

MACROECONOMIC AND BUDGETARY REVIEW

No 6/2026

GROSS DOMESTIC PRODUCT (GDP)

GDP 2025

Current prices

43 026 mln €

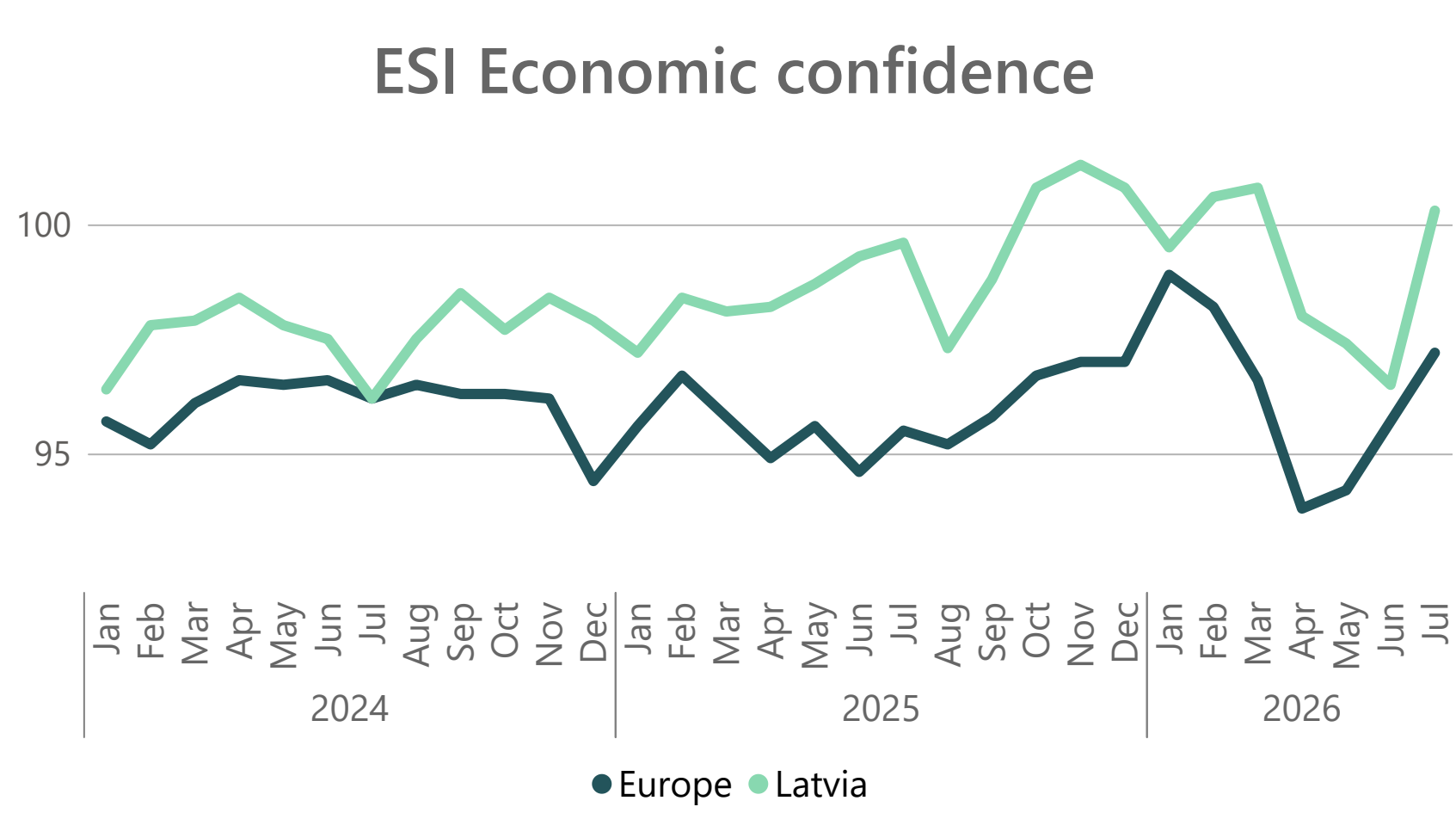
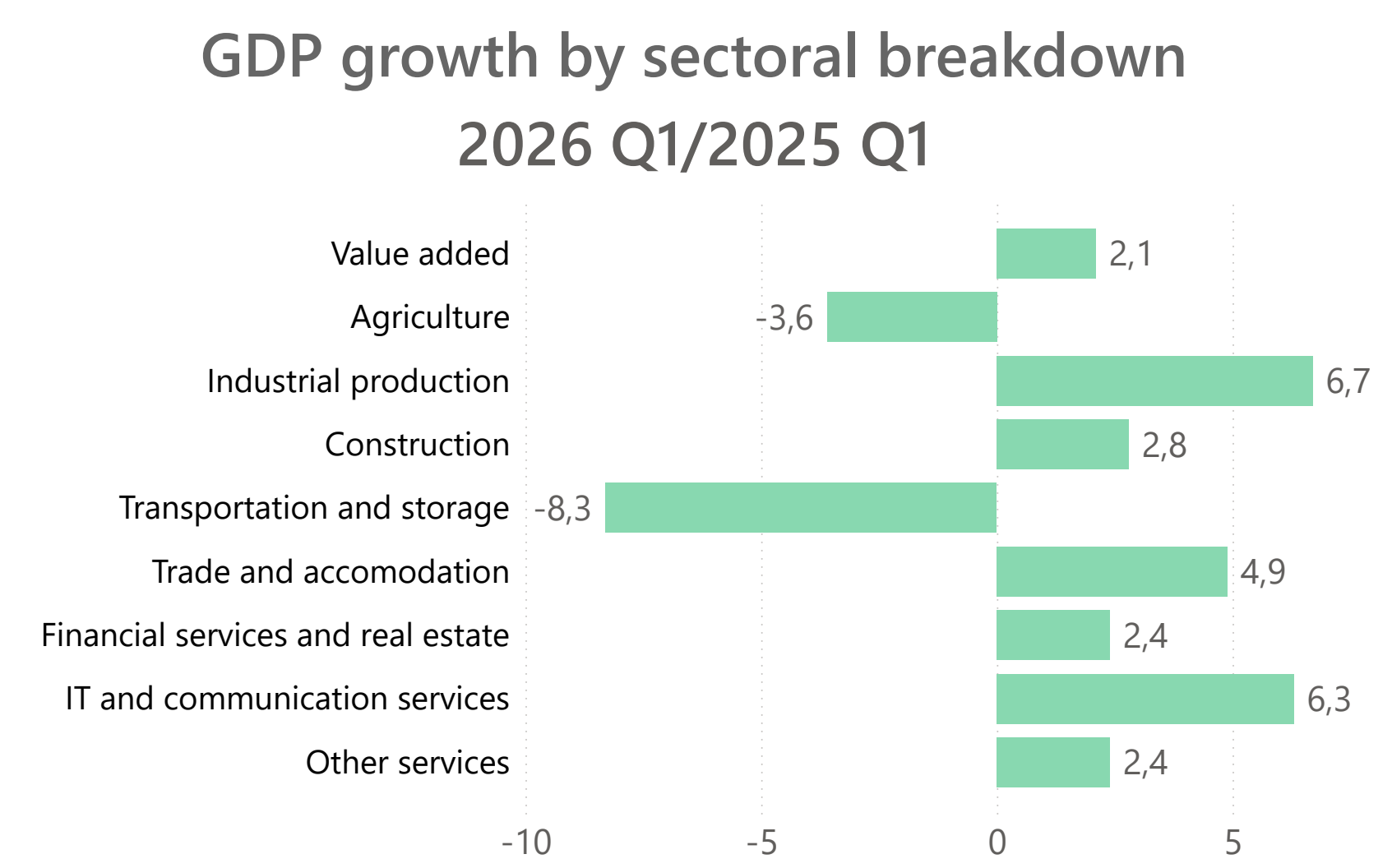
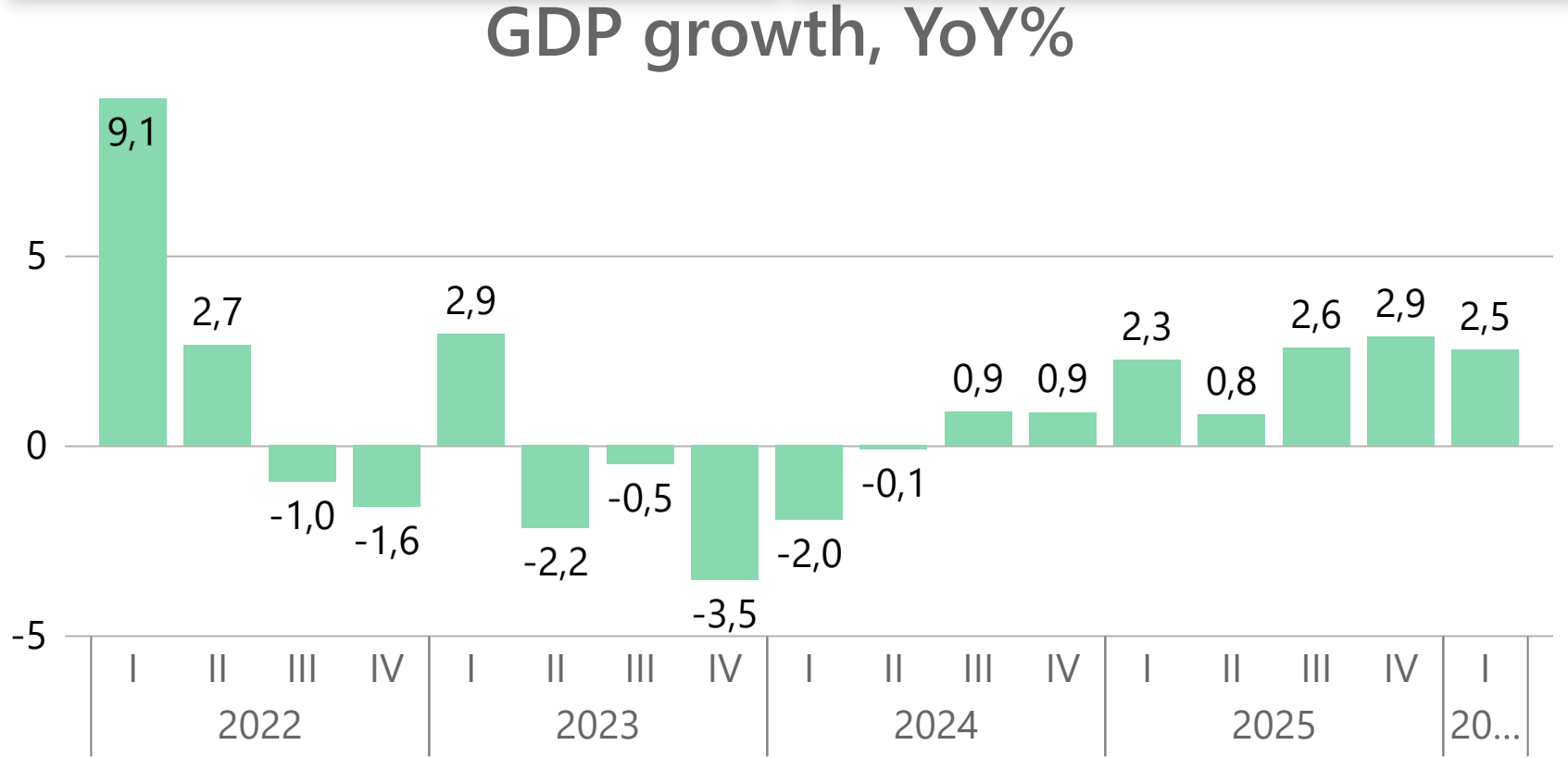
CSB, 21.04.2026

GDP forecast 2026

Comparable prices

2.0%

MoF June 2026



Source: European Commission; Central Statistical Bureau(CSB).

INFLATION

Consumer prices

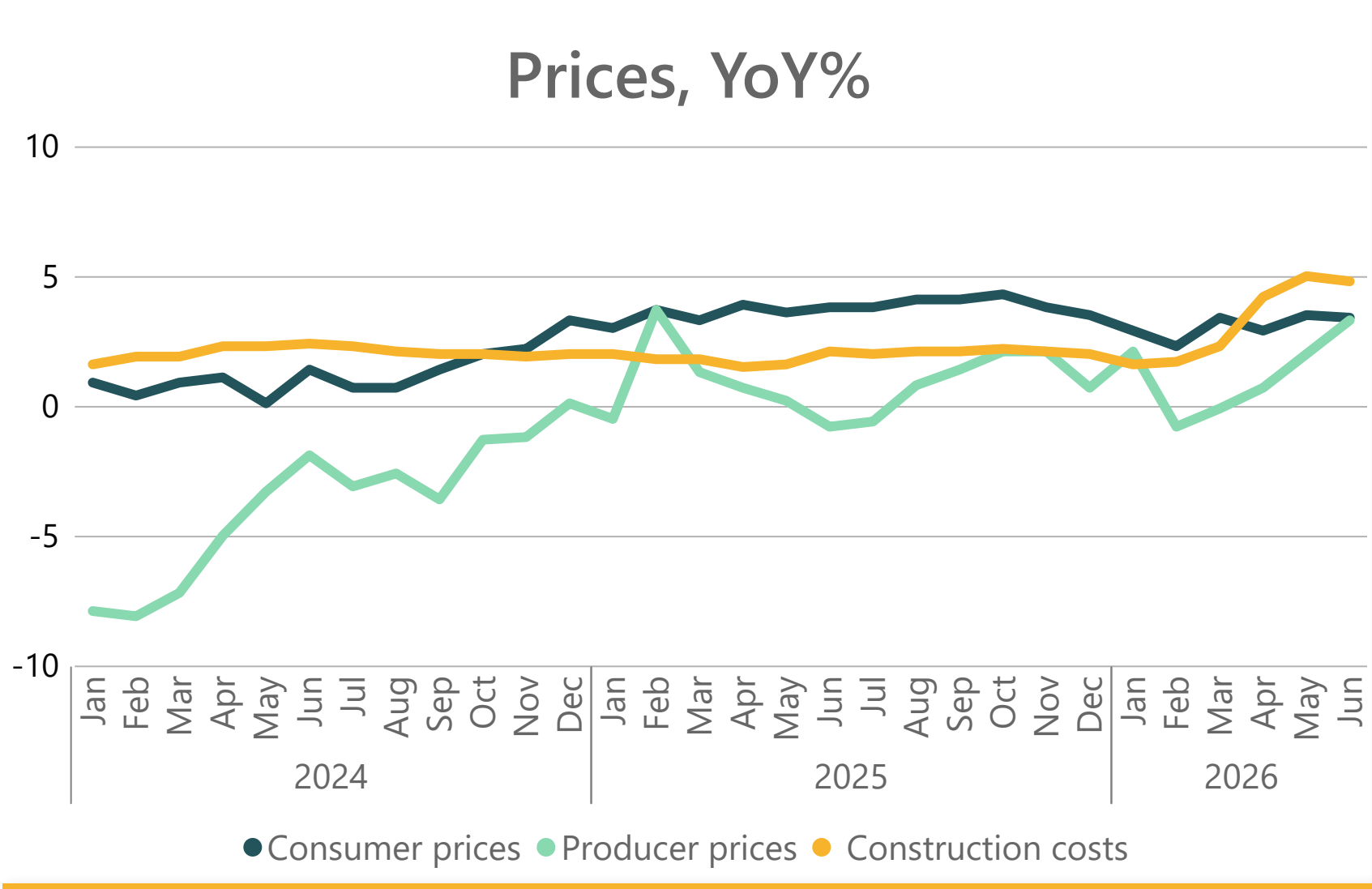
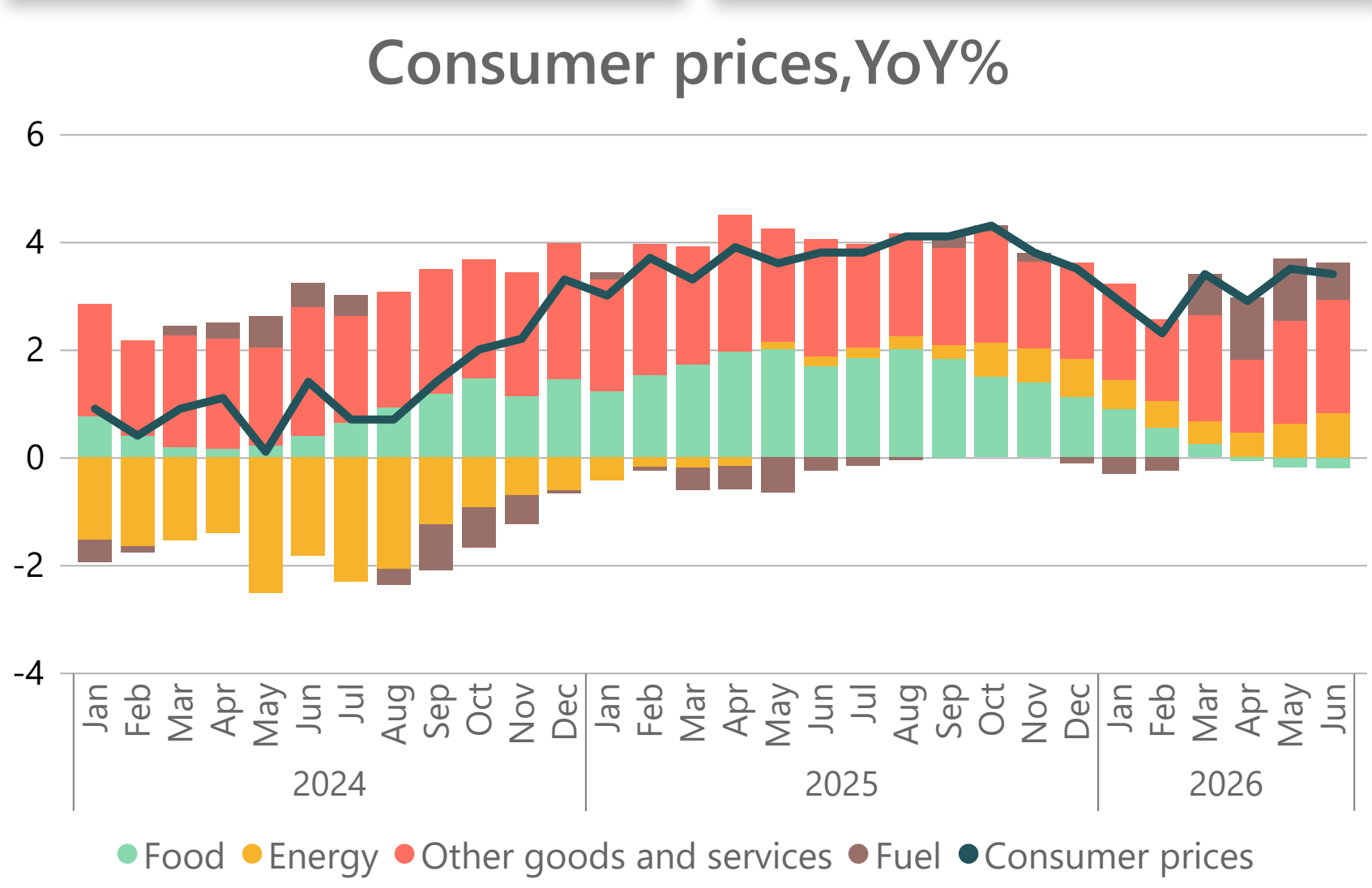
3.4%

June 2026

Producer prices

3.3%

June 2026



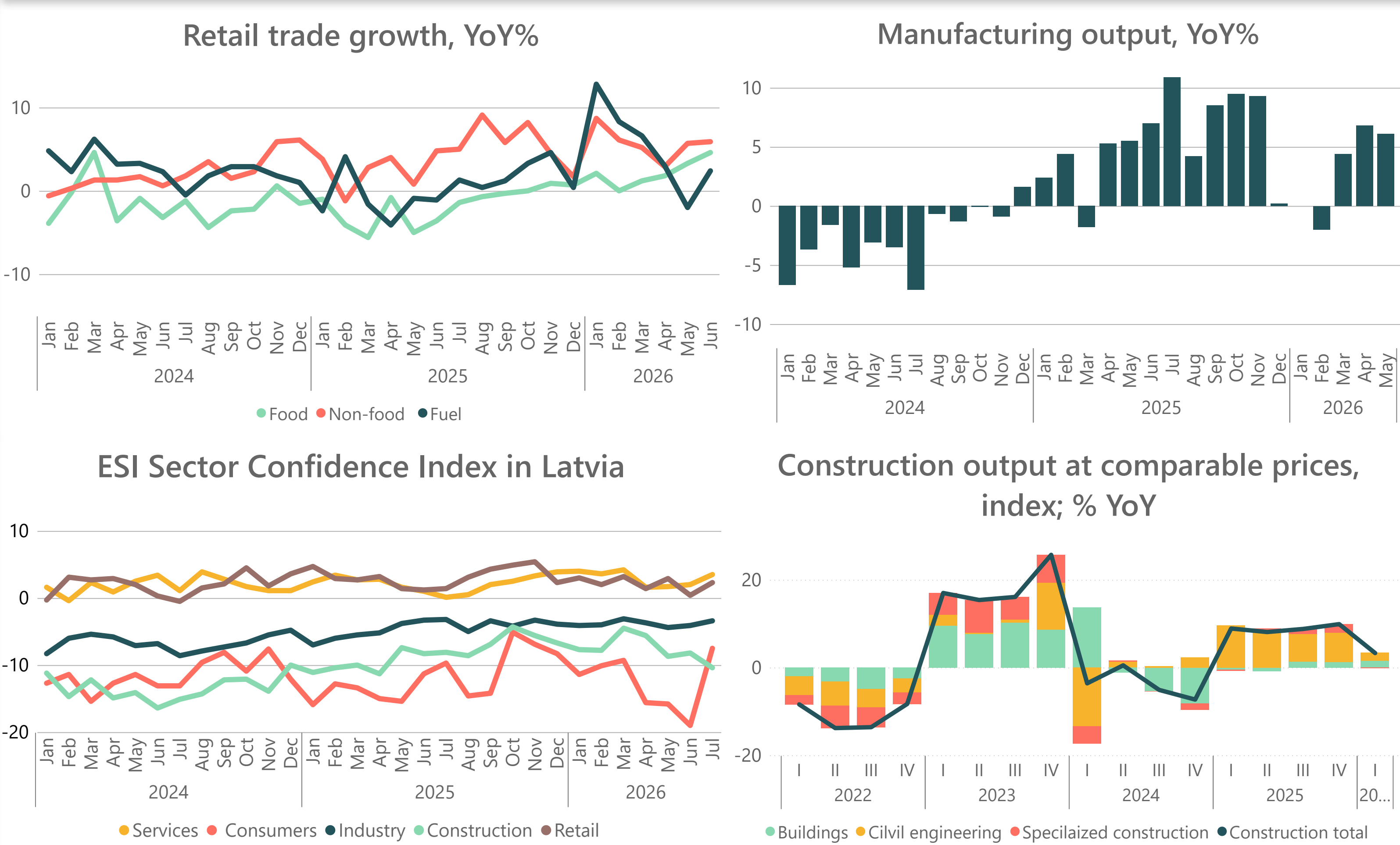
Source: CSB

MAIN MACROECONOMIC INDICATORS

Indicator	2021	2022	2023	2024	2025	2026*	2027*	2028*	2029*	2030*
Nominal GDP, billions euro	32,3	36,1	39,6	40,7	43	45,5	48	50,6	53,3	56,2
Nominal GDP growth, %	10,5	11,8	9,6	2,8	5,8	5,8	5,4	5,4	5,4	5,4
Real GDP growth, %	6,9	1,9	-0,9	0	2,1	2	2	2,3	2,5	2,5
GDP deflator, % change	3,3	9,7	10,7	2,8	3,6	3,8	3,4	3	2,8	2,8
Consumer price index, % change	3,3	17,3	8,9	1,3	3,7	3,6	3,3	2,6	2,3	2,3
Average monthly gross wage, EUR	1277	1373	1537	1685	1815	1915	2020	2131	2248	2372
nominal growth, %	11,7	7,5	11,9	9,6	7,7	5,5	5,5	5,5	5,5	5,5
real growth, %	8,2	-8,4	2,8	8,3	3,8	1,8	2,1	2,8	3,1	3,1
Number of persons employed, thsd	864	886	884	877	883	883	880	878	873	869
growth, %	-3,2	2,6	-0,2	-0,8	0,6	0	-0,3	-0,3	-0,5	-0,5
Unemployment rate, %	7,6	6,9	6,5	6,9	6,9	6,6	6,3	6,1	6,1	5,9

Source: CSB (21.04.2026), *forecasts of the Ministry of Finance of the Republic of Latvia (June 2026)

INDUSTRIES



Manufacturing output, YoY%

ESI Sector Confidence Index in Latvia

Construction output at comparable prices, index; % YoY

GENERAL GOVERNMENT BUDGET

General government budget balance 2026

-2.9% of GDP

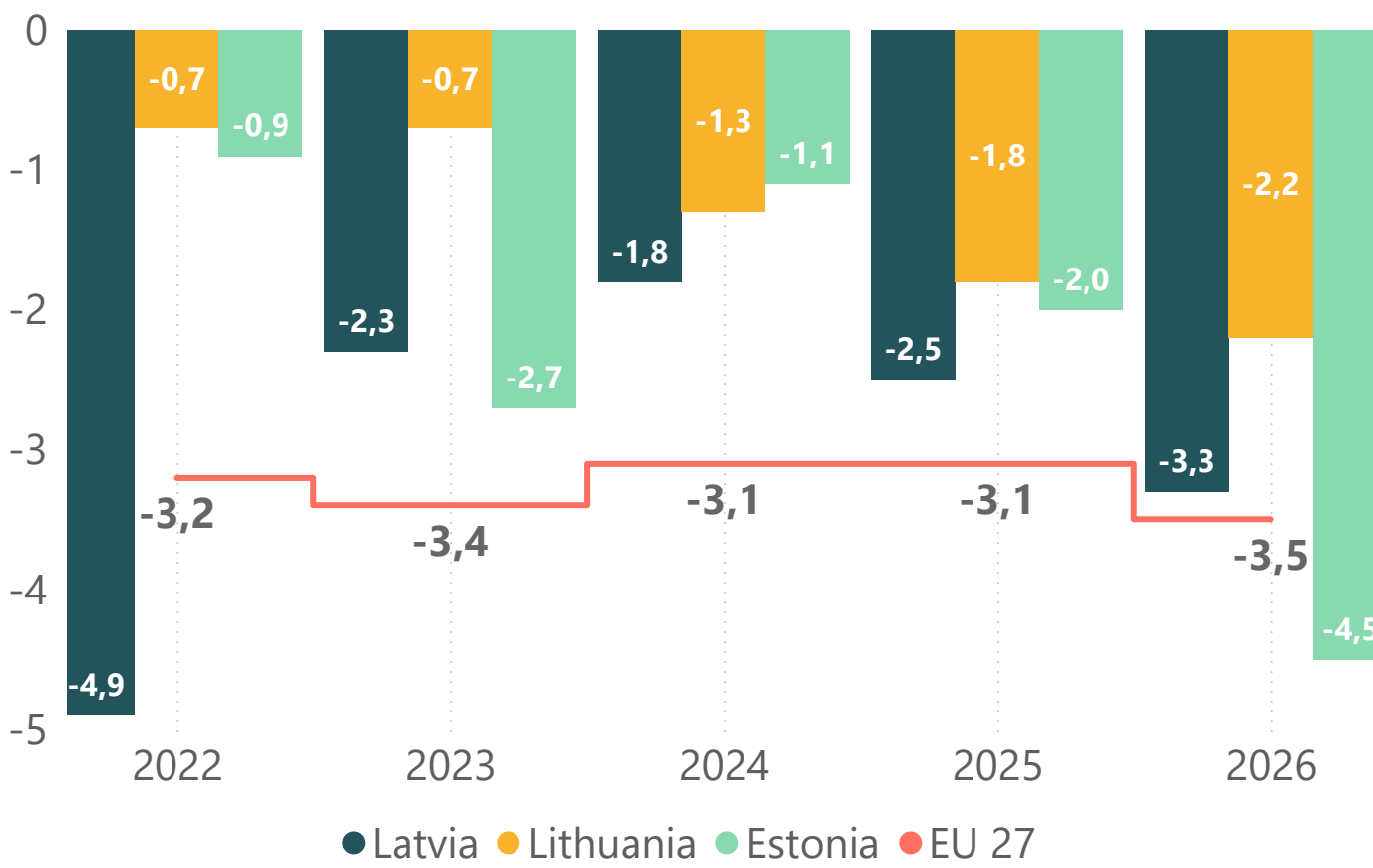
Assessment MoF, June 2026

General government debt 2026

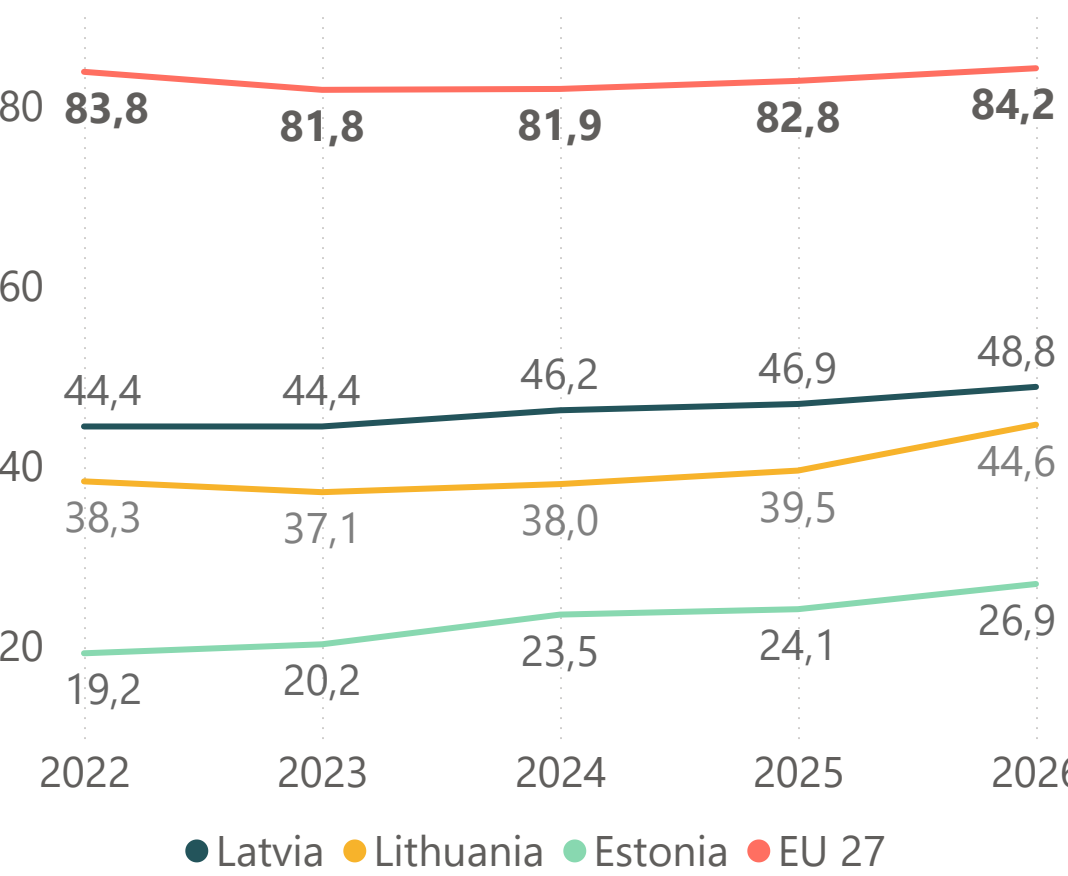
47.9% of GDP

Assessment Treasury, June 2026

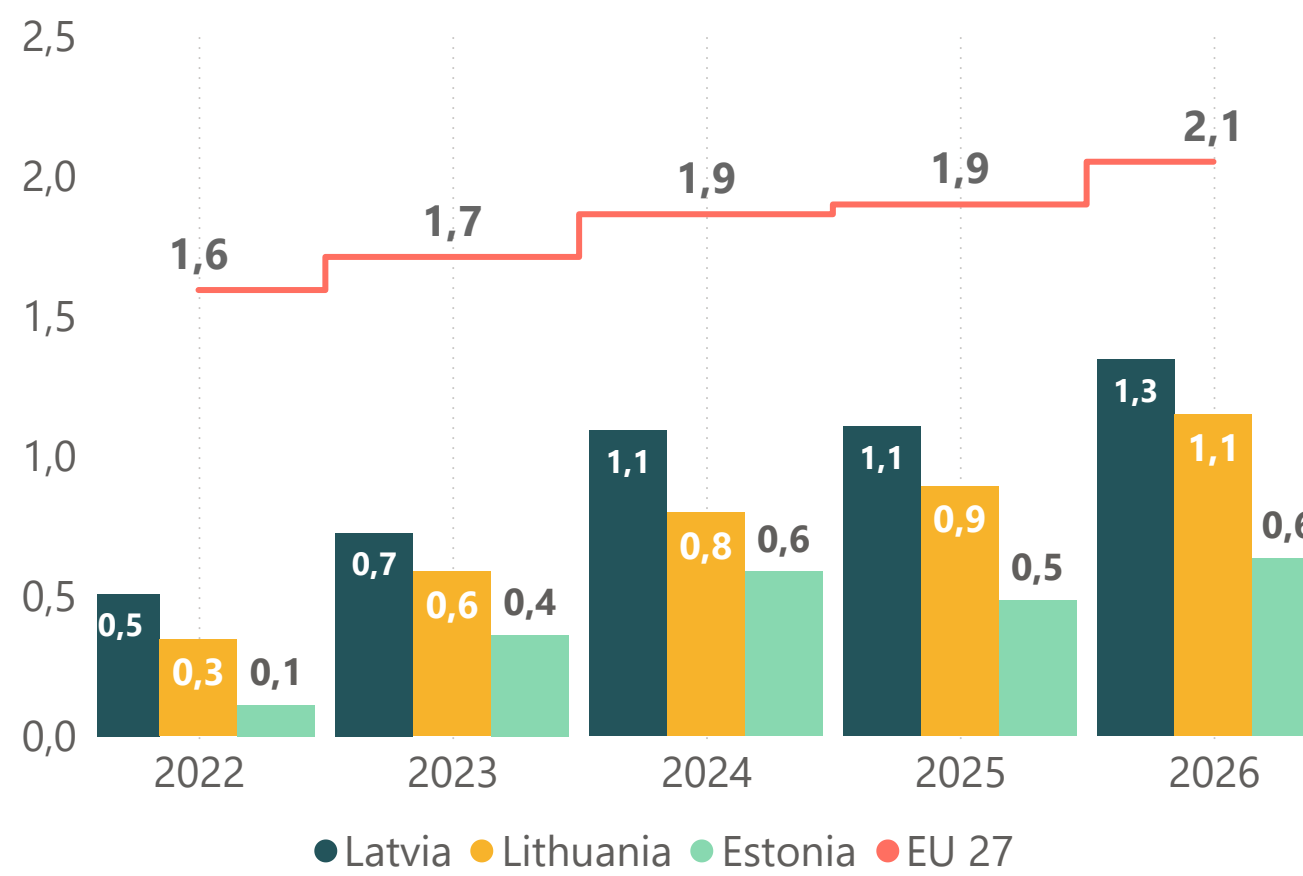
General government budget balance, % of GDP



General government debt, % of GDP



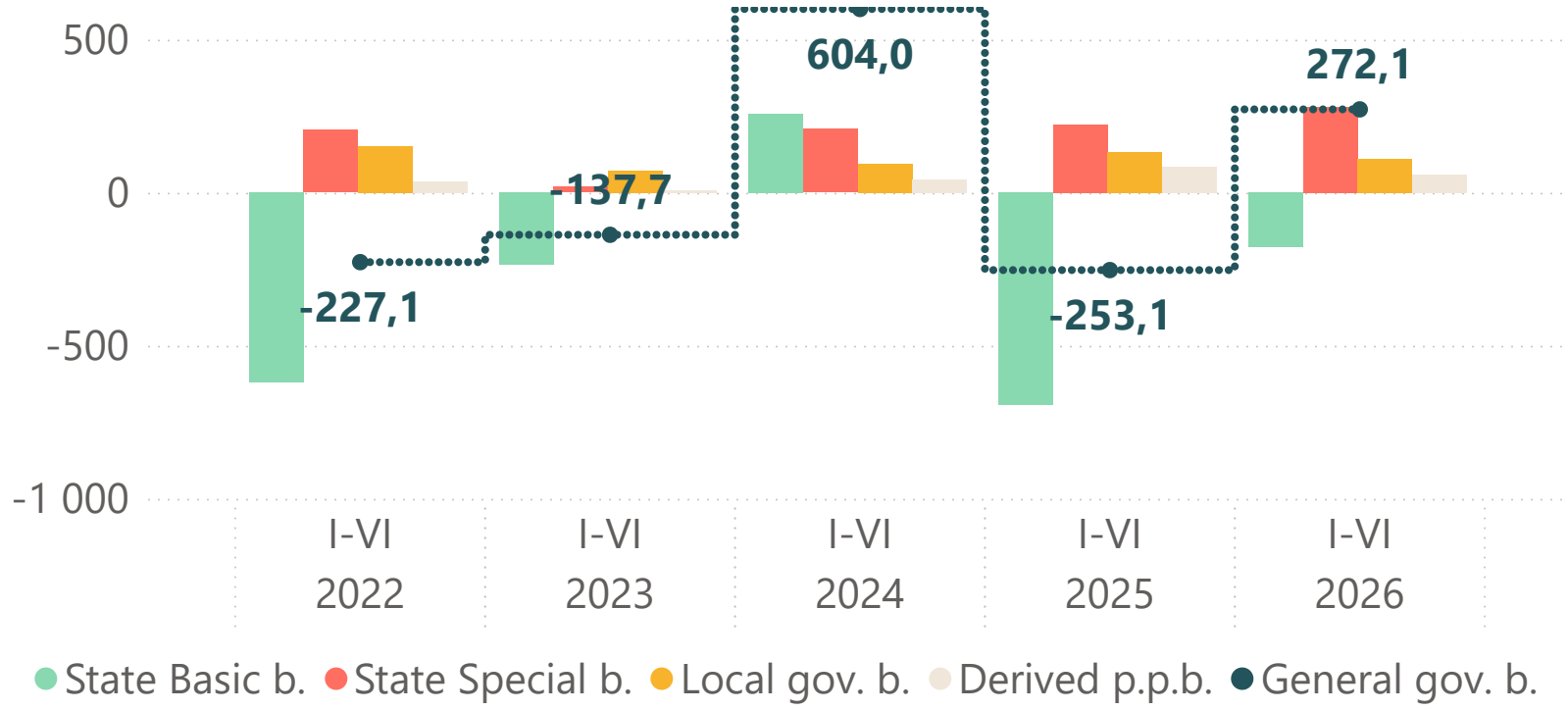
Interest expenditure (D.41), % of GDP



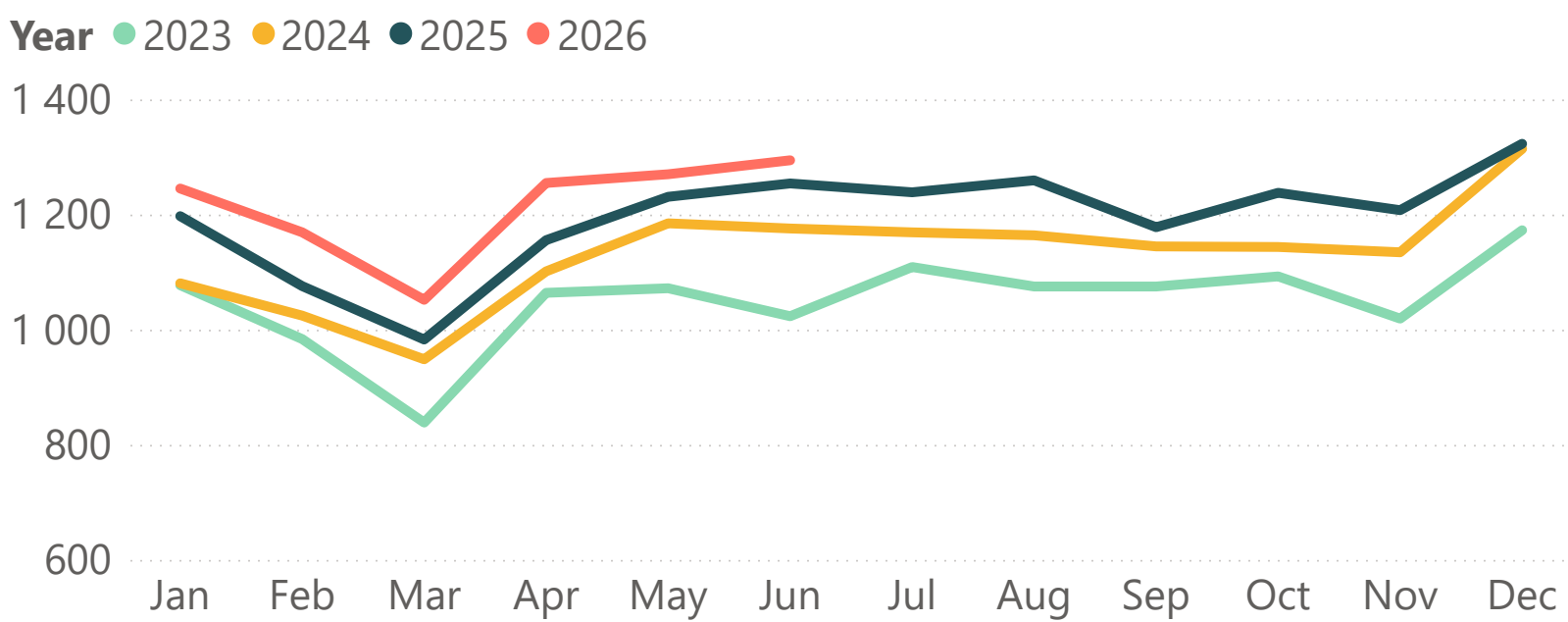
Source: Eurostat (2022-2025), European Commission (AMECO) spring forecast 2026

GENERAL GOVERNMENT BUDGET IN JANUARY-JUNE 2026 ON CASH BASIS

General government budget balance, mln €



General government budget tax revenue, mln €



Source: State Treasury

Tax revenue in January-June 2026, including revenue in the single tax account (-40.4 mln €) and excluding SSC at the 2nd pension pillar (389.4 mln €).

General government budget	Execution, mln €	YoY, mln €	YoY, %
Revenue	9 868,1	937,4	10,5%
Expenditure	9 596,1	412,3	4,5%
Balance	272,1	525,1	

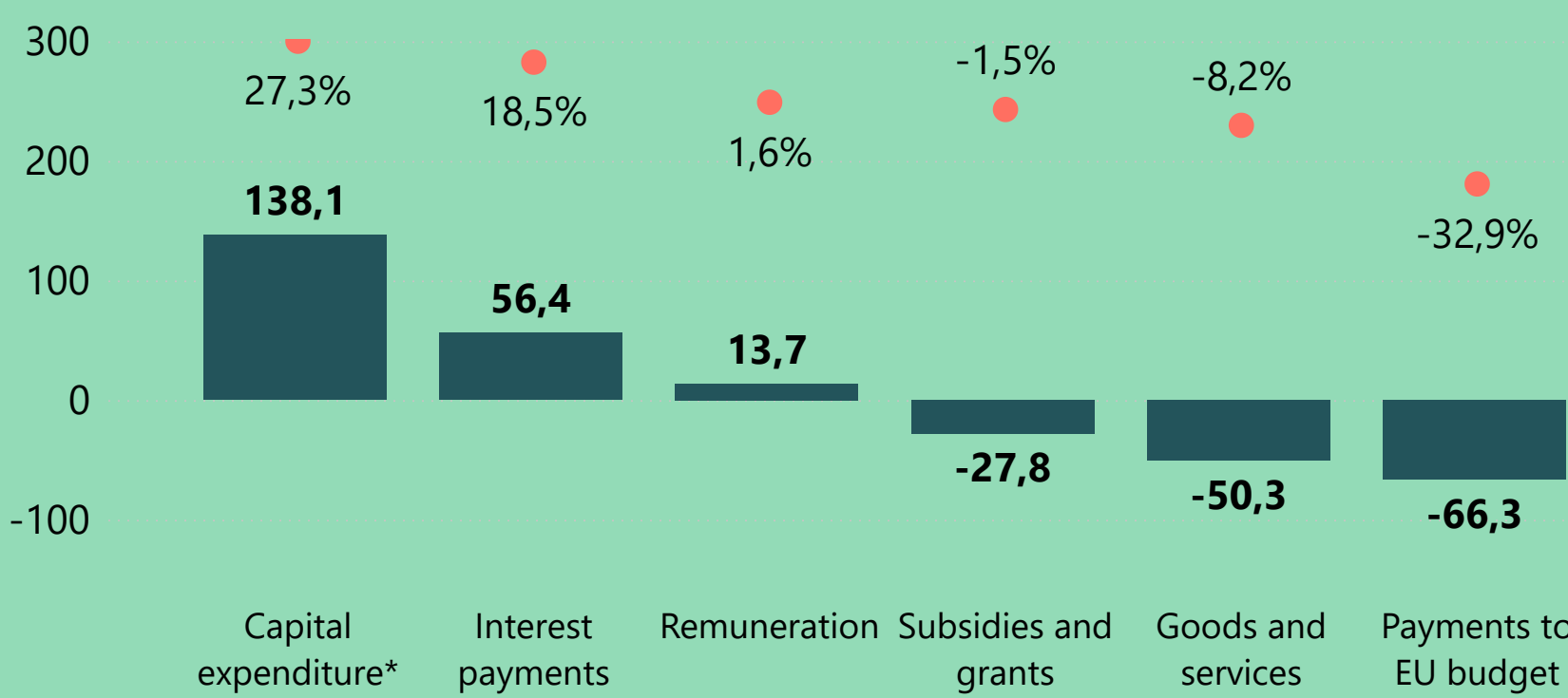
General government budget tax revenue			
Tax type	Execution, mln €	YoY, mln €	YoY, %
SSC	2 515,2	167,3	7,1%
VAT	2 053,3	120,7	6,2%
PIT	1 300,3	43,3	3,4%
EXCISE	629,7	27,2	4,5%
CIT	454,2	-40,8	-8,2%

General government budget	Execution, mln €	YoY, mln €	YoY, %
Revenue			
Tax revenue	7 284,4	389,2	5,6%
Non tax revenue	708,4	40,1	6,0%
Self-earned revenue	298,2	11,6	4,0%
Foreign financial assistance	1 576,4	496,9	46,0%
Expenditure			
Remuneration	2 141,2	64,5	3,1%
Goods and services	1 067,1	-16,0	-1,5%
Interest payments	329,4	44,1	15,5%
Subsidies and grants	1 986,7	-21,5	-1,1%
Social support	2 961,1	203,9	7,4%
Payments to EU budget	134,9	-66,3	-32,9%
Capital expenditure	917,9	181,8	24,7%

STATE BASIC BUDGET

State Basic Budget	Execution, mln €	YoY, mln €	YoY, %
Revenue	5 924,1	655,4	12,4%
Expenditure	6 100,8	139,2	2,3%
Balance	-176,7	516,2	

Major changes in mln € and % against respective period year before



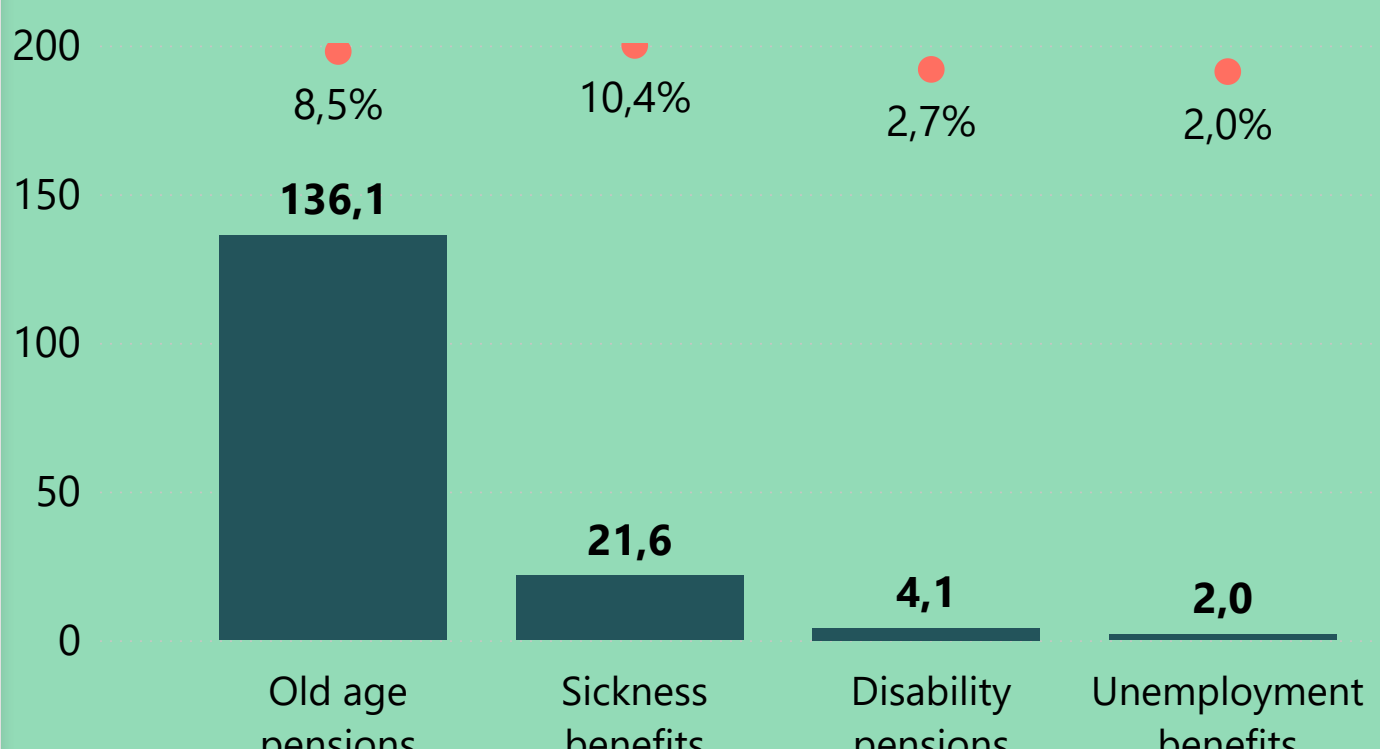
*Capital expenditure - fixed capital formation, excluding transfers between budget levels

YoY - changes in mln euro against respective period year before; YoY% - changes in per cent against respective period year before

STATE SPECIAL BUDGET

State Special Budget	Execution, mln €	YoY, mln €	YoY, %
Revenue	2 739,6	228,3	9,1%
Expenditure	2 460,0	172,3	7,5%
Balance	279,5	55,9	

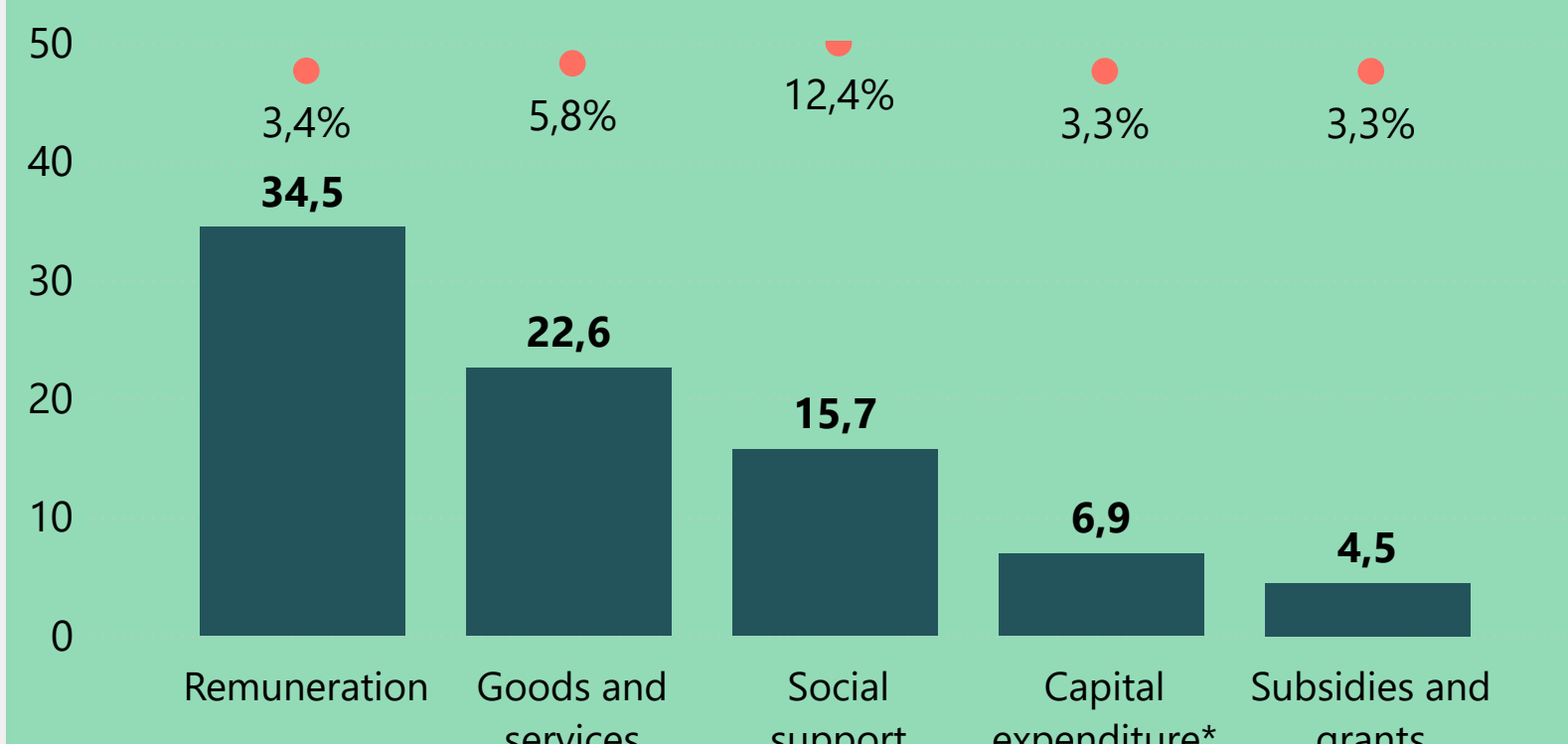
Major changes in mln € and % against respective period year before



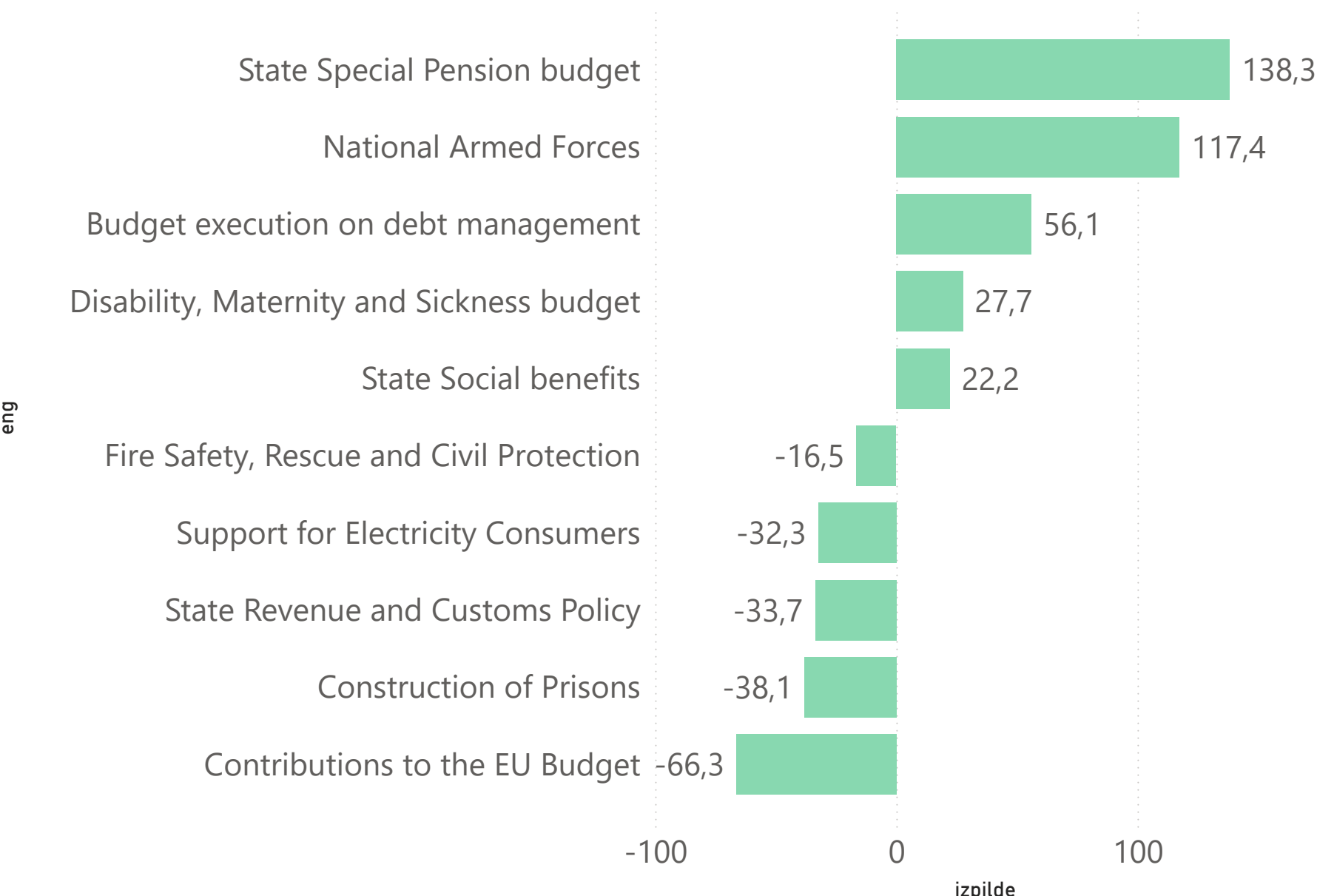
LOCAL GOVERNMENT BUDGET

Local Government Budget	Execution, mln €	YoY, mln €	YoY, %
Revenue	2 117,2	57,9	2,8%
Expenditure	2 006,0	78,2	4,1%
Balance	111,2	-20,3	

Major changes in mln € and % against respective period year before



Major expenditure changes by subprogramme against respective period year before, mln €



Source: State Treasury

SOCIAL SECURITY

Old-age pensions recipients

428 943
(+0.6% YoY)
I-VI 2026

Old-age pensions average amount

659€ (+9.0% YoY)
I-VI 2026

Unemployment benefit recipients

30 288
(-7.3% YoY)
I-VI 2026

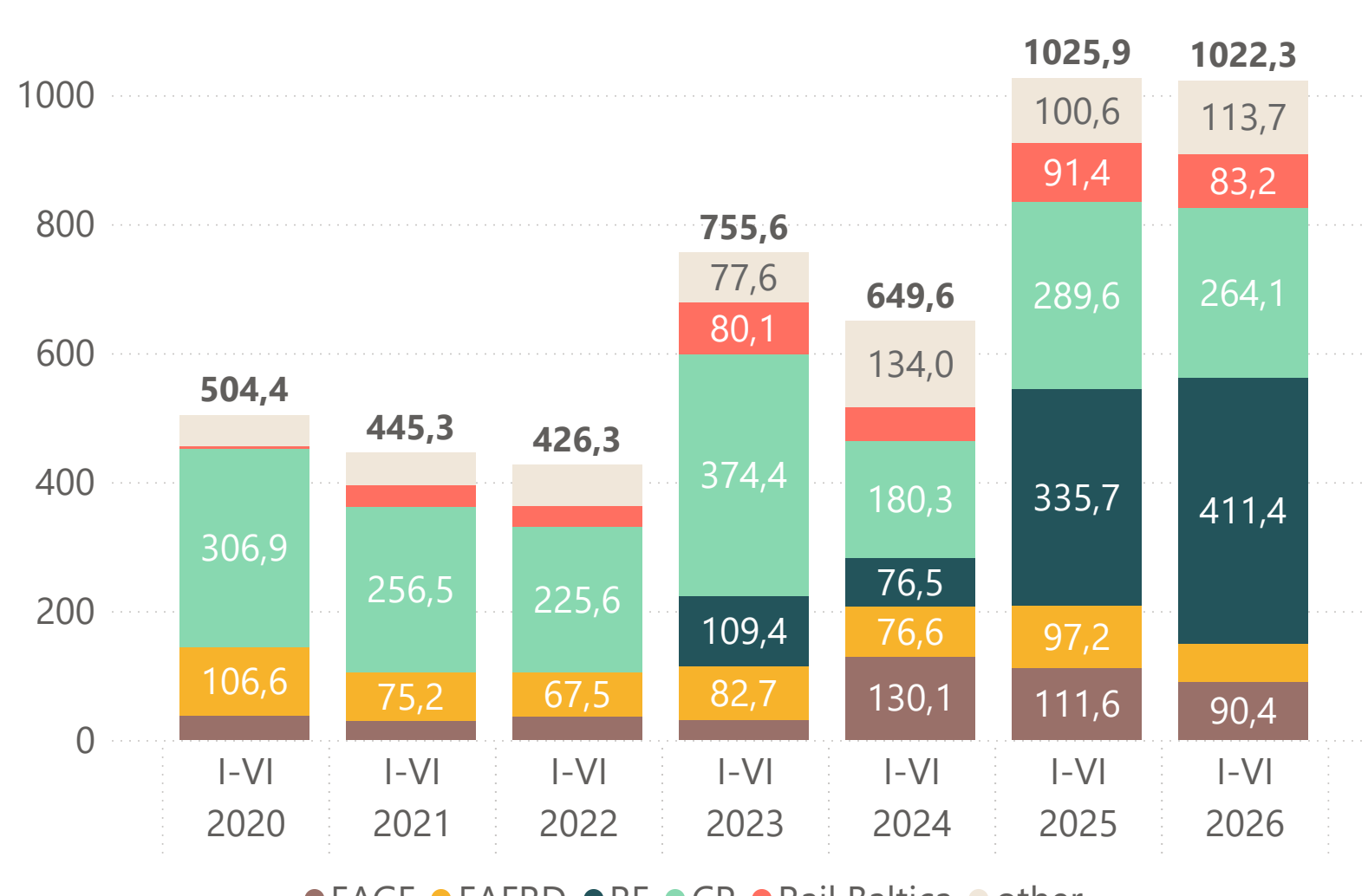
Unemployment benefit average amount

544€ (+10.1% YoY)
I-VI 2026

Source: State Social Insurance Agency (SSIA)

FOREIGN FINANCIAL ASSISTANCE

Expenditures of FFA, mln €



CP-Cohesion Policy Fund (European Regional Development Fund (ERDF), European Social Fund (ESF) and Cohesion Fund (CF)); RF- Recovery Fund; EAGF - European Agricultural Guarantee Fund; EAFRD - European Agricultural Fund for Rural Development

Source: State Treasury, MoF