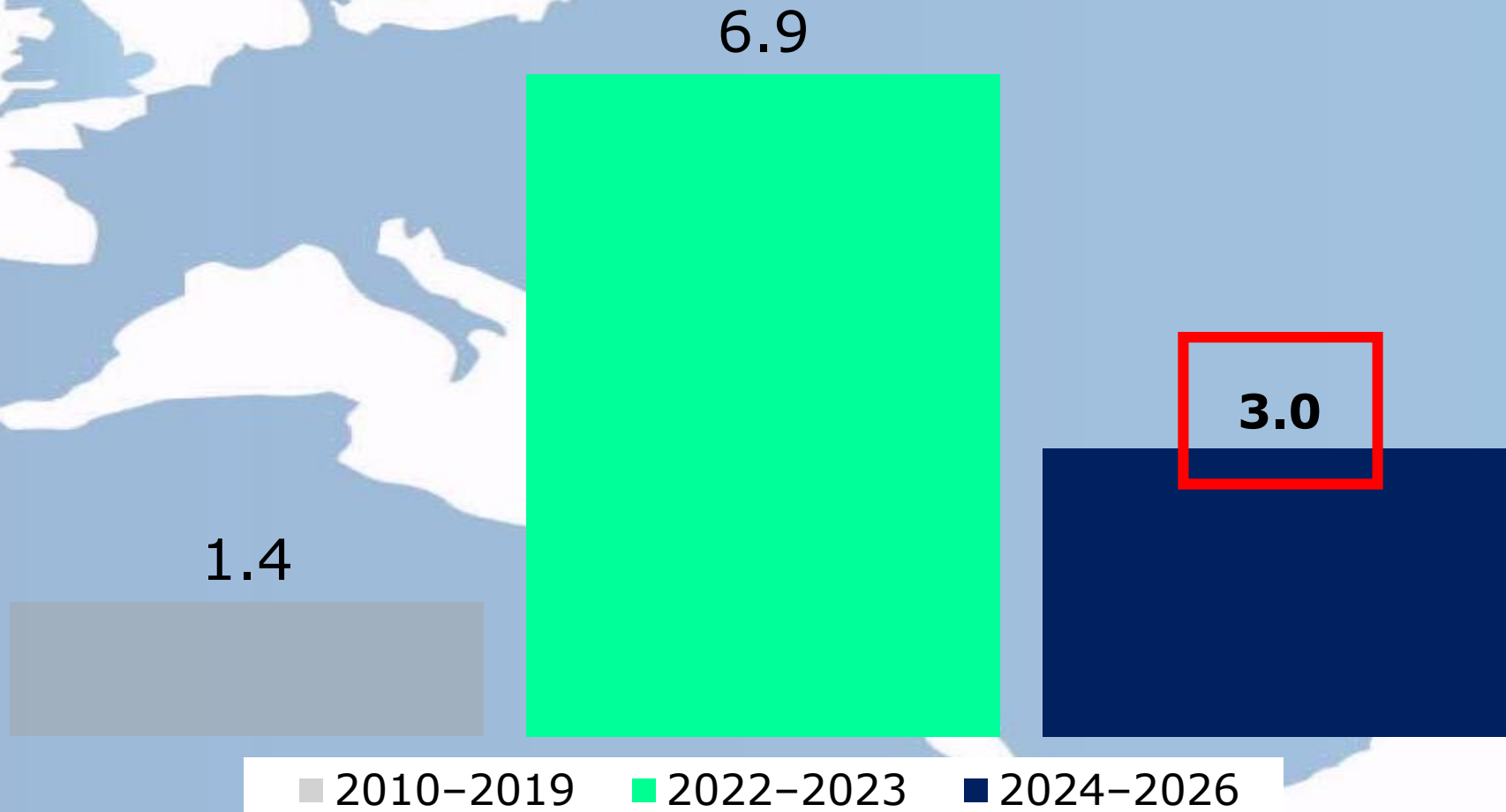


Eurozone: The GDP growth forecast for 2024 revised **downwards**



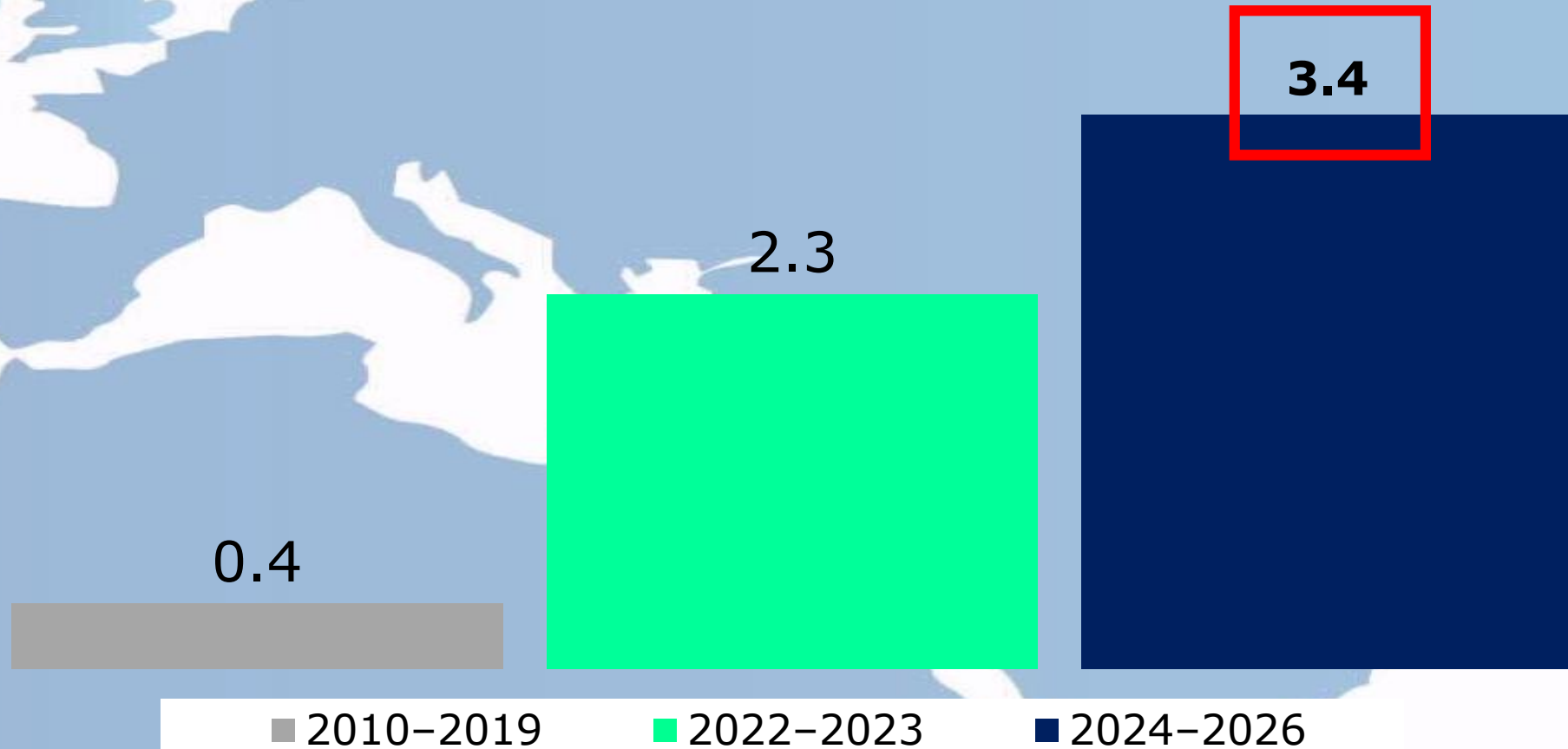
Eurozone: **Inflation will remain above target** over the forecast period

Inflation, in %, period average

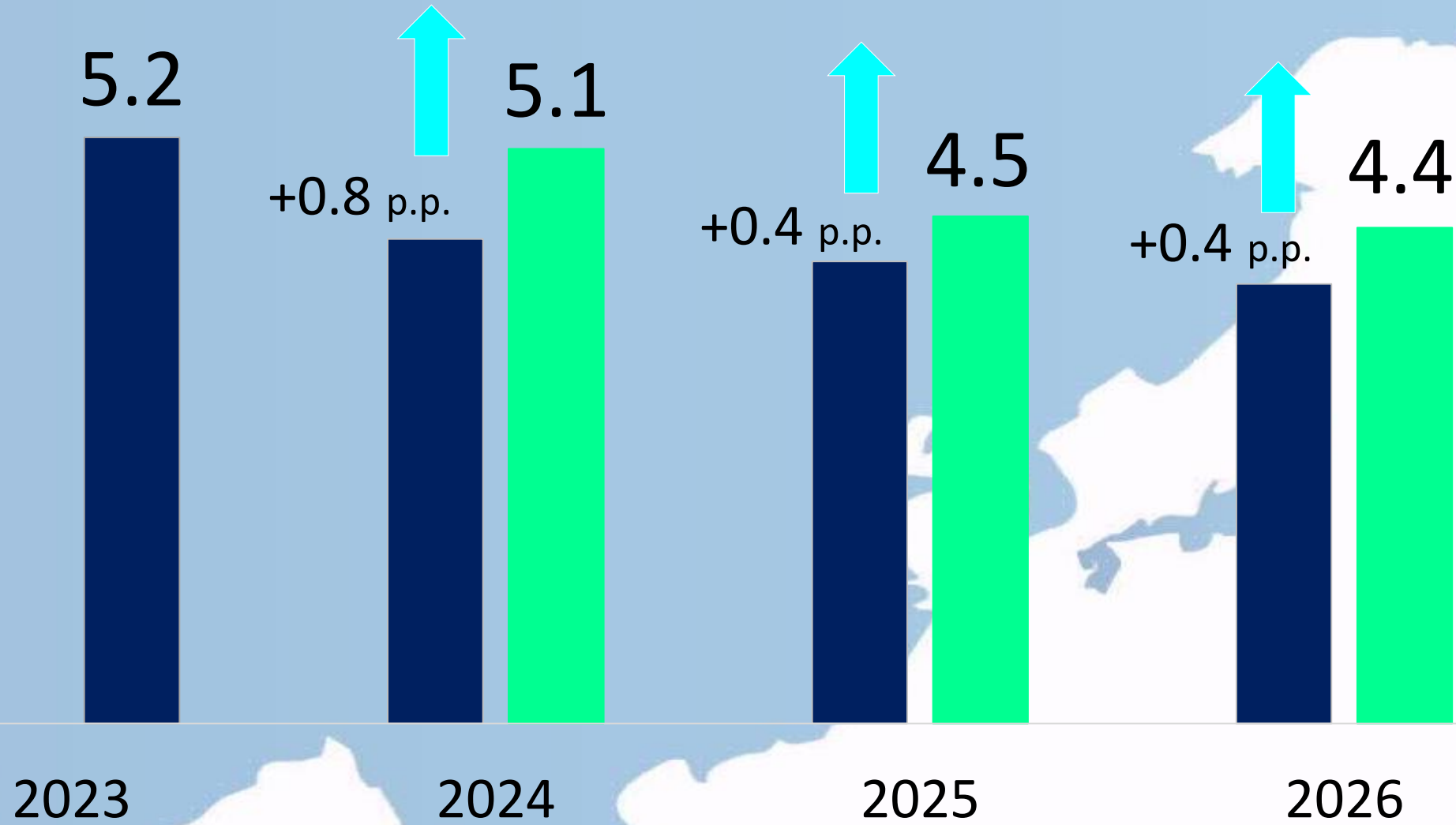


Eurozone: **Interest rates will remain elevated** over the medium-term period

Policy rate, in %, period average

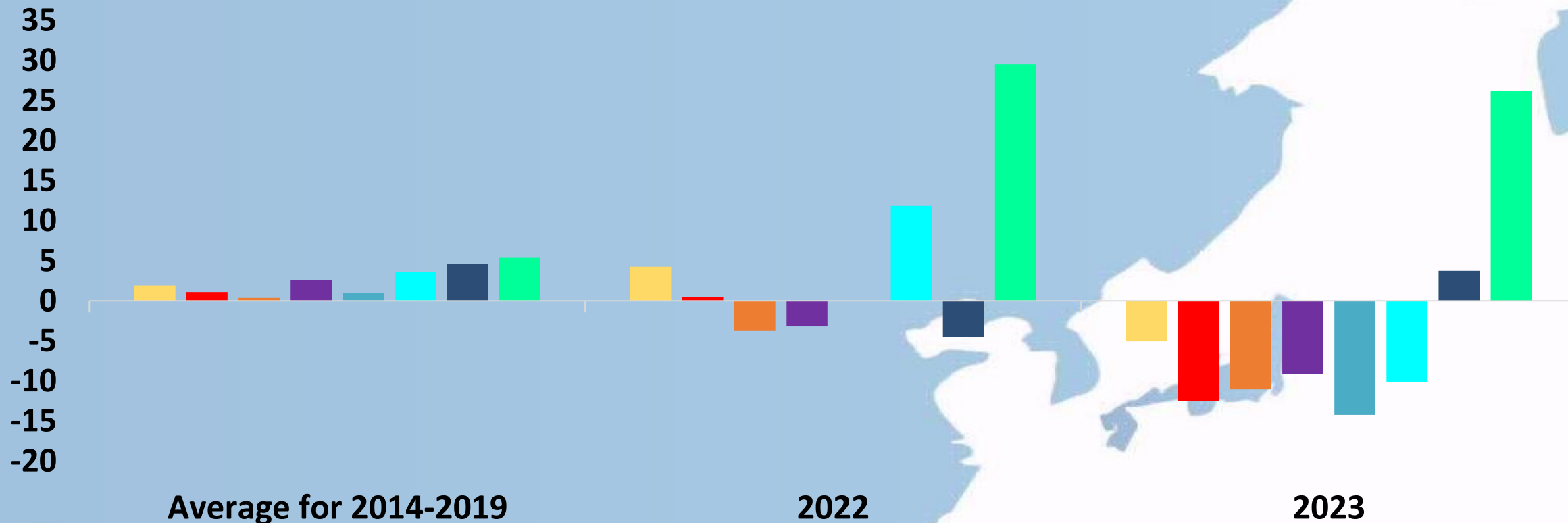


China: The GDP growth forecast for 2024–2026 revised **upwards**



China: Trade and investment relations are being **reshaped**

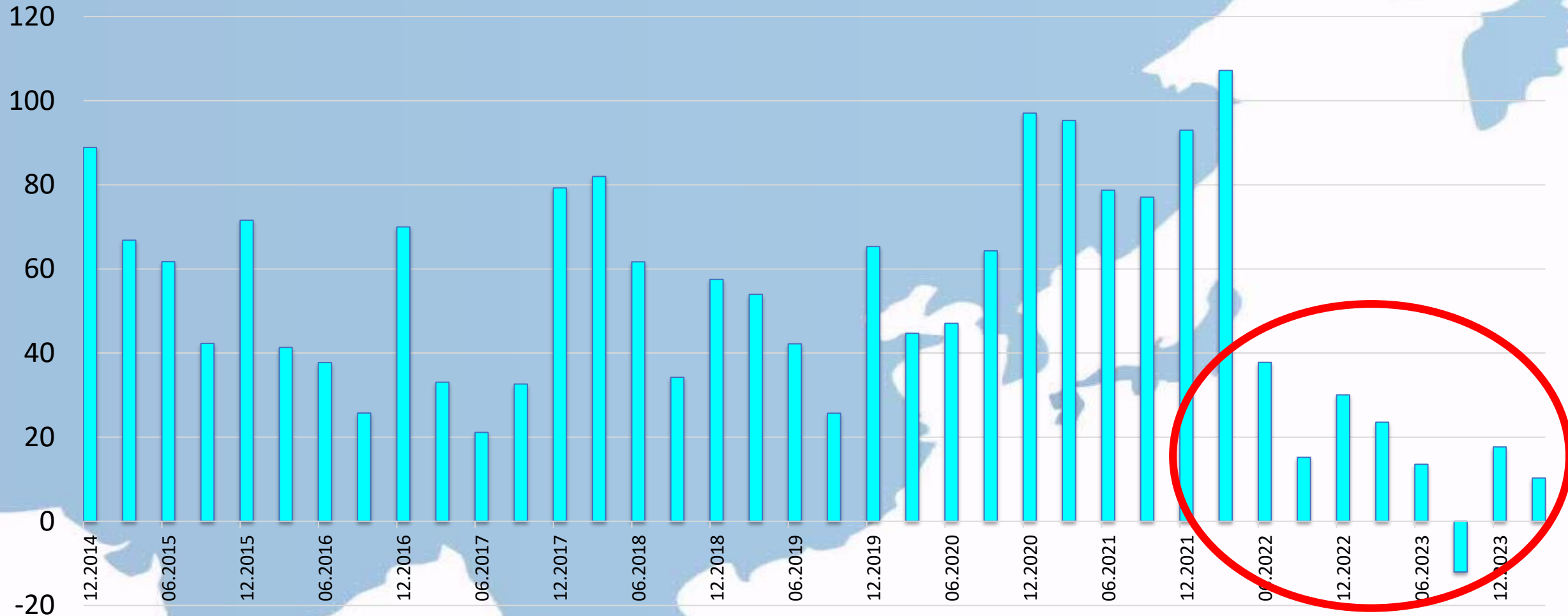
Trade turnover, *in %*, *y-o-y*



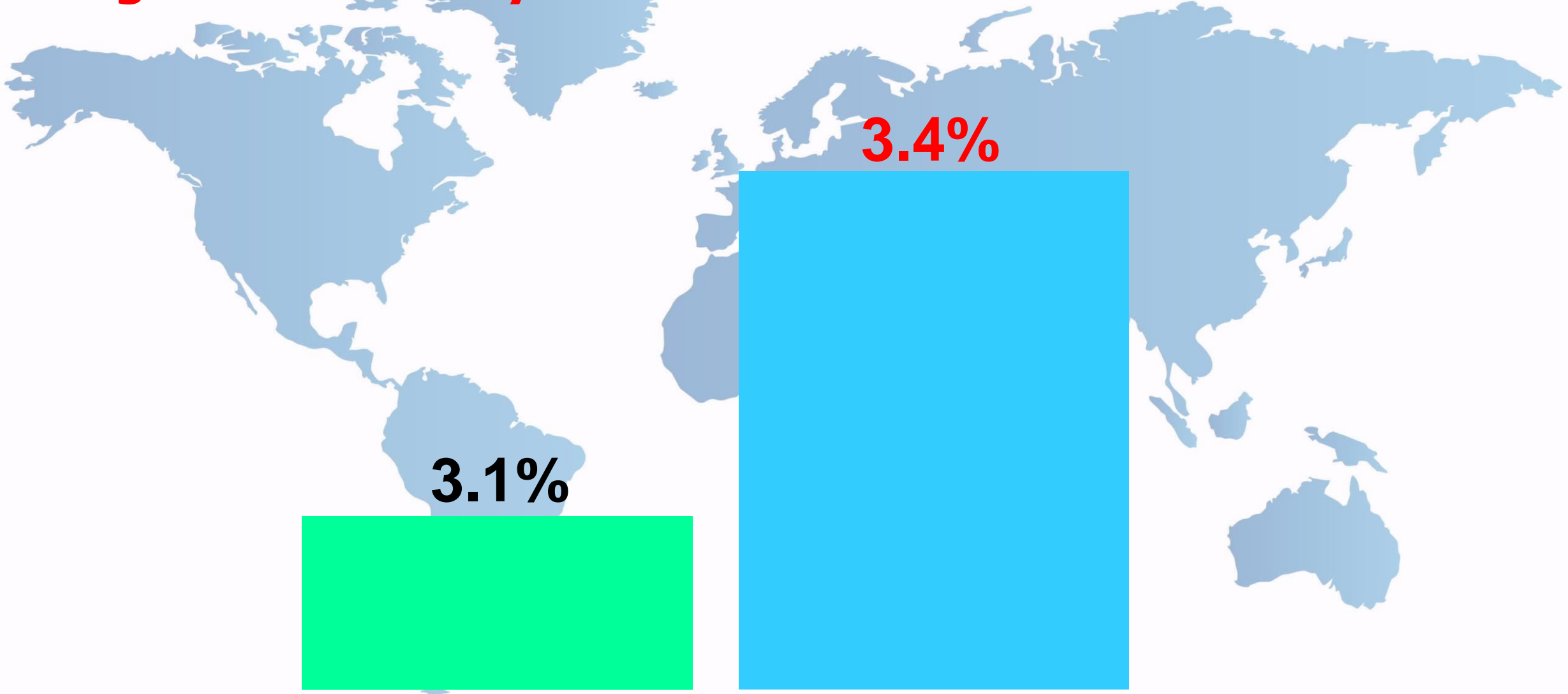
■ Total ■ USA ■ Japan ■ Germany ■ Korea ■ Netherlands ■ Australia ■ Russia

China: Trade and investment relations are being **reshaped**

Gross FDI inflows, *USD billions*

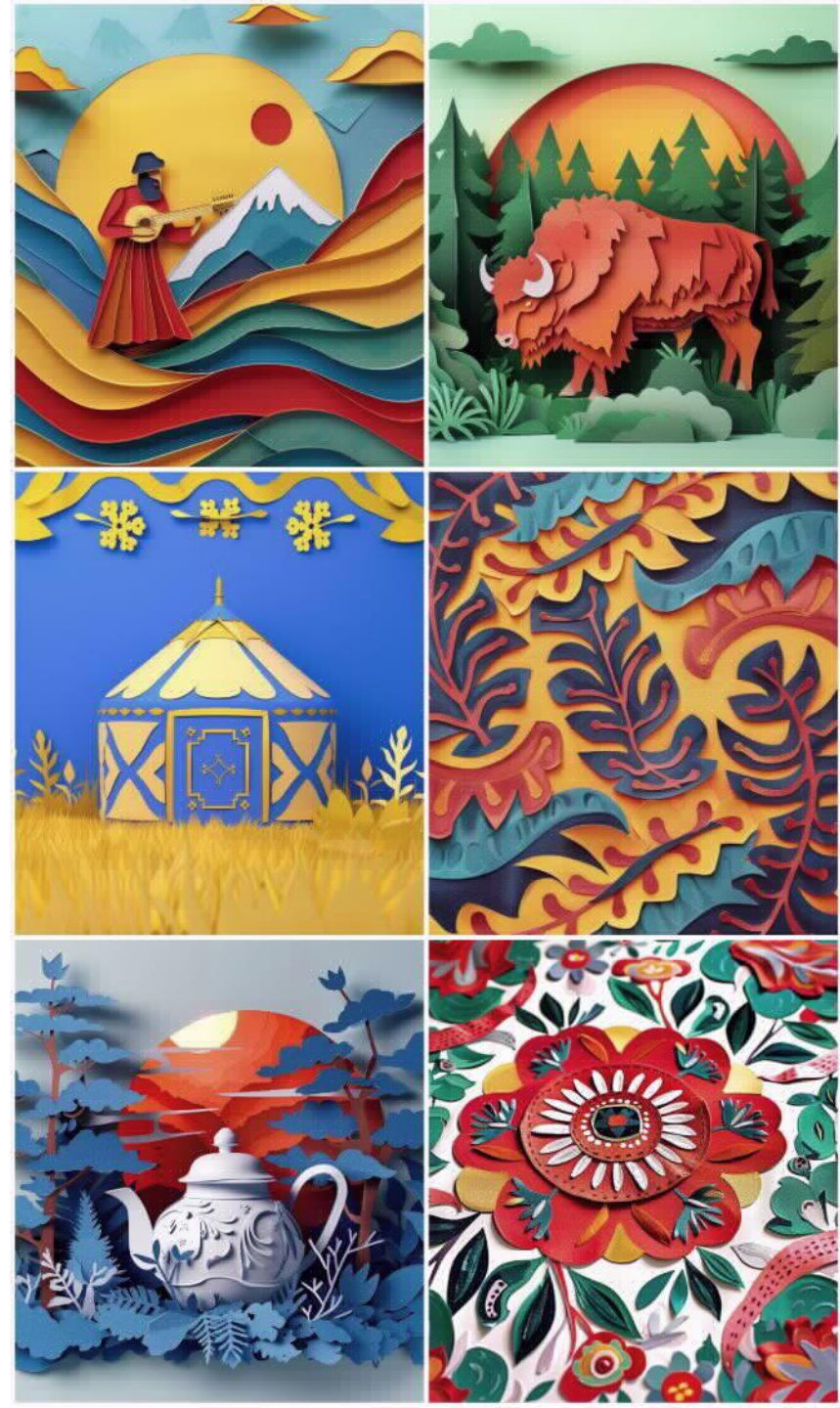


The EDB region's economy will grow **faster than** the **global economy** in 2024



2

Macroeconomic Outlook Country Forecasts





Eurasian Development Bank

Macroeconomic Outlook Republic of Armenia



Republic of Armenia

Leader in the EAEU in terms of economic growth

Economic growth

8.7%

GDP growth in **2023**

7.5%

GDP growth in **2024**

-  Substantial increase of processing and exports of gold products
-  Expansionary fiscal policy
-  Monetary policy easing
-  Stronger domestic demand
-  Returning to a sustainable growth trajectory (excluding processing and export of gold products)
-  Cooling external demand amid a slowdown in global business activity

4%

Average economic growth in **2025–2026**

Inflation

1.5%

CPI growth as at end-**2024**

-  Monetary easing, expansionary fiscal policy
-  Stronger domestic demand
-  Appreciation of the AMD exchange rate in the first half of the year

Price growth of **2.5%** in **2025**

In the medium term – near the lower boundary of the target range of the Central Bank of Armenia (2.5%–5.5%)

Interest rate

8.3%

refinancing rate in **2024**

Given the sustained slowdown in price growth and inflation well below target, we expect the cycle of rate cuts to continue in 2024 with the interest rate down to 7.5% per annum at the end of the year.





The interest rate will average

7.0% in **2025**

Dram exchange rate

396

AMD per USD on average for **2024**

-  Sustained inflow of tourists
-  Inward remittances
-  Export revenue growth
-  Decreasing money market rates

The exchange rate will average at AMD

398 per USD in **2025**



Eurasian Development Bank

Macroeconomic Outlook Republic of Belarus




Republic of Belarus

Maintaining high growth rates


Economic growth

3.9% | **3.4%**

GDP growth in **2023** | GDP growth in **2024**

 Strong domestic demand due to income growth

 Higher demand in Russia

 Export growth slowdown: declining price competitiveness, import substitution in Russia

above **1.0%**


GDP growth in **2025–2026**


labour shortages;
impaired access to advanced technologies


Inflation

6.0%

GDP growth in **2024**

 Continued price regulation

 Strong domestic demand

 Higher costs due to wage growth and exchange rate depreciation

Gradual acceleration of inflation as the price overhang is realised and regulation is relaxed

7.7% in **2026**

Interest rate

9.5%

refinancing rate as at end-**2024**

Monetary policy supporting the economy

Prospects for rate cuts limited by rising pro-inflationary risks

Tightening of the credit conditions through macroprudential measures

Maintaining the current interest rate level

9.5%

2025–2026

Ruble exchange rate

3.27

BYN per USD on average for **2024**

Decline in the trade surplus due to fading support from the price factor

Smooth exchange rate depreciation in the future against the background of decelerating GDP and continued price growth outpacing that in the RF

3.58

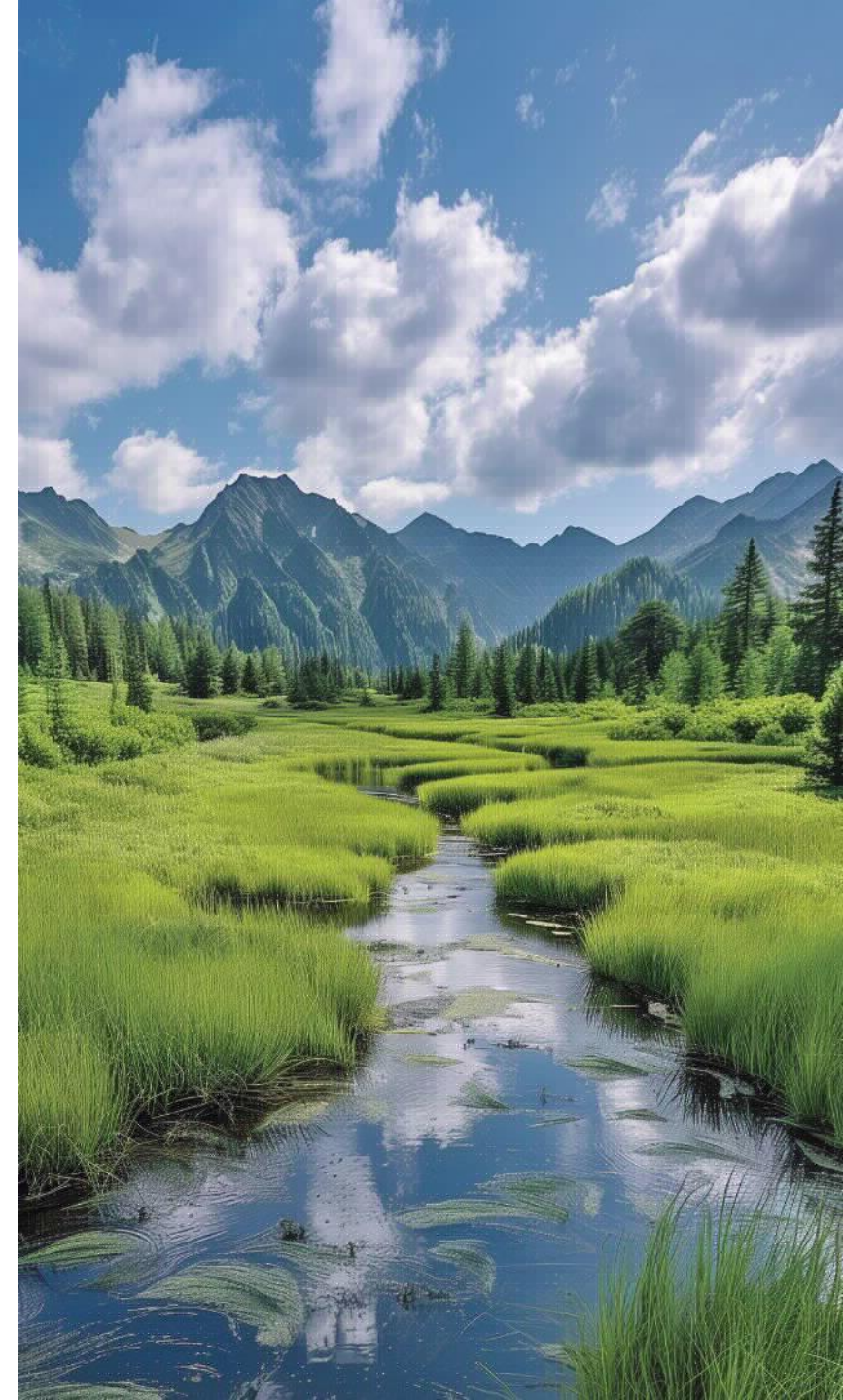
BYN per USD on average for **2026**



Eurasian Development Bank

Macroeconomic Outlook

Russian Federation



Russian Federation

Economic growth forecast revised upwards

Economic growth

3.6% | **3.0%**

GDP growth in **2023**

GDP growth in **2024**

↑ Strong domestic demand due to income growth

↑ Fiscal stimulus

↑ Redirection of exports, Urals price discount reduction

↓ Cooling domestic demand due to tight monetary conditions

↓ Labour shortages

1.1 and 1.6%

GDP growth in **2025 and 2026**



Inflation

5.8%

GDP growth in **2024**

↓ Tight monetary conditions

↓ No significant exchange rate shocks

↑ Higher inflation expectations

↑ Overheated domestic demand

↑ Pressure on producer prices due to wage growth

Inflation near target

4.1% in **2026**

Interest rate

15%

Policy rate as at end-**2024**

Continued tight monetary policy

High pro-inflationary risks driven by external conditions and fiscal stimulus

Interest rate cuts starting not earlier than Q4 2024

Rate cuts as inflation decelerates

7.9%

average interest rate for **2026**

Ruble exchange rate

92.8

RUB per USD on average for **2024**

High interest rates will support the RUB exchange rate

Retention of foreign exchange proceeds

The dynamics of the exchange rate will be determined by the inflation differential in Russia and its major trading partners

98.4

RUB per USD on average for **2026**



Eurasian Development Bank

Macroeconomic Outlook Republic of Kazakhstan




Republic of Kazakhstan


Stable high rates of economic growth



Economic growth

5.1% | **5.0%**

GDP growth in **2023** | GDP growth in **2024**

 400 new investment projects worth KZT 4.6 trillion (3.8% of GDP)

 Higher output in the manufacturing and services sectors

  Maintaining oil production volumes

Strong economic growth owing to structural reforms


5.5%


GDP growth in **2025–2026**


Inflation

8.3%

GDP growth in **2024**

 Housing and utility tariff hikes

 Higher inflation expectations

 Lower global food prices

 Monetary policy

Decline by up to **5%** by mid **2026**

Interest rate

13.5%

Policy rate as at end-**2024**

The NB RK will take a conservative approach to monetary policy easing


Despite the decline in inflation, it is not expected to reach its target until mid-2026


Interest rate of **8.75%** as at end-**2025**

Tenge exchange rate

447

KZT per USD on average for **2024**

 The high interest rate will continue to support the KZT exchange rate

 Declining exports from the second half of 2024

KZT depreciation in the medium term

473

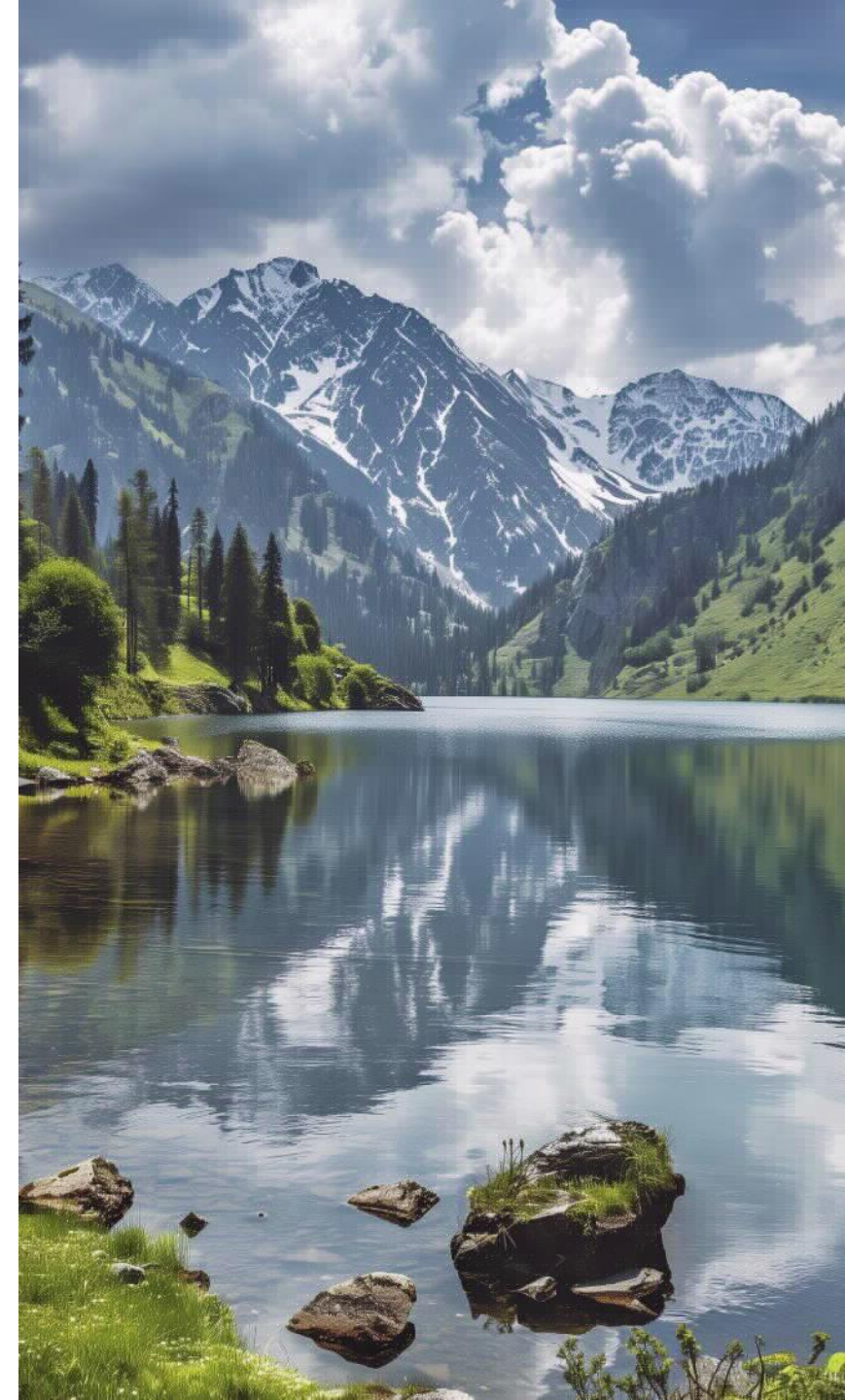
KZT per USD on average for **2026**



Eurasian Development Bank

Macroeconomic Outlook

Kyrgyz Republic



Kyrgyz Republic

High growth amid investment activity

Economic growth


6.2%

GDP growth in **2023**

5.5%

GDP growth in **2024**

 High investment activity

 Higher output in the manufacturing industry

 Cooling consumer demand


around **4.7%**
economic growth in **2025–2026**

Inflation

4.3%

CPI growth as at end-**2024**

 Cooling consumer demand

 Weaker external inflation background

 Restrictive monetary policy

Inflation at **6.7%** on average in **2025–2026**

Interest rate

10.5%

discount rate in **2024**

Inflation within the target range helps maintain neutral monetary conditions

Neutral interest rate at **9%** at end-**2025**


Som exchange rate

89.4

KGS per USD on average for **2024**

 Import growth amid remittance inflows

 Export growth

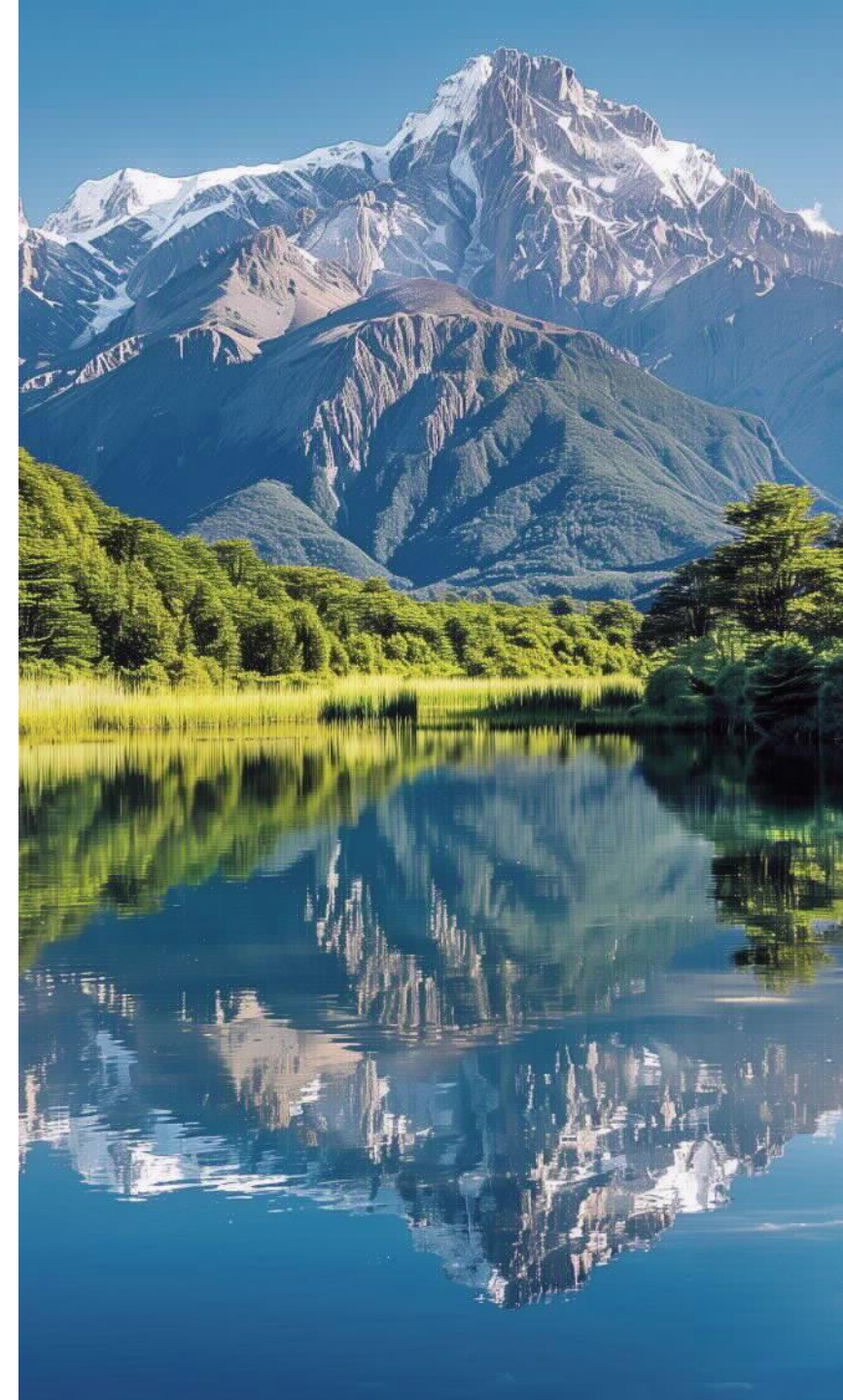
 Smoothing of exchange rate fluctuations by the regulator

KGS depreciation in the medium term by **3.0%** per year



Eurasian Development Bank

Macroeconomic Outlook Republic of Tajikistan







Republic of Tajikistan

Remains the leader in terms of economic growth

Economic growth

8.3% | **8.0%**

GDP growth in **2023** | GDP growth in **2024**



-  Favourable remittance dynamics
-  Capacity expansion in key industries: ore mining, metallurgy, textiles
-  Implementation of development programmes (including in the energy sector)
-  Population growth, catch-up development

around **8%**
GDP growth in **2025 and 2026**

Inflation

4.1%

GDP growth in **2024**

-  Refinancing rate cut
-  Stability of the TJS exchange rate


about **6.0%** in **2025–2026**

owing to the National Bank's policy targeting inflation within 6±2% and increased exchange rate flexibility

Interest rate

9.0%

Refinancing rate as at end-**2024**

-  Inflation below target in the first half of 2024

Stabilisation of inflation in the middle of the target interval of 6±2% may require an interest rate cut from the current 9.25% per annum

Normalisation of monetary policy from the second half of 2025

about **10%** in **2026** with inflation within the National Bank's target

Somoni exchange rate

10.9

TJS per USD in **2024**

-  Export growth
-  Looser policy of the National Bank
-  Increasing exchange rate policy flexibility for financial stability purposes

around **11**
TJS per USD in **2025 and 2026**

EDB forecast. Key macroeconomic indicators of the EDB member states (baseline scenario)

Country	GDP			Inflation (end of year)			Exchange rate to USD (year average)		
	2024	2025	2026	2024	2025	2026	2024	2025	2026
Armenia	7.5	4.2	4.9	1.5	2.5	2.0	396	398	399
Belarus	3.4	1.1	1.3	6.0	6.8	7.7	3.27	3.43	3.58
Kazakhstan	5.0	5.5	5.5	8.3	6.3	4.8	447	455	473
Kyrgyzstan	5.5	5.3	4.1	4.3	6.9	6.5	89.4	92.6	94.9
Russia	3.0	1.1	1.6	5.8	4.7	4.1	92.8	96.7	98.4
Tajikistan	8.0	8.2	7.8	4.1	6.0	5.8	10.9	11.1	11.4

Note: GDP, inflation – in %, y-o-y; exchange rate to USD – in units of local currency per USD



Eurasian Development Bank

✉ INFO@EABR.ORG 🌐 EABR.ORG

Շնորհակալութիւն ուշադրութեան համար.

Дзякуй за ўвагу!

Назар аударғандарыңызға рахмет!

Назар салғаныңыздарга рахмат!

Благодарим за внимание!

Раҳмати калон!



HEADQUARTERS

220 Dostyk ave., Almaty, 050051

Republic of Kazakhstan

Tel: +7 (727) 244 40 44

Fax: +7 (727) 244 65 70

EDB Macroeconomic
Outlook 2024–2026

