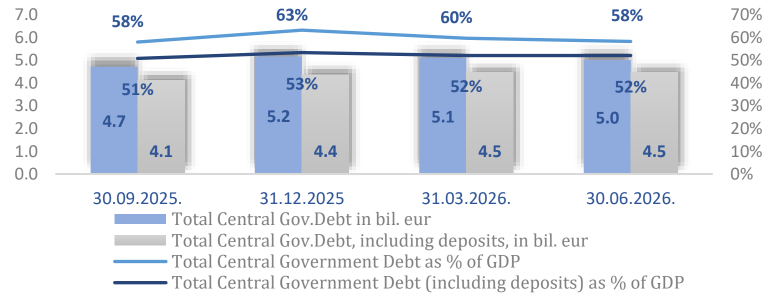
MONTENEGRO
MINISTRY OF FINANCE
Directorate for Public Debt

Credit Rating of Montenegro: Ba3 (positive outlook) – Moody's
B+ (positive outlook) – S&P

Status of Central Government Debt and General Government Debt as of 30 June 2026

- Total central government debt as of 30 June 2026 amounted to EUR 4,996.8 million, or 58.2% of GDP[1]. Taking into account the deposits, the total net central government debt as of 30 June 2026 amounted to EUR 4.463,3 million, or 51.9% of GDP.
- Deposits as of 30 June 2026 amounted to EUR 533.4 million, including 38,447 ounces of gold (valued at EUR 135.8 million as of 30 June 2026), or 6.2% of GDP.
- Total general government debt of Montenegro as of 30 June 2026 amounted to EUR 5,022.4 million, or 58.5% of GDP. Taking into account the deposits of the Ministry of Finance (including 38,477 ounces of gold), the net general government debt of Montenegro as of 30 June 2026 amounted to EUR 4,489 million, or 52.3% of GDP.

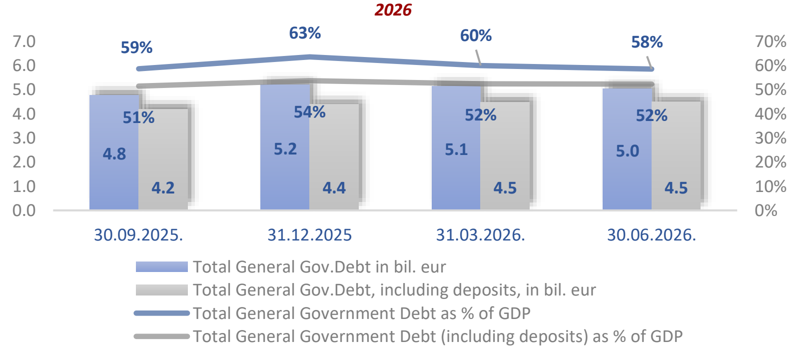
Movement of Central Government debt in the period September 2025 – June 2026



Foreign Debt as of 30 June 2026

- Total foreign debt of Montenegro as of 30 June 2026 amounted to EUR 4,758.8 million, or 55.4% of GDP, which is EUR 44.6 million less compared to 30 June 2026.
- The decrease of foreign debt during the first quarter of 2026 is the result of the fact that there were no withdrawals from the new loan arrangements. At the same time, funds from previously concluded loan arrangements were withdrawn for various infrastructure and development projects in the total amount of EUR 48 million, while foreign debt repayments amounted to EUR 92,5 million, which led to a decrease in foreign debt in the second quarter of 2026.
- In the structure of foreign debt, the largest share is held by bonds issued on the international market in the previous period.

Movement of General Government debt in the period September 2025 – June 2026



[1] According to the projections of the Ministry of Finance, published in the Economic Reform Program for the period 2026–2028, GDP in 2026 will amount to EUR 8,564.60 million.

Domestic Debt as of 30 June 2026

- Total domestic debt of Montenegro as of 30 June 2026 amounted to EUR 238 million, or 2.8% of GDP, which is EUR 64.7 million less compared to 30 June 2026. The reduction of domestic debt during the second quarter of 2026 was the result of regular debt repayment in the amount of EUR 67.3 million and the fact that there was no borrowing on the domestic market in this period. It should be noted that during the reporting period there was an increase in the debt of legal entities and companies by EUR 2.4 million.
- In the structure of domestic debt, the largest share is held by loans from commercial banks.

Borrowings During the Second Quarter of 2026

- Total borrowing during the first quarter of 2026 amounted to EUR 48 million, entirely related to withdrawals from previously executed loan arrangements for the implementation of infrastructure and development projects. Amount of EUR 48 million is related to:
  - Withdrawals from loans concluded with the International Bank for Reconstruction and Development (IBRD) for the implementation of the Reform of the Tax Administration Project; MIDAS 2 project; Support for the Development of Agriculture, Rural Development, and Fisheries Project, the Sava and Drina Rivers Corridors Integrated Development Program, Decarbonisation of the Energy Sector in Montenegro Project, and Tips Clone Project in the total amount of EUR 14.8 million;
  - Withdrawal from the loan with the European Bank for Reconstruction and Development (EBRD) for the highway section Mateševo-Andrijevica in the amount of EUR 1 million;
  - Withdrawals from loans with the German Development Bank (KfW) for the Water Supply and Wastewater Disposal on the Adriatic Coast Project – Phase V and the Podgorica Wastewater Collection and Treatment Project – Phase I, in the total amount of EUR 1.6 million;
  - Withdrawals from loans between Montenegro, Bpifrance SA and Société Générale Bank for the procurement of patrol vessels for the needs of the Armed Forces of Montenegro, in the amount of EUR 10 million;
  - Withdrawal from the loan related to the Growth Plan in the amount of EUR 20,6 million.

- During the second quarter of 2026, the following new loan arrangements were concluded:
  - Project "Montenegro Forests for Shared Prosperity Project" with IBRD in the amount of €18 million;
  - Project "Waste Management Reform Project" with IBRD in the amount of €40 million;
  - Project for Equipping Healthcare Institutions in Montenegro with the European Investment Bank (EIB) in the amount of €27 million;
  - Second Tranche of the DPL arrangement with French Development Agency (AFD) in the amount of EUR 100 million.

From the credit arrangements concluded in the second quarter of 2026, there were no withdrawals during the reporting period.

Local Government Debt as of 30 June 2026

- According to the data provided by local government units, the local government debt as of 30 June 2026 amounted to EUR 25.7 million, or 0.3% of GDP.

Overview of Debt Developments in the period September 2025 – June 2026 (in EUR million)

Name of Borrowing/Creditor	30.09.2025. (1)	31.12.2025. (2)	31.03.2026. (3)	30.06.2026. (4)	Change (4-3)	BDP in mil. EUR 8,564.60 Debt as of 30.06.2026. as % of GDP
International Bank for Reconstruction and Development (IBRD)	250.87	249.11	247.5	257.10	9.61	3.0%
Member states of the Paris Club of Creditors	36.84	36.81	36.2	36.33	0.08	0.4%
International Development Association (IDA)	2.75	2.06	2.1	1.40	-0.68	0.0%
European Investment Bank (EIB)	110.20	112.48	110.6	106.46	-4.15	1.2%
European Bank for Reconstruction and Development (EBRD)	65.21	61.45	61.3	58.52	-2.75	0.7%
Council of Europe Development Bank (CEB)	60.18	62.73	59.1	57.97	-1.12	0.7%
European Commission	77.22	80.99	81.0	101.54	20.56	1.2%
KfW Bank	41.43	40.42	41.9	37.96	-3.92	0.4%
Loan from the Government of Poland	1.01	0.66	0.7	0.31	-0.35	0.0%
China Exim Bank	573.24	573.24	543.1	543.07	0.00	6.3%
Bonds issued on the international market	2,787.76	2,787.76	2,787.8	2787.76	0.00	32.4%
International Fund for Agriculture Development (IFAD)	2.36	2.20	2.2	2.04	-0.16	0.0%
Hapoalim Bank	8.95	5.22	3.7	0.00	-3.73	0.0%
BPI France and Société Générale	57.86	56.07	69.9	78.14	8.21	0.9%
Deutsche bank	20.00	20.00	0.0	0.00	0.00	0.0%
Syndicated loan - PBG (Policy Based Guarantee)	80.00	80.00	80.0	80.00	0.00	0.9%
Syndicated loan - PBG 2(Policy Based Guarantee)	141.82	126.36	126.4	110.91	-15.45	1.3%
The OPEC Fund for International Development (DPL loan)	50.00	50.00	50.0	47.06	-2.94	0.5%
The French Development Agency (DPL Loan)	50.00	50.00	50.0	47.22	-2.78	0.5%
Syndicated loan for budget reserve 2025	0.00	450.00	450.0	405.00	-45.00	4.7%
TOTAL FOREIGN DEBT	**4,417.70**	**4,847.56**	**4,803.4**	**4,758.80**	**-44.58**	**55.4%**
Old currency savings	10.00	9.95	9.9	9.93	0.00	0.1%
Restitution obligations	66.45	60.87	60.8	61.11	0.28	0.7%
Loans from commercial banks	135.25	114.86	107.6	90.20	-17.37	1.0%
Pension arrears	1.89	1.89	1.9	1.89	0.00	0.0%
T bills	50.00	99.87	99.9	49.87	-50.00	0.6%
Bonds issued on domestic market	24.05	23.97	22.6	24.96	2.41	0.3%
TOTAL DOMESTIC DEBT	**287.63**	**311.40**	**302.6**	**237.96**	**-64.68**	**2.8%**
GROSS CENTRAL GOVERNMENT DEBT	**4,705.33**	**5,158.96**	**5,106.02**	**4,996.76**	**-109.27**	**58.2%**
Local Self-Governments Debt	55,01	29.44	27.51	25.68	-1.83	0.3%
GROSS GENERAL GOVERNMENT DEBT	**4.760.34**	**5,188.41**	**5,133.54**	**5,022.44**	**-111.10**	**58.5%**
Deposits	583.55	804,77	650.50	533.43	-117.09	6.2%
NET CENTRAL GOVERNMENT DEBT	**4,121.78**	**4,354.19**	**4,455.50**	**4,463.33**	**7.83**	**52.0%**
NET GENERAL GOVERNMENT DEBT	**4,176.79**	**4,383.63**	**4,483.01**	**4,489.01**	**5.99**	**52.3%**

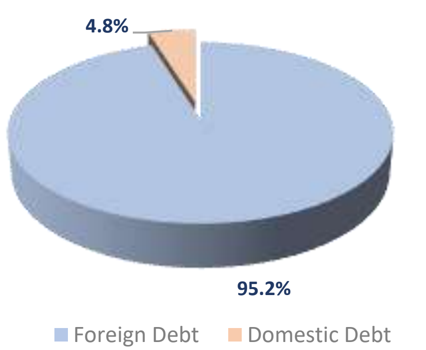
Overview of Issued and Outstanding Government Securities as of 30 June 2026

	Year of Issuance	Maturity	Maturity Date	Amount in EUR million	Currency
		INTERNATIONAL MARKET			
EUROBOND 2019	2019	10 years	03 October 2029	500	EUR
EUROBOND 2020	2020	7 years	16 December 2027	750	EUR
EUROBOND 2024	2024	7 years	12 March 2031	750	USD
EUROBOND 2025	2025	7 years	01 April 2032	850	EUR
		DOMESTIC MARKET			
GB 2026	2019	7 years	22 April 2026[2]	50	EUR
CG25 for citizens	2025	2 years	November 2027	22.2	EUR
25CG for legal entities	2025	2 years	November 2027	27.7	EUR

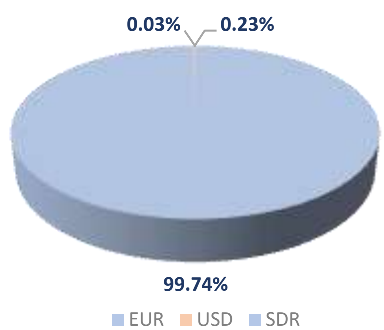
Structure of Central Government Debt

- In the structure of central government debt, with regard to the share of foreign and domestic debt, foreign debt as of 30 June 2026 dominates with a share of 95.2%, while 4.8% of central government debt relates to domestic debt. Compared to the end of 31 March 2026, this parameter remains at approximately the same level.
- As of 30 June 2026, only 0.26% of the existing central government debt was denominated in non-EUR o currencies, of which 0.23% in USD and 0.03% in SDR. In the same period, 99.74% of central government debt was denominated in EUR, which is approximately the same as in the previous quarter. The favourable currency structure of central government debt is the result of cross-currency swap arrangements for the loan agreement with the Chinese Exim Bank for the construction of the Bar–Boljare highway section, as well as for the dollar bond issued in 2024.
- In the total central government debt, borrowing with a fixed interest rate prevails with a share of 79.4%, and from this aspect the debt portfolio is stable. Borrowings with a variable interest rate are mostly linked to EURIBOR and account for 20.6% of central government debt. The interest rate structure is approximately the same as at the end first quarter 2026.

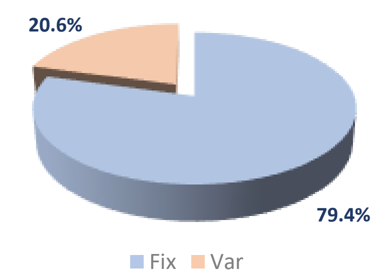
Domestic and Foreign Debt (30.06.2026)



Currency Structure of Debt (30.06.2026)



Interest Rate Structure of Debt (30.06.2026)



[2] The domesctic bond has neen repaid on 22 April 2026.

Debt Repayment

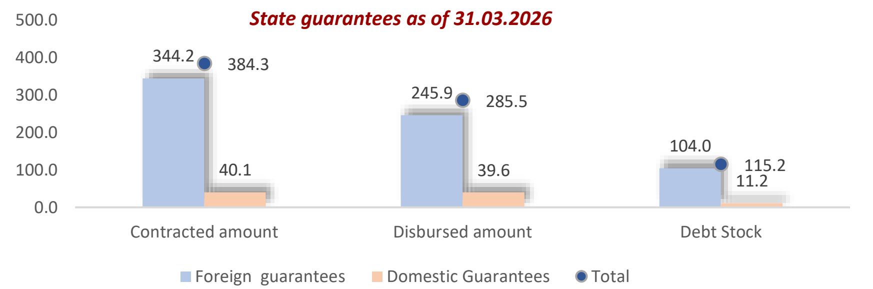
- During the second quarter of 2026, debt repayment on the basis of principal to residents and non-residents was executed out in the total amount of EUR 159.9 million. Of this, repayment of principal to residents amounted to EUR 67.4 million, while repayment of principal to non-residents amounted to EUR 92.5 million.
- Interest repayments to residents and non-residents amounted to EUR 26.9 million. Of this amount, interest repayment to residents totalled EUR 4.2 million, which was mainly related to interest payments on loans from domestic banks, as well as to the coupon of the domestic bond repaid in April 2026, while interest repayment to non-residents amounted to EUR 22.7 million and largely referred to obligations on interest for project loans and commercial borrowings.

Debt Repayment Structure in the Second Quarter of 2026

	in million of EUR
	II Quarter 2026
Repayment of principal to residents	67.37
Repayment of principal to non-residents	92.49
TOTAL REPAYMENT OF PRINCIPAL	**159.86**
Repayment of interest to residents	4.19
Repayment of interest to non-residents	22.67
TOTAL REPAYMENT OF INTEREST	**26.87**
Repayment of Guarantees	0.00
TOTAL	**186.72**

Status of Debt arising from Central Government Guarantees as of 30 June 2026

- As of 30 June 2026, the debt arising from central government guarantees issued to domestic and foreign creditors amounted to EUR 115.2 million, representing 1.3% of GDP. The debt arising from state guarantees issued to domestic creditors at the end of the second quarter of 2026 amounted to EUR 11.2 million, or 0.1% of GDP, while the debt arising from state guarantees issued to foreign creditors amounted to EUR 104 million, or 1.2% of GDP.
- No new state guarantees were issued in the second quarter of 2026.



Credit Rating of Montenegro

- International credit rating agencies Standard & Poor's and Moody's have upgraded Montenegro’s credit rating outlook from stable to positive, while affirming the ratings at B+ and Ba3. This marks a strong endorsement of the country’s commitment to a responsible, stable, and development-oriented policy.