

Monetary Policy Chart Pack

2026 Q3



Central Bank
of Armenia



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Current Economic Conditions

1.1 Global Economy



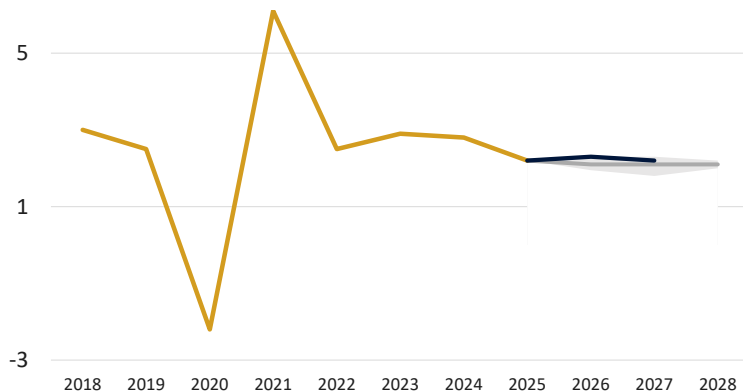


United States: Main Economic Indicators

US Annual Real GDP Growth and Projections

Annual Real Growth Rate, %

● Actual GDP Growth ● IMF (Jul 26) ● Consensus (Sep 26)

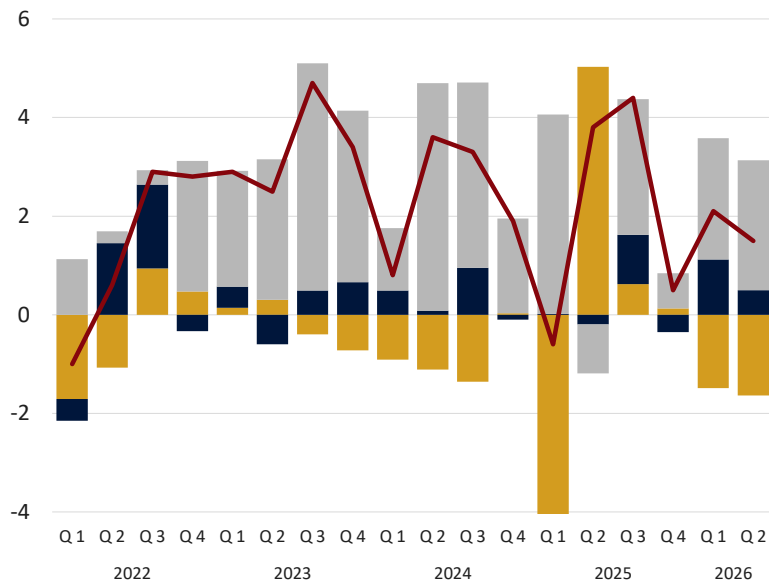


Year	IMF (Jul 26)	OECD (Jun 26)	WB (Jun 26)	Fed (Jun 26)	Consens. (Sep 26)
2026	2.3	2.0	2.2	2.2	2.1
2027	2.2	1.8	2.1	2.3	2.1
2028	-	-	2.0	2.2	2.1

Contribution to US Real GDP Growth

Percentage Points, QoQ Annualized Change, %

● Imports ● Exports ● Internal Demand ● GDP



Source: Fred, IMF, OECD, WB, Bureau of Economic Analysis, FED, Bloomberg Consensus Forecasts

Note: The last point on the left-hand side chart is 2028. The last point on the right-hand side chart is Atlanta Fed Estimate of 2026 Q3 by August .

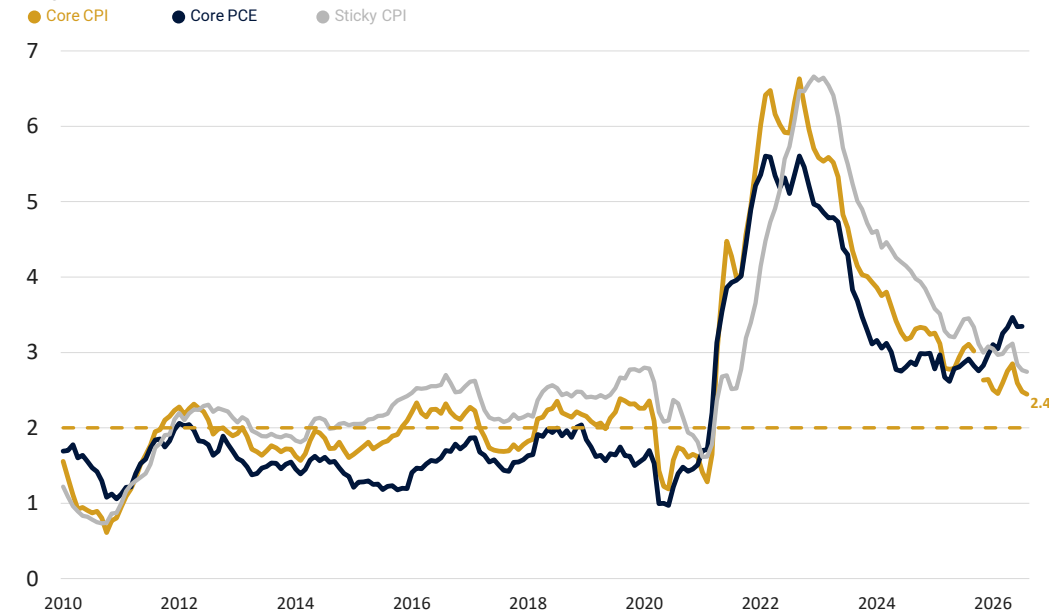




United States: Main Economic Indicators

Underlying Inflation Measures

YoY growth, %



Underlying Inflation Measures

YoY growth, %

Year	Month	Core CPI	Core PCE	Sticky CPI
2025	July	3.1	2.9	3.4
2025	August	3.1	2.9	3.5
2025	September	3.0	2.8	3.3
2025	October	-	2.8	3.1
2025	November	2.6	2.8	3.0
2025	December	2.6	3.0	3.1
2026	January	2.5	3.1	3.0
2026	February	2.5	3.0	3.0
2026	March	2.6	3.3	3.0
2026	April	2.8	3.3	3.1
2026	May	2.9	3.5	3.1
2026	June	2.6	3.3	2.8
2026	July	2.5	3.3	2.8
2026	August	2.4	-	2.7

Source: Bureau of Economic Analysis
Note: The last point on the chart is August 2026



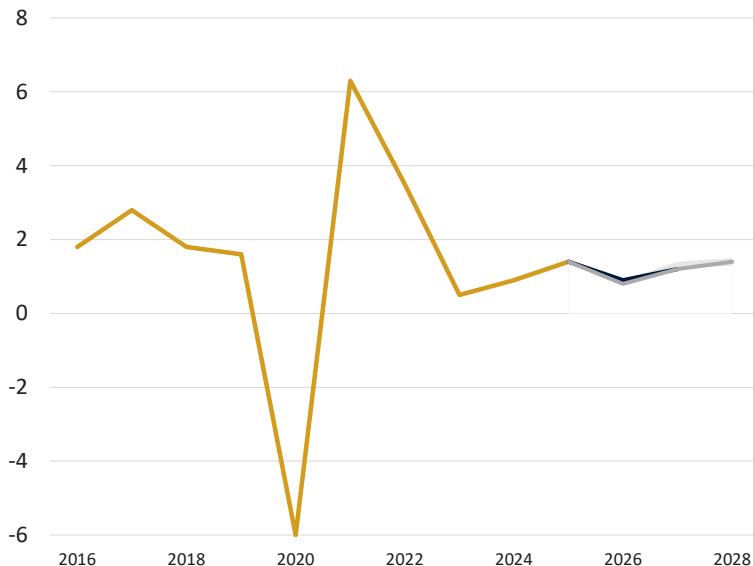


Euro Area: Main Economic Indicators

EU Annual Real GDP Growth and Projections

Annual Real Growth Rate, %

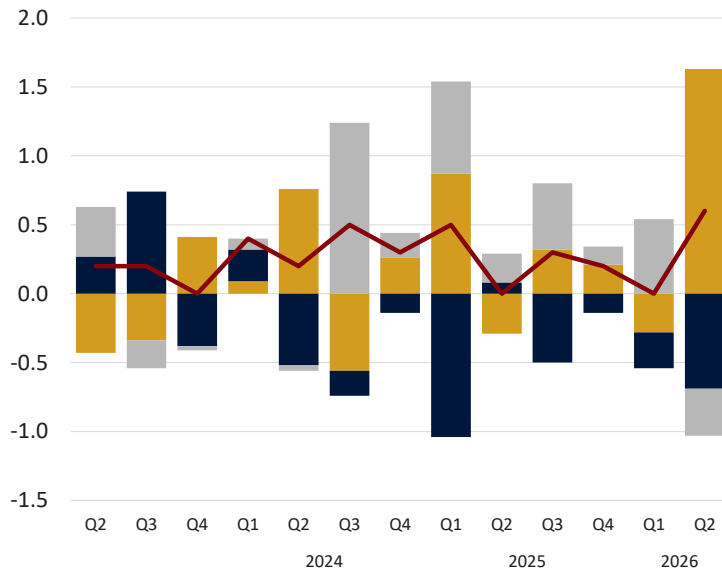
● Actual GDP Growth ● IMF (Jul 26) ● Consensus (Sep 26)



Contribution to EU Real GDP Growth

Percentage Points, QoQ Change, %

● Exports ● Imports ● Internal Demand ● GDP Growth



Source: Fred, IMF, OECD, WB, Eurostat, ECB, Bloomberg Consensus Forecasts

Note: The last point on the left-hand side chart is 2028. The last point on the right-hand side chart is 2026 Q2.





Euro Area: Main Economic Indicators

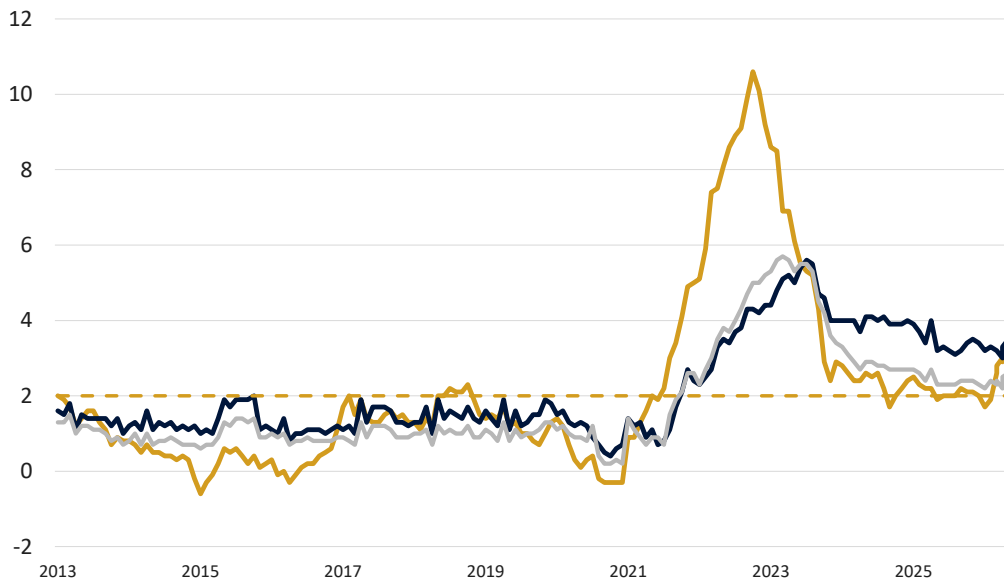
Underlying Inflation Measures

YoY growth, %

● Headline Inflation

● Services Inflation

● Core Inflation



Underlying Inflation Measures

YoY growth, %

Year	Month	Headline	Services	Core
2025	July	2.0	3.2	2.3
2025	August	2.0	3.1	2.3
2025	September	2.2	3.2	2.4
2025	October	2.1	3.4	2.4
2025	November	2.1	3.5	2.4
2025	December	2.0	3.4	2.3
2026	January	1.7	3.2	2.2
2026	February	1.9	3.3	2.4
2026	March	2.6	3.2	2.3
2026	April	3.0	3.0	2.2
2026	May	3.2	3.5	2.6
2026	June	2.8	3.2	2.4
2026	July	2.9	3.3	2.5
2026	August	3.3	3.0	2.4

Source: Eurostat

Note: The last point on the chart is August 2026



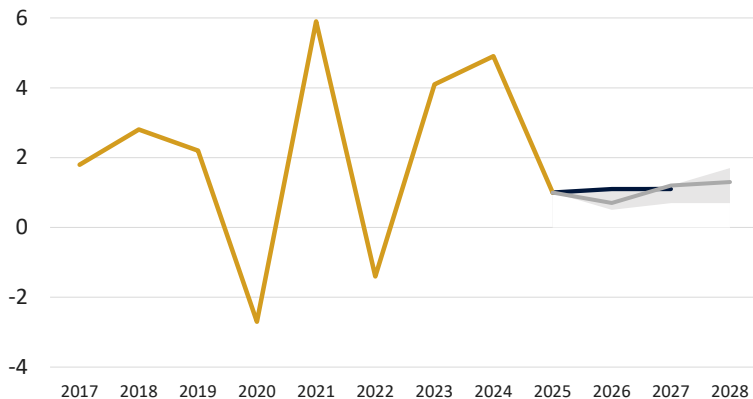


Russia: Main Economic Indicators

Russia Annual Real GDP Growth and Projections

Annual Real Growth Rate, %

● Actual GDP Growth ● IMF (Jul 26) ● Consensus (Sep 26)



Year	IMF (Jul 26)	OECD (Jun 26)	WB (Jun 26)	CBR (Sep 26)	Consens. (Sep 26)
2026	1.1	0.5	0.8	0.5	0.7
2027	1.1	0.8	0.7	1.2	1.2
2028	-	-	0.7	1.7	1.3

Russia Real GDP Growth

YoY Change, %

● GDP



Source: IMF, OECD, WB, Rosstat, CBR, Bloomberg Consensus Forecasts

Note: The last point on the left-hand side chart is 2028. The last point on the right-hand side chart is 2026 Q2.





Russia: Main Economic Indicators

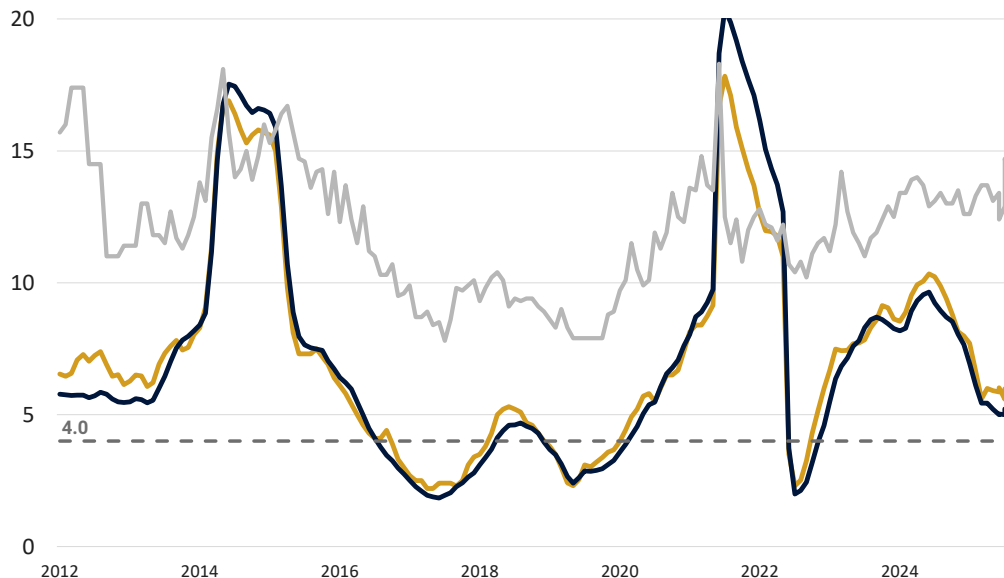
Underlying Inflation Measures

YoY growth, %

● Headline Inflation

● Core Inflation

● Inflation Expectations



Underlying Inflation Measures

YoY growth, %

Year	Month	Headline	Core	Inflation Expectations
2025	July	8.8	8.5	13.0
2025	August	8.1	8.0	13.5
2025	September	8.0	7.7	12.6
2025	October	7.7	6.9	12.6
2025	November	6.6	6.1	13.3
2025	December	5.6	5.4	13.7
2026	January	6.0	5.4	13.7
2026	February	5.9	5.2	13.1
2026	March	5.9	5.0	13.4
2026	April	5.6	5.0	12.9
2026	May	5.3	4.9	13.0
2026	June	6.0	5.0	12.4
2026	July	6.0	5.2	14.7
2026	August	6.3		13.7

Source: Central Bank of Russia, Rosstat
Note: The last point on the chart is August 2026



Current Economic Conditions

1.2 Domestic Economy

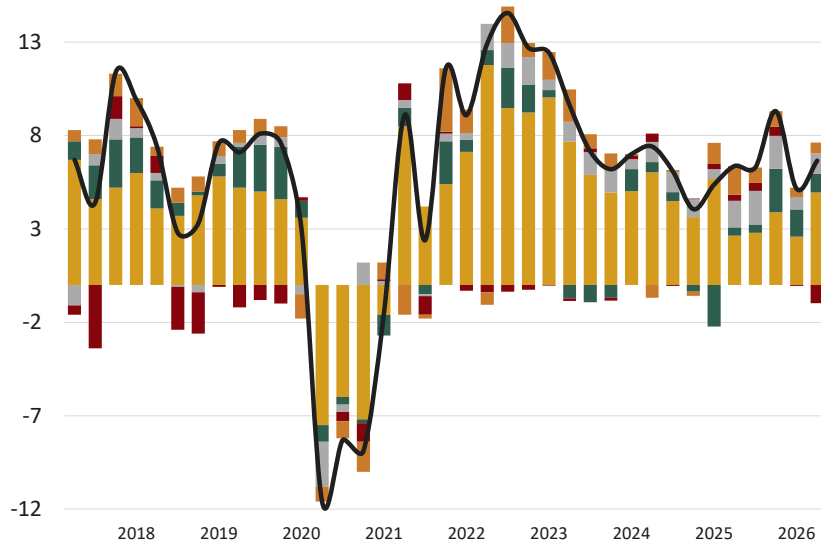


GDP by Production Approach

Contribution to GDP Growth

Percentage Points, Real Growth Rate, YoY, %

● Services ● Industry ● Construction ● Agriculture ● Net Taxes ● GDP



Source: Statistical Committee of RA, CBA calculations
Note: The last point on the chart is 2026 Q2.

Contribution to GDP Growth

Percentage Points, Real Growth Rate, YoY, %

Date	Services	Industry	Construction	Agriculture	Net Taxes	GDP
2025/Q1	5.7	-2.2	0.5	0.3	1.1	5.4
2025/Q2	2.6	0.4	1.4	0.3	1.5	6.4
2025/Q3	2.8	0.5	1.8	0.4	0.8	6.3
2025/Q4	3.9	2.3	1.8	0.5	0.8	9.3
2026/Q1	2.6	1.5	0.7	-0.1	0.5	5.2
2026/Q2	5.0	1.0	1.1	-1.0	0.6	6.7

Growth Rates By Sector

Real Growth Rate, YoY, %

Date	Services	Industry	Construction	Agriculture	Net Taxes	GDP
2025/Q1	8.1	-12.0	13.9	7.9	9.0	5.4
2025/Q2	3.8	3.0	24.3	5.0	22.0	6.4
2025/Q3	4.9	3.7	24.5	3.9	8.5	6.3
2025/Q4	7.2	15.5	18.6	6.3	7.8	9.3
2026/Q1	3.8	6.8	20.6	-1.6	3.9	5.2
2026/Q2	7.6	6.4	20.0	-15.3	7.3	6.7

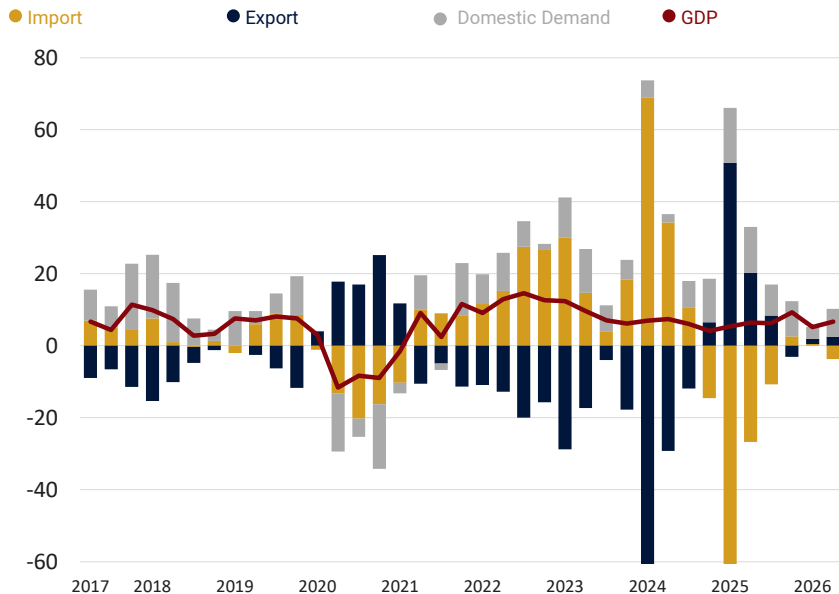




GDP by Expenditure Approach

Contribution to GDP Growth

Percentage Points, Real Growth Rate, YoY, %



Source: Statistical Committee of RA, CBA calculations

Note: The last point on the chart is 2026 Q2.

Contribution to GDP Growth

Percentage Points, Real Growth Rate, YoY, %

Date	Private Consumption	Public Consumption	Investment	Export	Import	GDP
2025/Q1	11.5	1.4	2.4	-60.7	50.8	5.4
2025/Q2	5.9	0.2	6.7	-26.7	20.3	6.4
2025/Q3	3.7	0.0	4.9	-10.7	8.4	6.3
2025/Q4	6.9	0.3	2.6	2.6	-3.1	9.3
2026/Q1	5.4	0.4	-2.5	0.5	1.4	5.2
2026/Q2	5.5	1.3	1.0	-3.7	2.5	6.7

Growth Rates, Categories

Real Growth Rate, YoY, %

Date	Private Consumption	Public Consumption	Investment	Export	Import	GDP
2025/Q1	16.1	16.4	14.1	-53.1	-43.3	5.4
2025/Q2	8.3	1.5	34.2	-31.9	-24.1	6.4
2025/Q3	5.3	0.1	22.8	-17.2	-13.6	6.3
2025/Q4	10.7	2.2	8.2	5.5	5.6	9.3
2026/Q1	6.5	8.5	-12.2	-1.7	-2.0	5.2
2026/Q2	7.7	18.0	9.0	-10.7	-4.6	6.7





Fiscal Policy

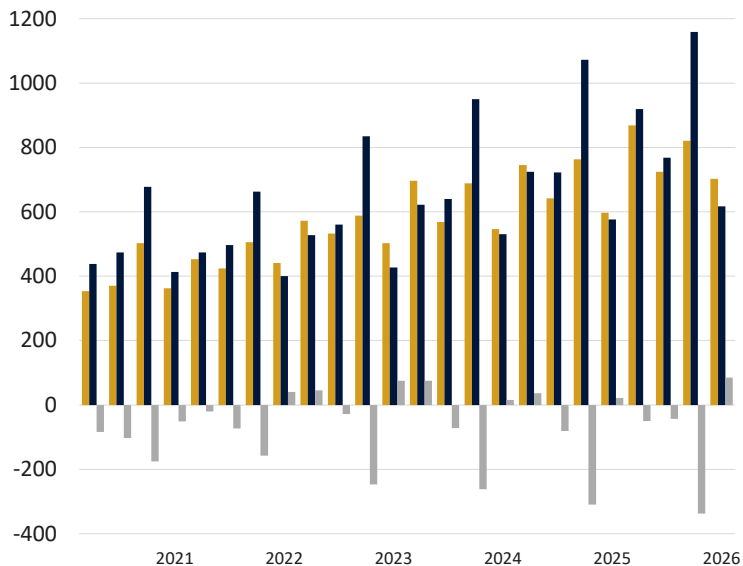
Public Revenues and Expenditures

Bln AMD

● Revenues

● Expenditures

● Deficit



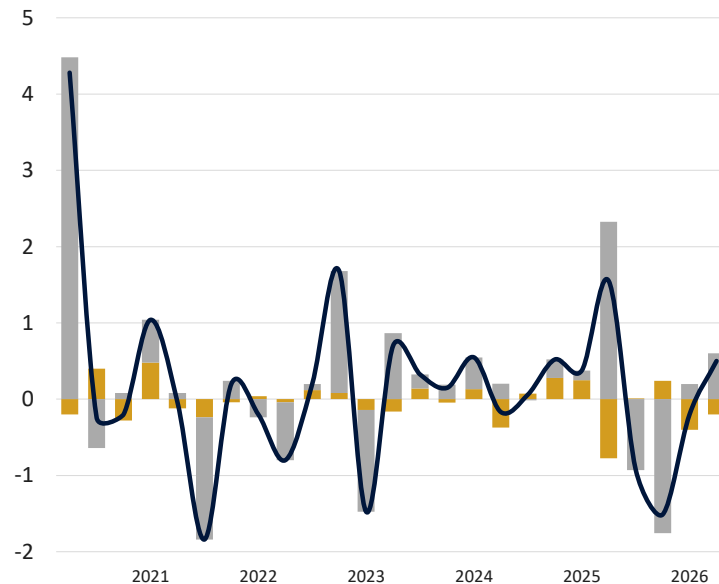
Fiscal Impulse

Percentage points impact on GDP, QoQ %

● Revenue Impulse

● Expenditure Impulse

● Total Impulse



Source: Statistical Committee of RA, CBA calculations

Note: Fiscal Impulse is based on seasonally adjusted revenues and expenditures. The last point on the chart is 2026 Q2.

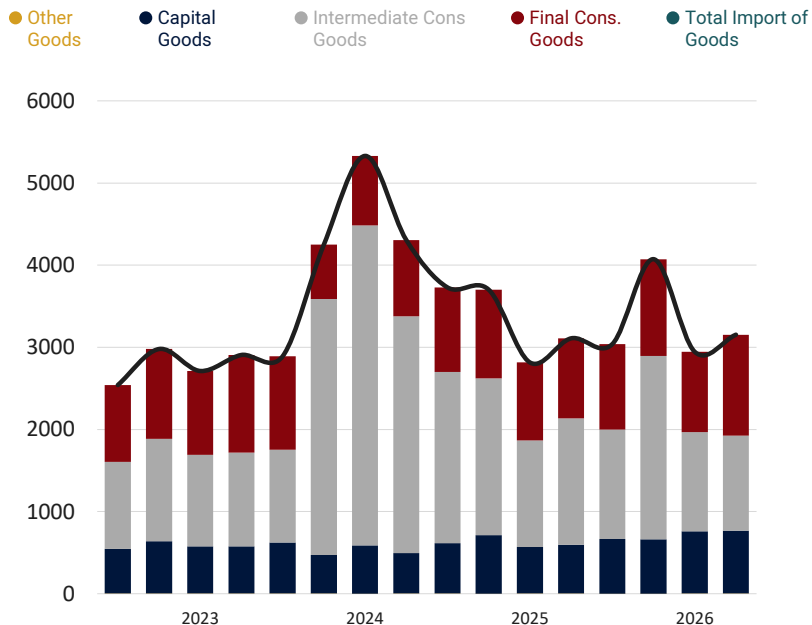




Current Account Developments

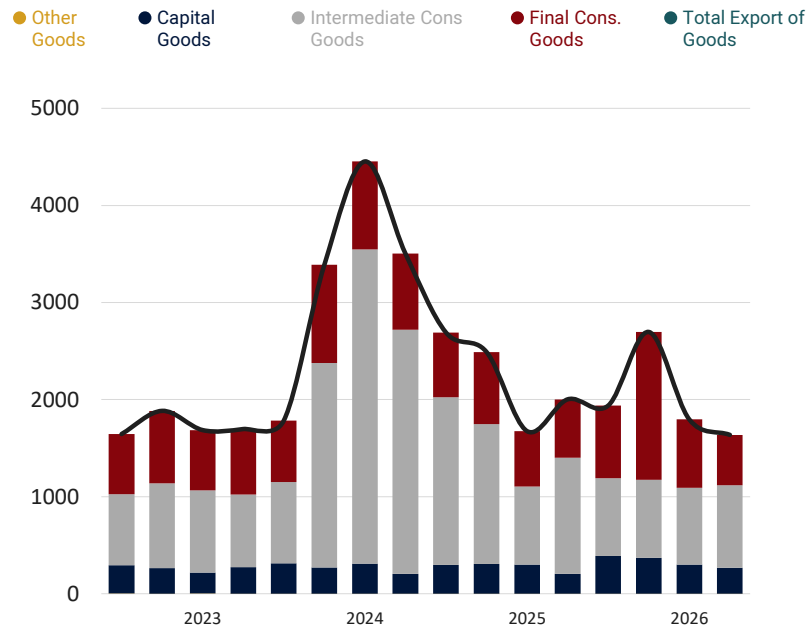
Nominal Imports in USD

mln USD



Nominal Exports in USD

mln USD



Source: Statistical Committee of RA, CBA calculations

Note: The last point on the chart is 2026 Q2.





Current Account

Current Account

mln USD

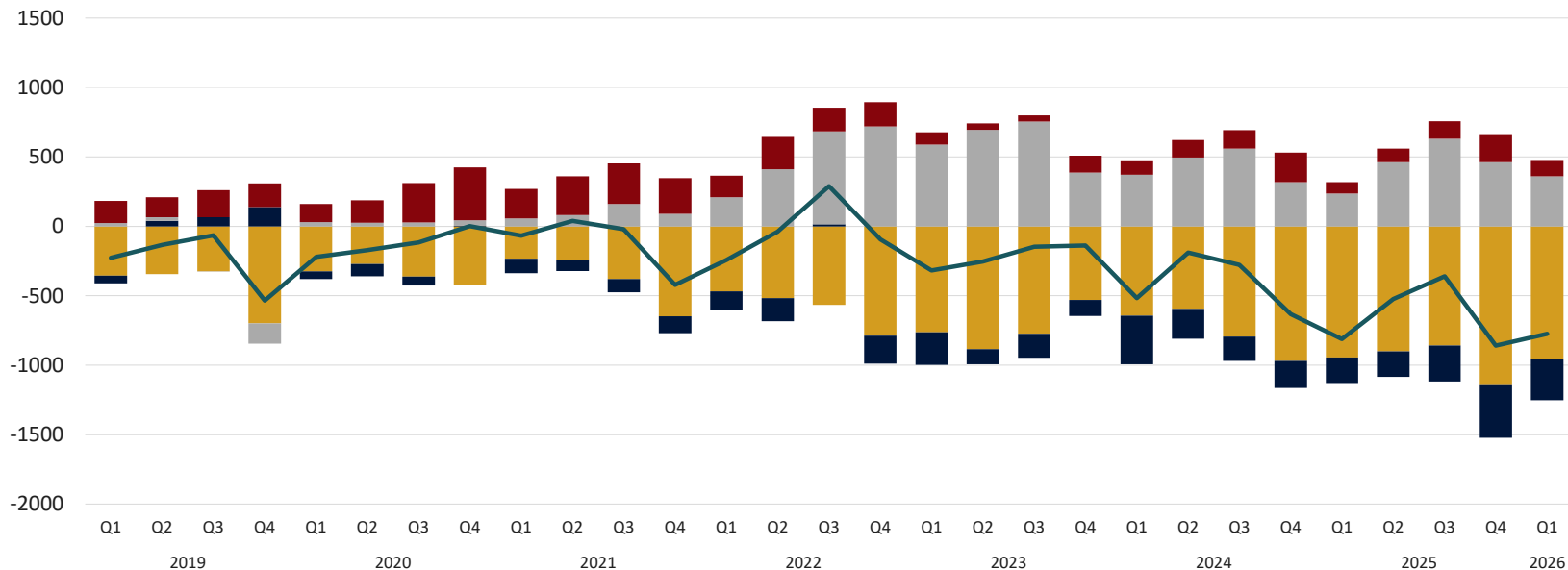
● Goods Balance

● Income Balance

● Services Balance

● Transfers (including official)

● Current account



Source: Statistical Committee of RA, CBA
Note: The last point on the chart is 2026 Q1.

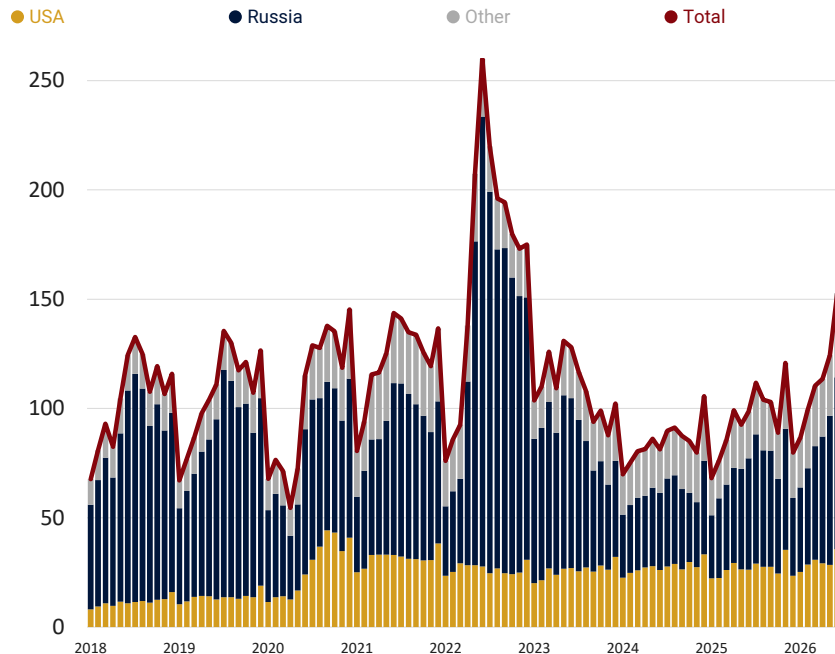




Inflow of Non-Commercial Transfers

Inflow of Non-Commercial Transfers by Countries

Nominal, mln USD



Source: Statistical Committee of RA, CBA calculations

Note: The last point on the chart is July 2026.

Inflow of Non-Commercial Transfers by Countries

Nominal, mln USD

Date	USA	Russia	Other	Total
2026/01	23.4	35.7	20.7	79.9
2026/02	25.3	38.6	22.8	86.7
2026/03	28.6	44.1	26.7	99.4
2026/04	30.7	52.0	27.7	110.5
2026/05	29.2	57.9	26.4	113.5
2026/06	28.4	68.3	27.7	124.4
2026/07	35.6	78.8	38.5	152.8

Non-Commercial Transfers By Countries

Inflow, YoY change, %

Date	USA	Russia	Other	Total
2026/01	4.8	23.8	22.0	17.1
2026/02	12.5	6.1	30.4	13.6
2026/03	9.6	13.0	30.0	16.0
2026/04	4.5	19.8	5.4	11.4
2026/05	10.8	25.8	30.1	22.5
2026/06	8.2	34.2	29.0	26.1
2026/07	22.3	33.2	63.5	36.7





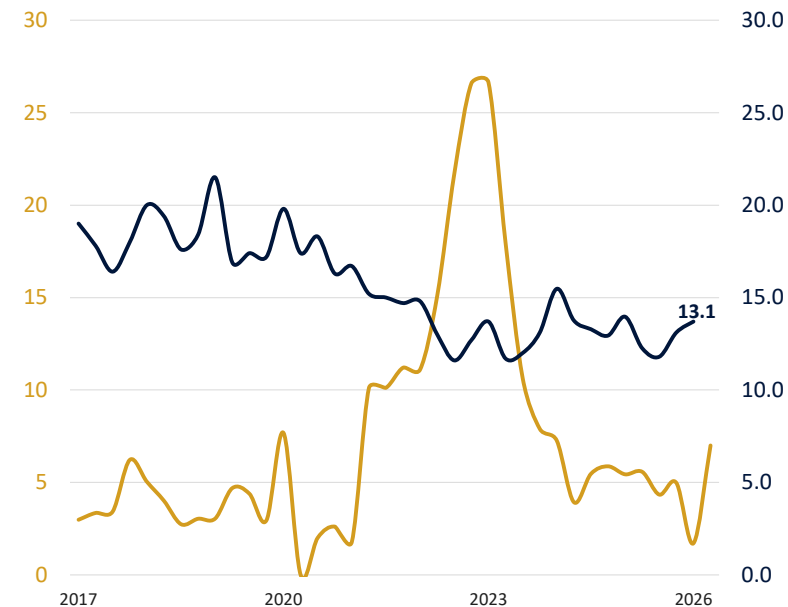
Labor Market Indicators

Unemployment Rate and Nominal Private Wage Growth

Percent, %

● Wages

● Unemployment rate



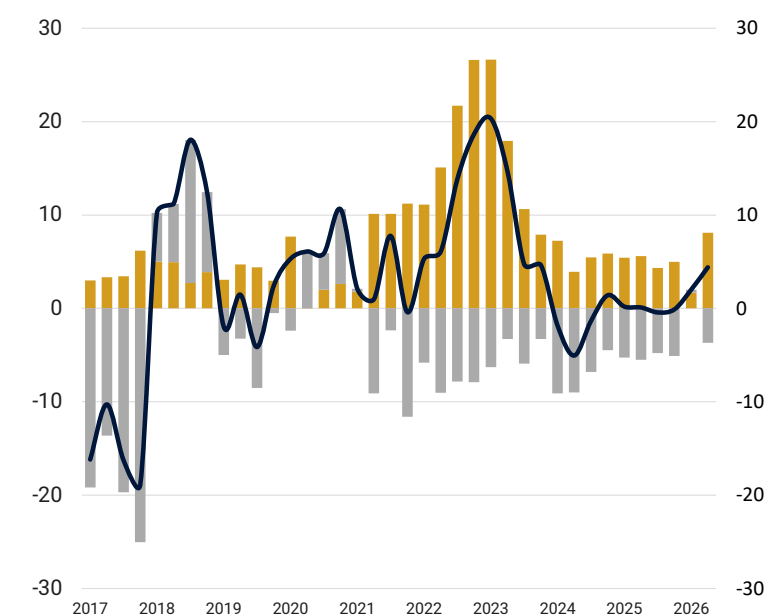
Contributions to Unit Labor Costs Growth

Percentage Points, YoY change, %

● Nominal Wages

● Real Productivity

● Nominal ULC



Source: Statistical Committee of RA, CBA

Note: The last point on left-hand side chart is 2026 Q2. The last point on right-hand side chart is 2026 Q2.



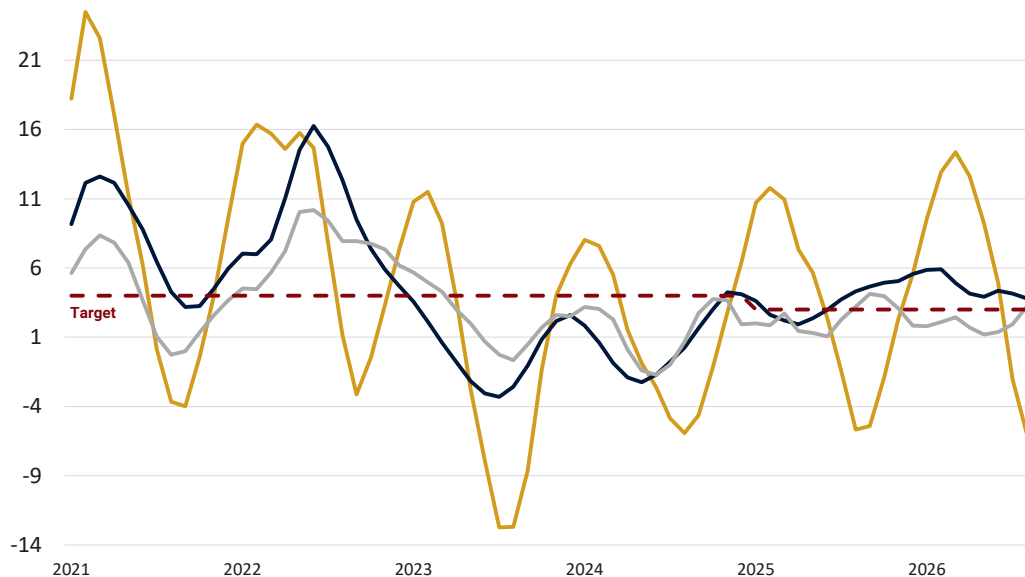


Conventional Measures of Underlying Inflation, 3m-o-3m

CPI and Core inflation

3m-o-3m annualized change, %

● CPI ● Core Inflation ● CPI w/o Food and Energy ● Target



CPI and Core inflation

3m-o-3m annualized change, %

Date	CPI	Core	CPI w/o Food and Energy
2025/05	5.7	2.4	1.3
2025/06	2.4	3.0	1.1
2025/07	-1.5	3.7	2.3
2025/08	-5.7	4.3	3.2
2025/09	-5.4	4.7	4.1
2025/10	-1.9	4.9	4.0
2025/11	2.3	5.1	3.1
2025/12	5.5	5.6	1.8
2026/01	9.5	5.9	1.8
2026/02	12.9	5.9	2.1
2026/03	14.4	4.9	2.4
2026/04	12.6	4.2	1.7
2026/05	9.2	3.9	1.2
2026/06	4.9	4.4	1.4
2026/07	-2.0	4.1	1.9
2026/08	-5.9	3.8	3.2

Source: Statistical Committee of RA, CBA calculations

Note: The last point on the chart is August 2026.



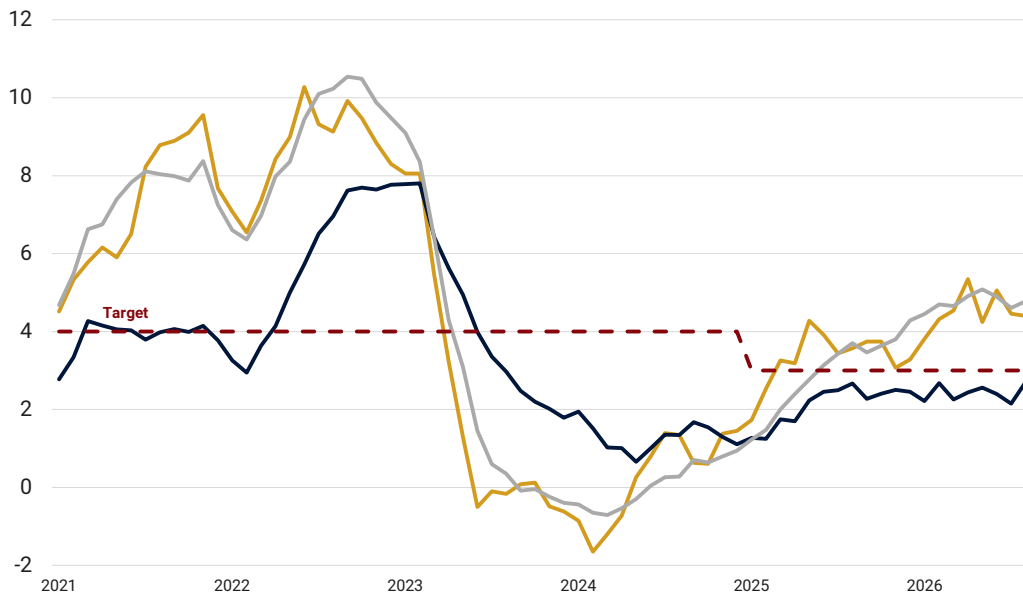


Conventional Measures of Underlying Inflation, YoY

CPI and Core inflation

YoY change, %

● CPI ● CPI w/o Food and Energy ● Core Inflation ● Target



CPI and Core inflation

YoY change, %

Date	CPI	Core Inflation	CPI w/o Food and Energy
2025/05	4.3	2.8	2.2
2025/06	3.9	3.1	2.5
2025/07	3.4	3.4	2.5
2025/08	3.6	3.7	2.7
2025/09	3.7	3.5	2.3
2025/10	3.7	3.6	2.4
2025/11	3.1	3.8	2.5
2025/12	3.3	4.3	2.5
2026/01	3.8	4.5	2.2
2026/02	4.3	4.7	2.7
2026/03	4.5	4.7	2.3
2026/04	5.3	4.9	2.4
2026/05	4.2	5.1	2.6
2026/06	5.1	4.9	2.4
2026/07	4.5	4.6	2.1
2026/08	4.4	4.8	2.7

Source: Statistical Committee of RA, CBA calculations

Note: The last point on the chart is August 2026.





Non-traded Sticky Prices

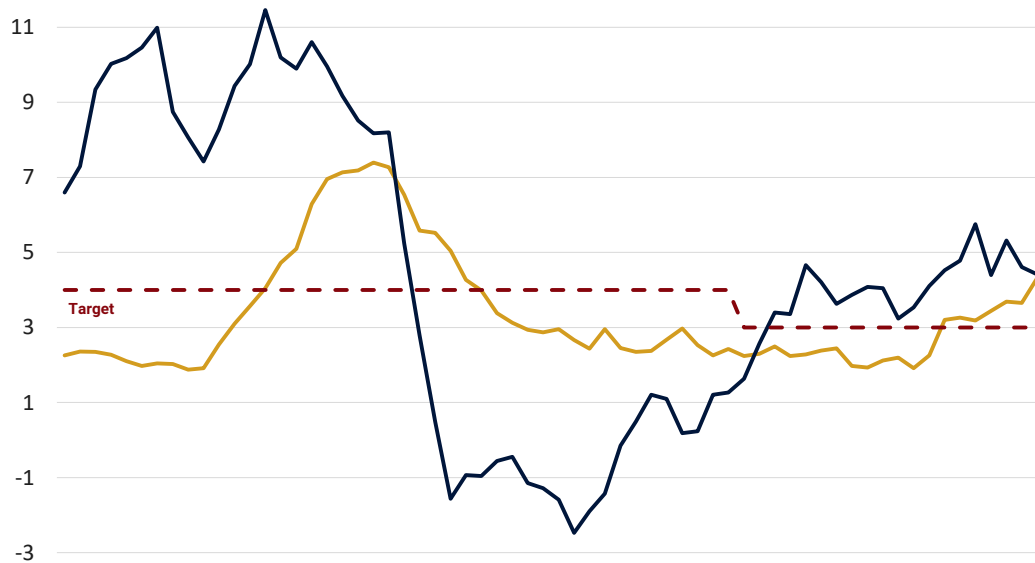
Non-traded Sticky Prices and Flexible Prices

YoY change, %

● NTSPI

● Flexible inflation

● Target



Non-traded Sticky Prices and Flexible Prices

YoY change, %

Date	Flexible inflation YoY	NTSPI, YoY	NTSPI, 3m-o-3m	Flexible price, 3m-o-3m
2025/06	4.2	2.4	1.5	2.6
2025/07	3.6	2.4	0.9	-1.9
2025/08	3.9	2.0	0.6	-6.9
2025/09	4.1	1.9	1.7	-6.8
2025/10	4.0	2.1	2.7	-2.8
2025/11	3.2	2.2	4.0	2.0
2025/12	3.5	1.9	2.7	6.1
2026/01	4.1	2.3	2.0	11.0
2026/02	4.5	3.2	2.9	14.8
2026/03	4.8	3.3	5.7	16.0
2026/04	5.8	3.2	7.1	13.7
2026/05	4.4	3.4	5.5	9.9
2026/06	5.3	3.7	3.5	5.2
2026/07	4.6	3.7	2.4	-2.9
2026/08	4.4	4.3	2.9	-7.6

Source: Statistical Committee of RA, CBA calculations

Note: The last point on the chart is August 2026.

"Non-Tradeable Sticky Price Inflation: Developing Better Concepts for Monetary Policy Analysis", Papikyan, Avetisyan, Laxton et al, 2023.



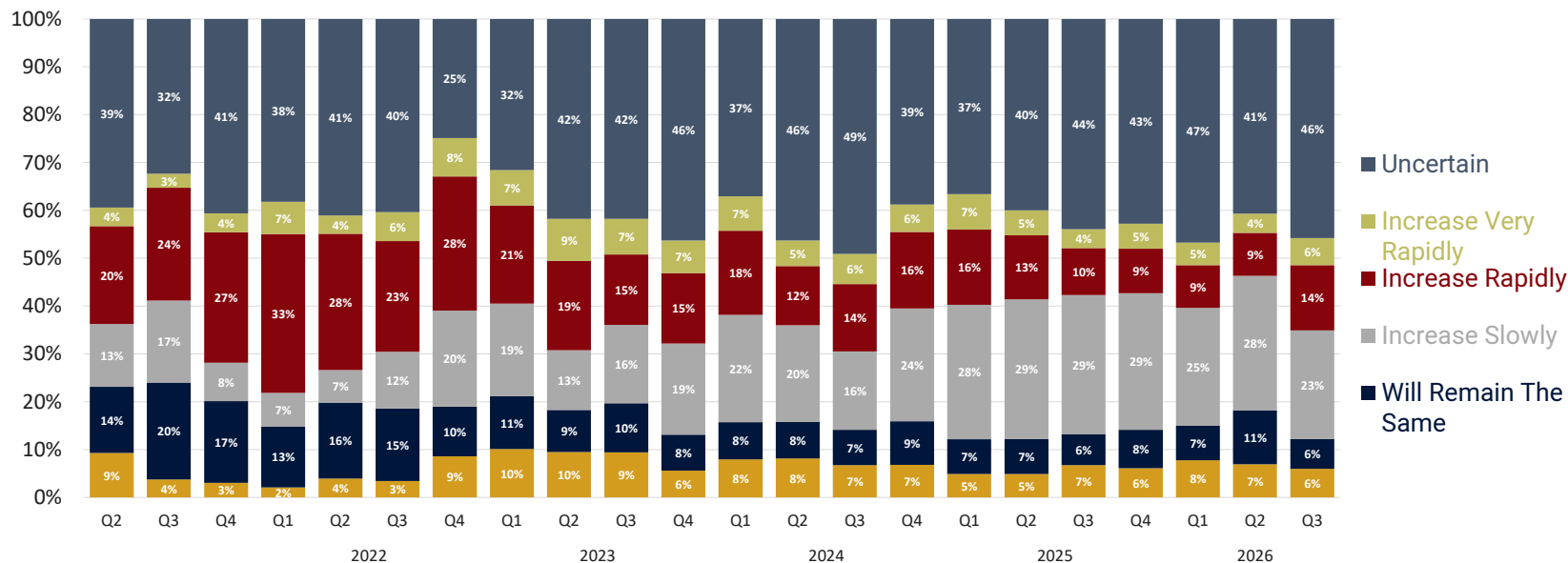


Domestic
economy

Survey of Inflation Expectations

Survey of Households on Inflation Expectations

Share of Total Answers, %



Source: Statistical Committee of RA, CBA calculations

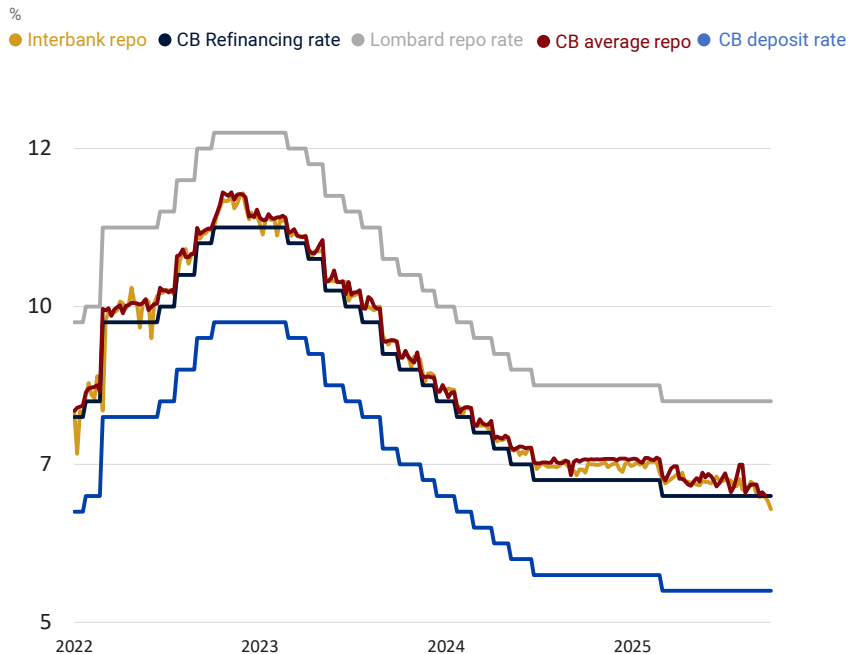
Note: The last point on the chart is 2026 Q3.



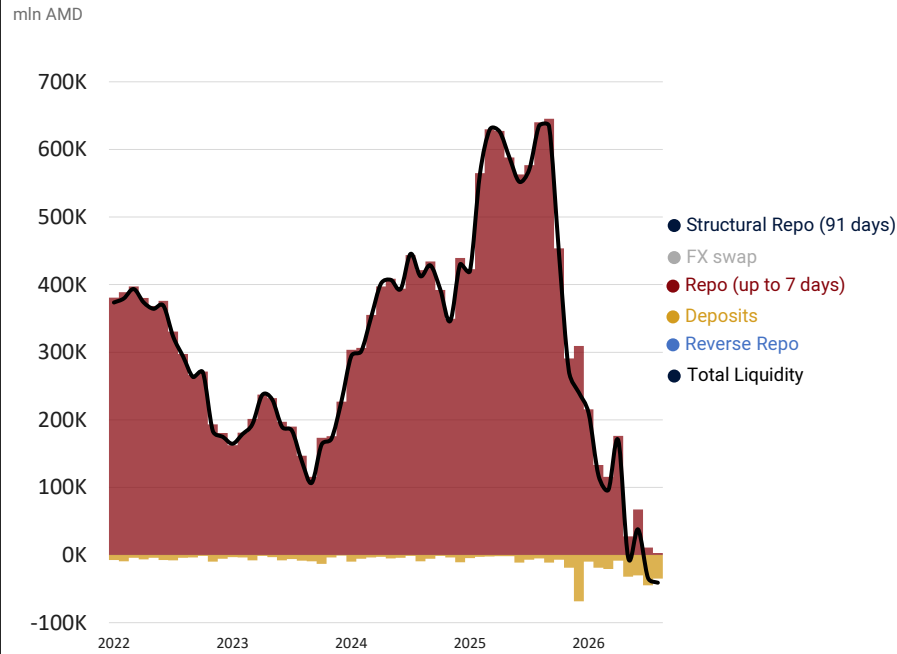


Open Market Operations and Money Market Rates

Repo Market Interest Rates



CBA Operations



Source: CBA

Note: The last point on left-hand side chart is September 2026. The last point on right-hand side chart is August 2026.



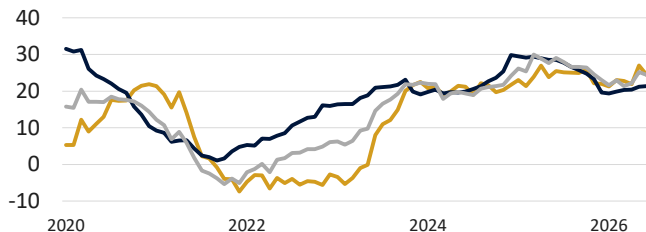


Deposits and Loans

Loans to Households and Businesses

YoY change, %

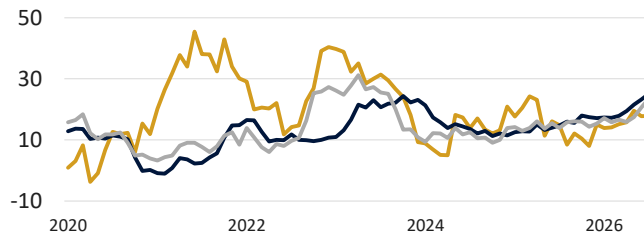
● Loans to Businesses ● Loans to Households ● Total loans



Deposits from Households and Businesses

YoY change, %

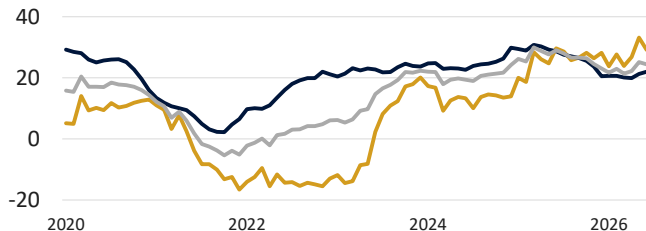
● Deposits from Businesses ● Deposits from Households ● Total deposits



Loans by Currency

YoY change, %

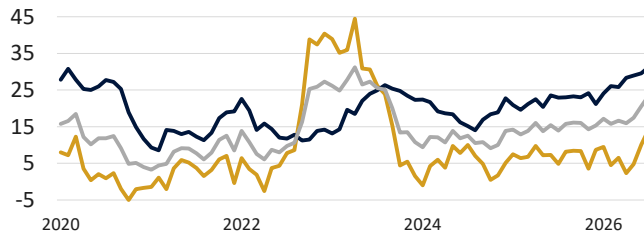
● FX loans ● AMD loans ● Total loans



Deposits by Currency

YoY change, %

● FX Deposits ● AMD deposits ● Total deposits



Source: Statistical Committee of RA, CBA calculations

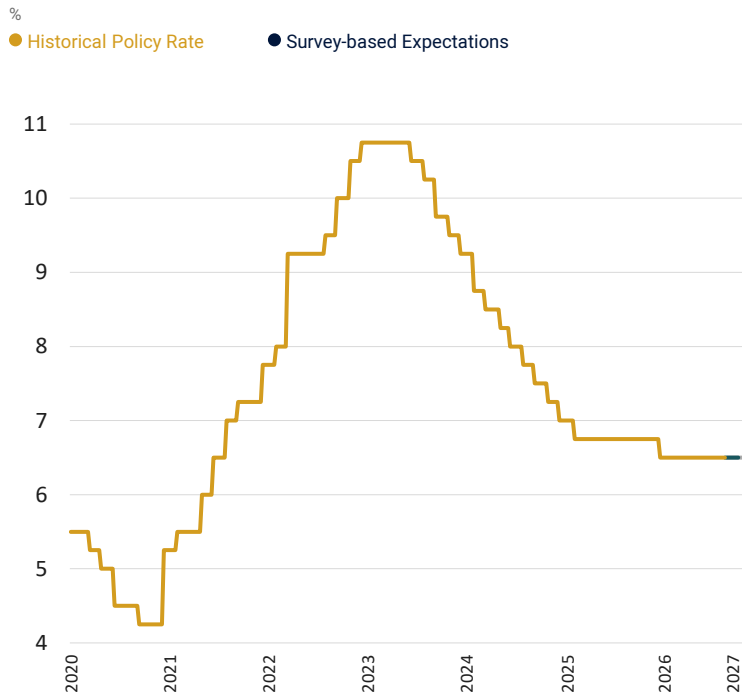
Note: The last point on the chart is July 2026.





Market Expectations for Policy Rate

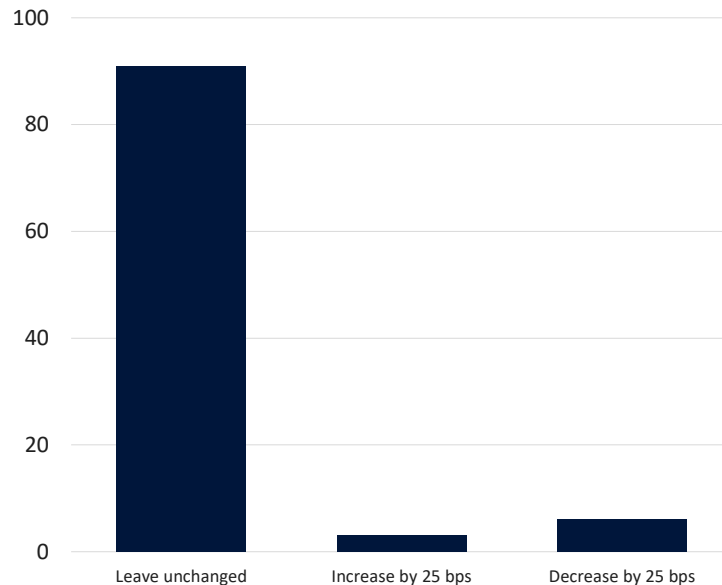
Market Expectations of Policy Rate



Probability of Policy Rate Change for Upcoming September 2026

Decision Based on Market Participants' Survey

● Probability



Source: CBA Survey of Market Participants, CBA calculations

Note: The last point on the chart is August 2027.





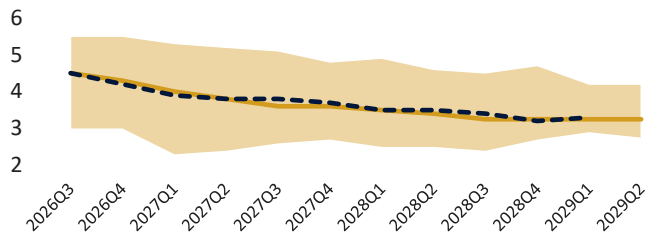
Long-Term Market Expectations

Inflation

YoY change, %

● Median of the Q3 2026 Survey

● Median of the Previous Survey

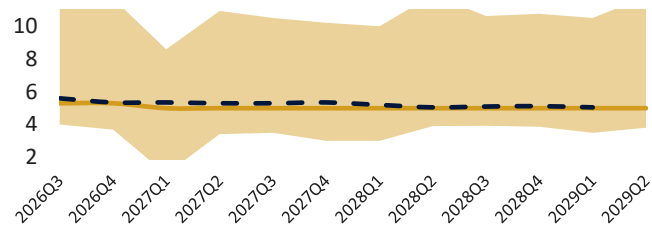


GDP Growth

YoY change, %

● Median of the Q3 2026 Survey

● Median of the Previous Survey

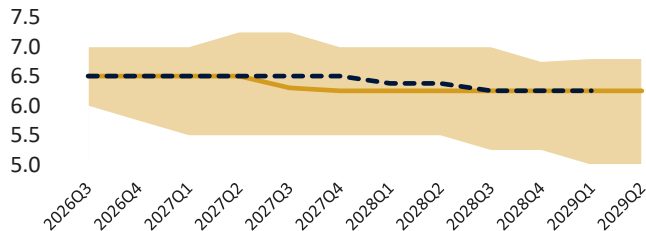


Policy Rate

%

● Median of the Q3 2026 Survey

● Median of the Previous Survey

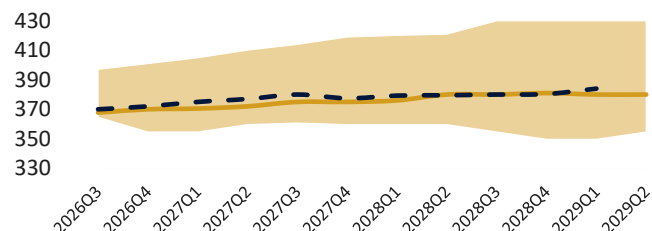


Nominal Exchange Rate (USD/AMD)

AMD per USD

● Median of the Q3 2026 Survey

● Median of the Previous Survey



Source: CBA Quarterly Survey of Commercial Banks

Note: The last point on the chart is Q3 2029.



General Assumptions and Judgements

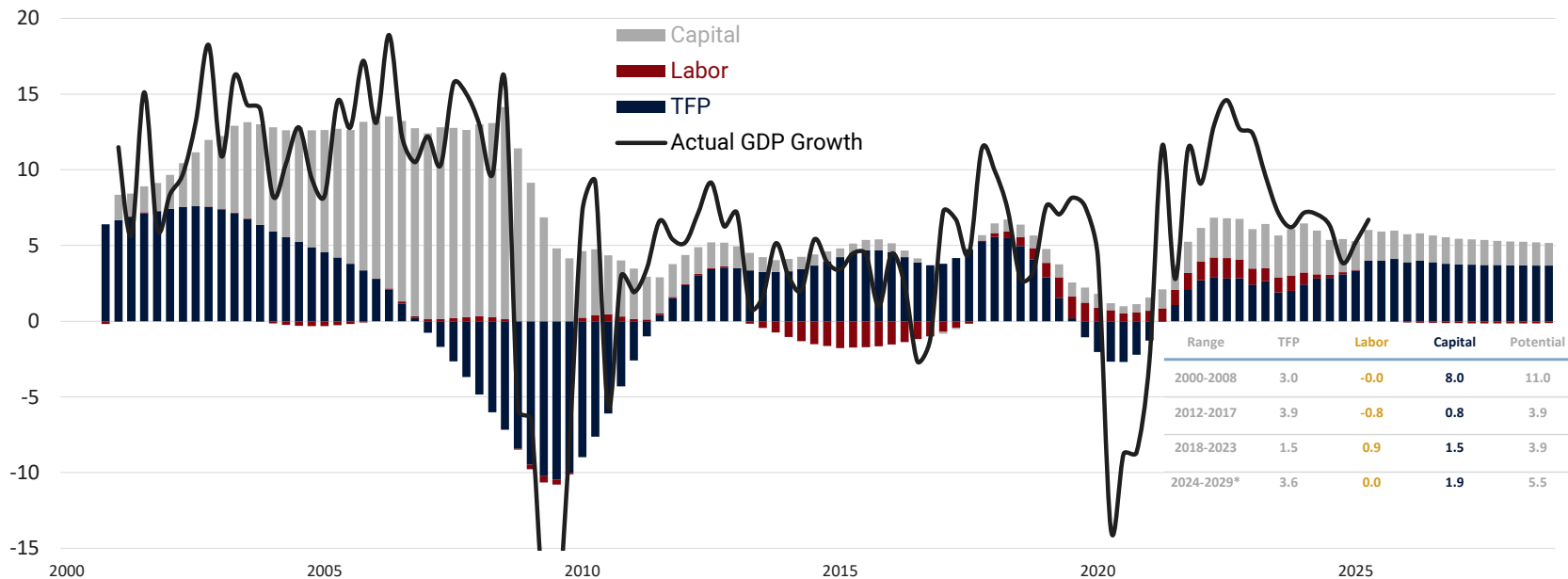




Long-Term Growth Potential in Armenia

Contribution to Potential GDP Growth

Percentage points, YoY, %



Source: CBA calculations

Note: Estimates are based on Staff Judgements and are subject to Uncertainty.

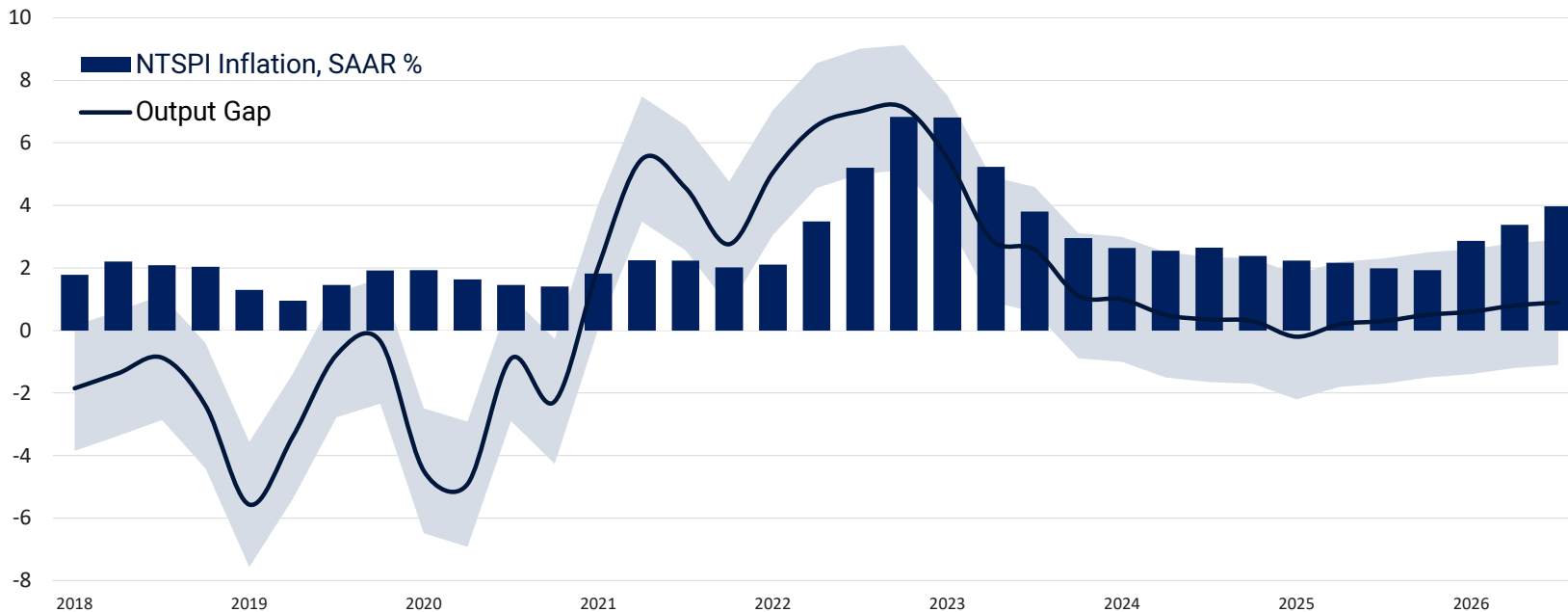




Cyclical Indicators

Output Gap And Inflation

Q-o-Q, %, Shaded Area Reflects Uncertainty Around The Output Gap estimates



Source: CBA calculations

Note: Estimates are based on Staff Judgements and are subject to Uncertainty. The last point on the chart is Q3 2026.

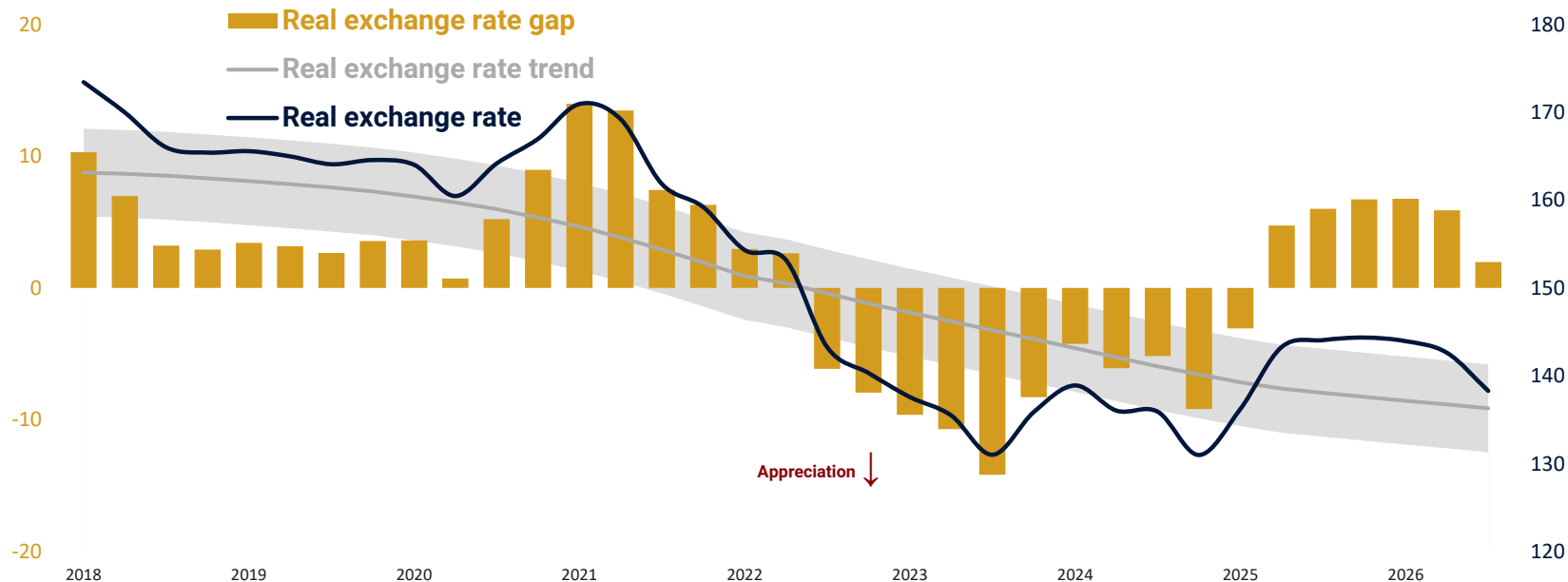




Real Effective Exchange Rate

Real Effective Exchange Rate and Trend

100 log Index, percentage deviation from trend



Source: CBA calculations

Note: Estimates are based on Staff Judgements and are subject to Uncertainty. The RER is based on 3 country. The last point on the chart is Q3 2026.





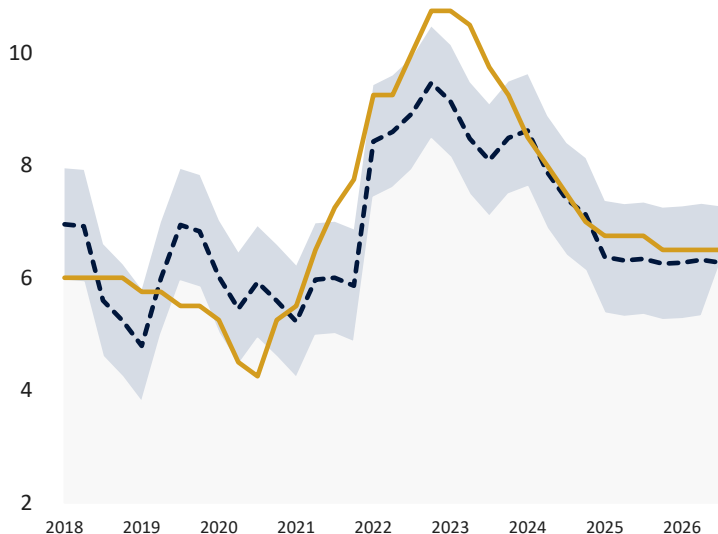
Monetary Policy and Equilibrium Interest Rate

Nominal Policy Rate and Neutral Rate Estimate

Percent, %, Shaded Area Reflects Uncertainty Around The Neutral Rate Estimate

● Policy Rate

● Neutral Rate



Contribution to Nominal Neutral Interest Rate Estimate

p.p

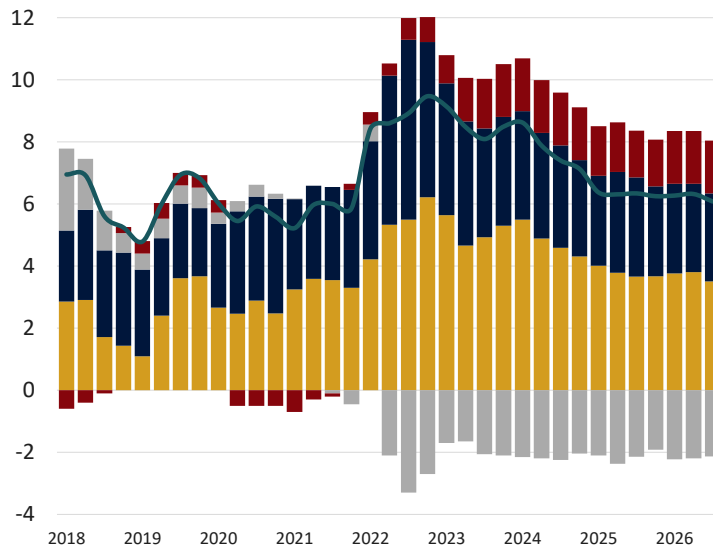
● Inflation Expectations

● RER Trend Appreciation

● US Neutral Real Rate

● Risk Premium

● Neutral Nominal Rate



Source: CBA calculations

Note: Estimates are based on Staff Judgements and are subject to Uncertainty. The last point on the chart is Q3 2026.



Illustrative Case A & B Scenarios

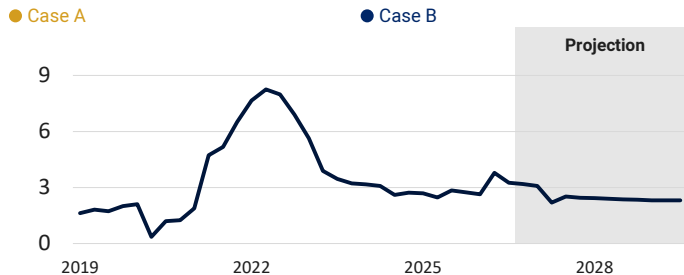




United States: Main Economic Indicators

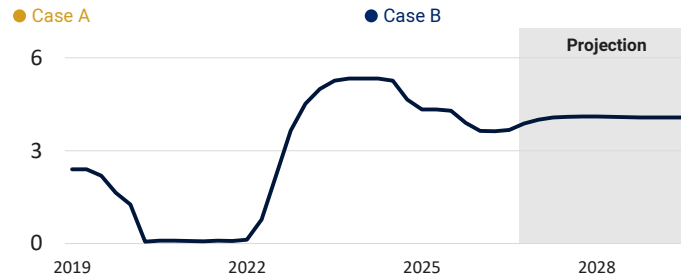
Headline Inflation

YoY change, %



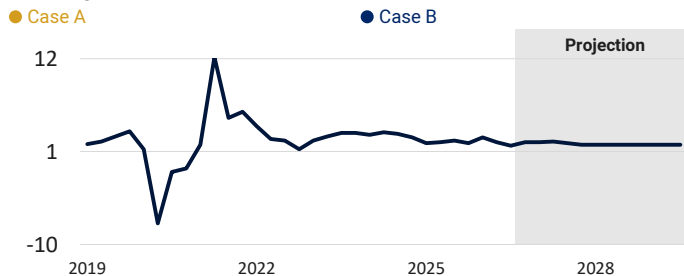
Policy Rate

%



Real GDP

YoY Change, %



Exchange Rate

USD/EUR Level



Source: Bloomberg, CBA calculations

Note: This is an illustrative market reference scenario, Projections for 3 year medium term horizon.

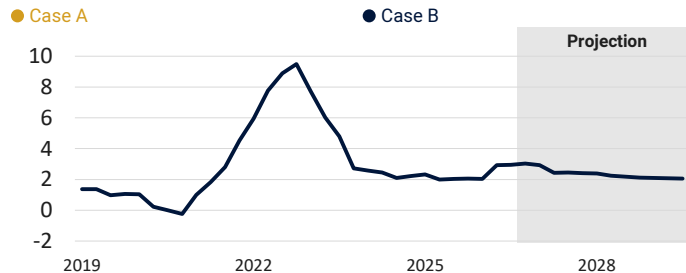




Euro Area & Russia: Main Economic Indicators

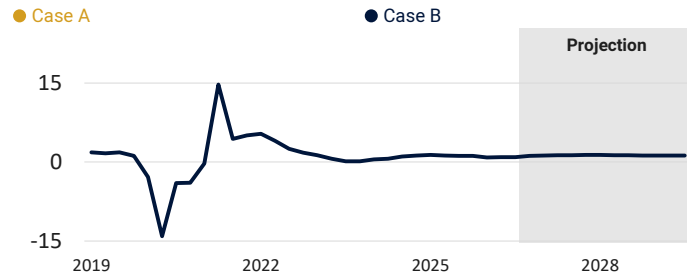
EU: Headline Inflation

YoY change, %



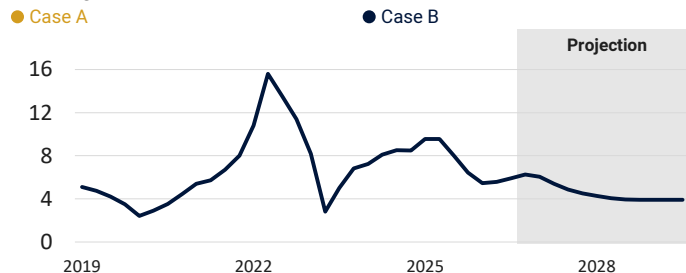
EU: Real GDP

YoY change, %



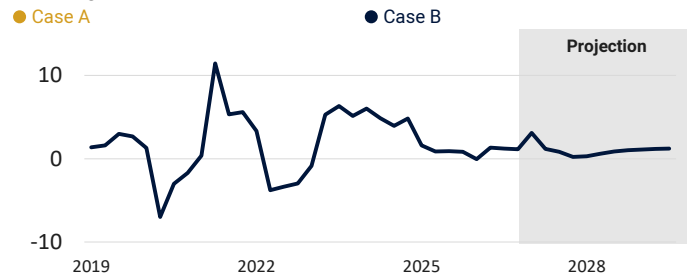
Russia: Headline Inflation

YoY change, %



Russia: Real GDP

YoY Change, %



Source: Bloomberg, CBA calculations

Note: This is an illustrative market reference scenario, Projections for 3 year medium term horizon.

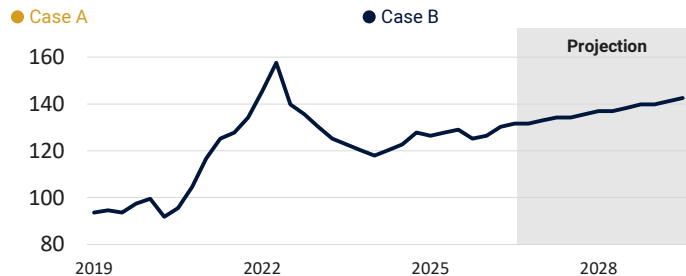




International Food And Commodity Prices

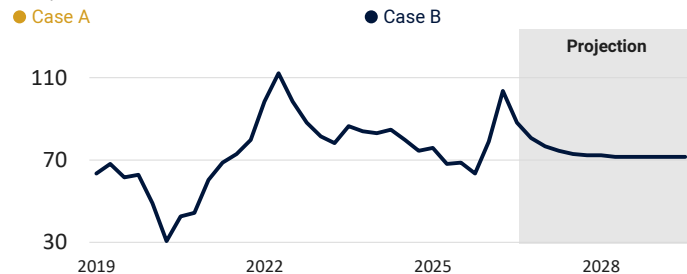
International Food Price (FAO) Index

index, 2014-2016 = 100



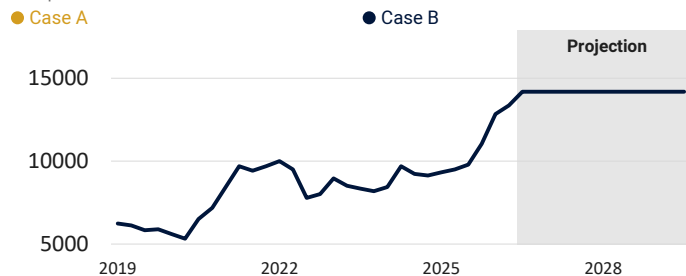
Brent Crude Oil Price

USD per barrel



Copper Price

USD per tonne



Source: Bloomberg, CBA calculations

Note: This is an illustrative market reference scenario, Projections for 3 year medium term horizon.

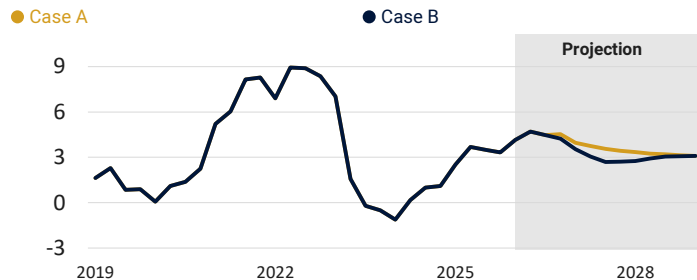




Illustrative Case A&B Scenarios

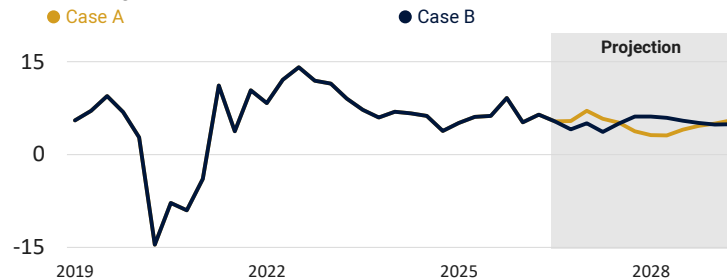
Headline Inflation

YoY Growth Rate, %



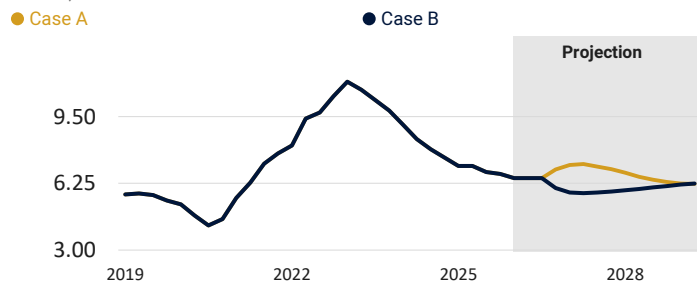
Real GDP Growth

YoY Change, %



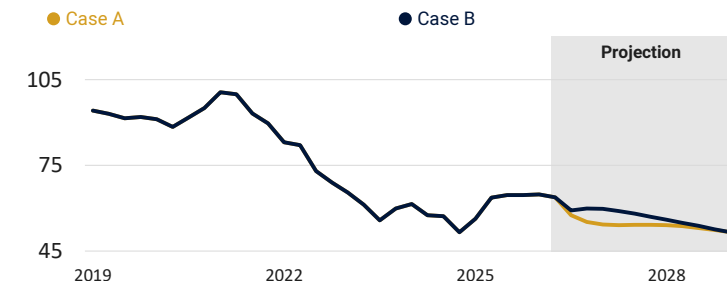
Policy Rate

Percent, %



Nominal Effective Exchange Rate

Index



Source: CBA projections

Note: These are illustrative Case A & B scenarios, which reflect developments requiring a higher or lower policy rate path compared to market pricing. Projections for 3 year medium term horizon.

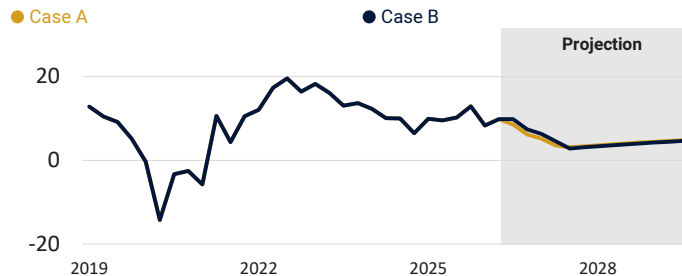




Illustrative Case A&B Scenarios

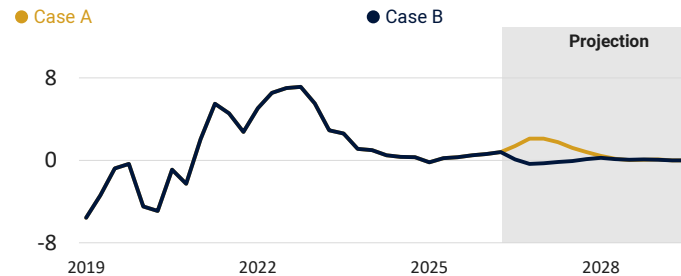
Potential GDP Growth

YoY Growth Rate, %



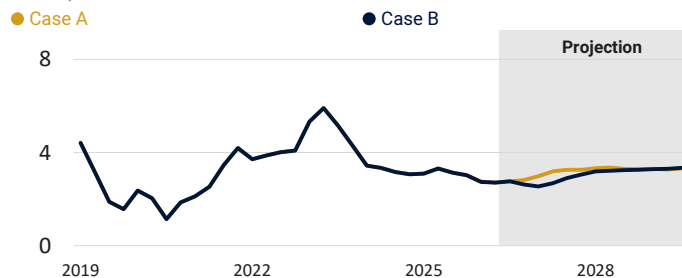
Output Gap

Percent, %



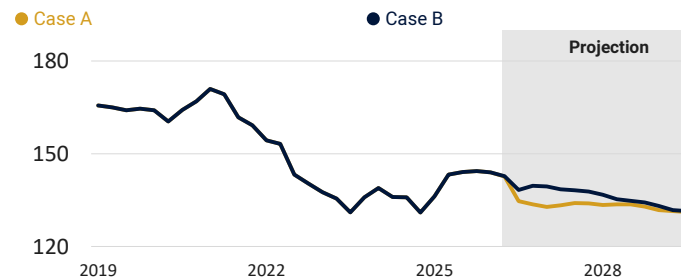
Real Interest Rate

Percent, %



Real Effective Exchange Rate

Index



Source: CBA projections

Note: These are illustrative Case A & B scenarios, which reflect developments requiring a higher or lower policy rate path compared to market pricing. Projections for 3 year medium term horizon.

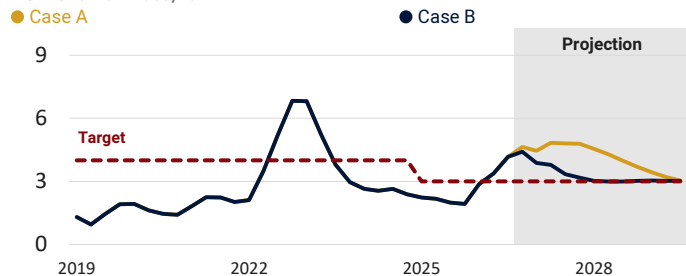




Illustrative Case A&B Scenarios

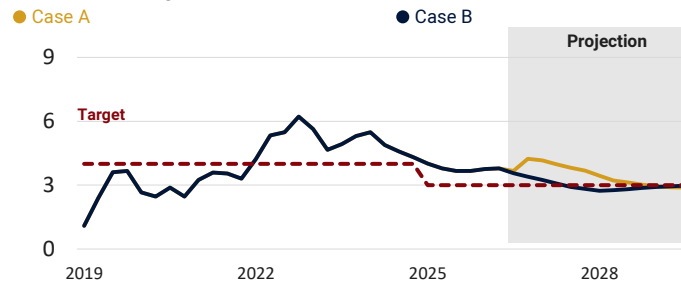
Non Traded Sticky Price Inflation

YoY Growth Rate, %



Model Based Inflation Expectations

1Y Ahead YoY Change, %



Source: CBA projections

Note: These are illustrative Case A & B scenarios, which reflect developments requiring a higher or lower policy rate path compared to market pricing. Projections for 3 year medium term horizon.

