

On Industrial Production Output in November 2025

In November, manufacturing production volumes continued to grow rapidly

With stable external demand persisting, manufacturing output in November 2025 increased across most sub-sectors. Growth has now continued for the ninth consecutive month.

It is expected that stable growth in manufacturing will also be maintained in December 2025, largely driven by a gradual recovery in demand in external markets. The latest international forecasts indicate that global growth is becoming more moderate but remains resilient, as the global economy continues to be affected by increasing trade barriers and the fragmentation of supply chains. Despite these challenges, industrial activity in Latvia in 2025 as a whole will significantly exceed the level of the previous year.

Stable growth is also expected in manufacturing at the beginning of 2026. This will be supported by rising export volumes and the gradual recovery of the economies of trading partners. At the same time, it should be emphasised that increasing productivity will become increasingly important for enterprises.

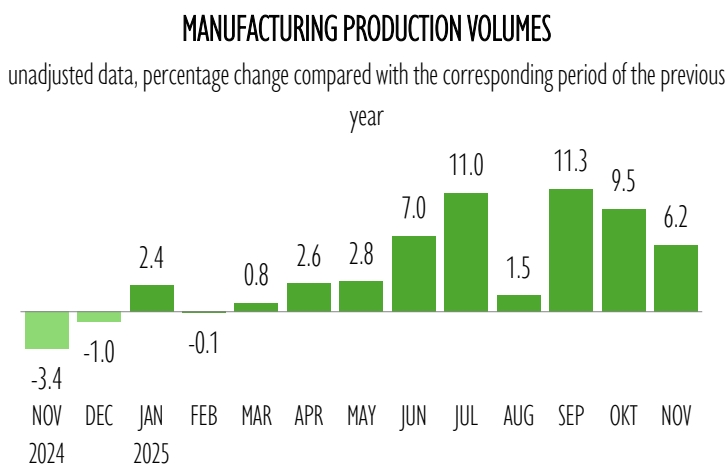
Sectors oriented towards the domestic market continue to make a positive contribution to industrial and overall economic growth. Their development is supported by the preservation of household purchasing power, driven by wage growth and the stabilisation of inflation.

At the same time, the sector must take into account heightened downside risks, mainly related to geopolitical uncertainty and trade policies implemented by the United States. Challenges will persist for enterprises whose operations remain linked to the markets of Russia and other CIS countries. In view of the international sanctions regime and long-term political uncertainty, these companies must continue to restructure their cooperation directions and diversify markets, while building more resilient supply chains and seeking new export niches. The ability to rapidly reorganise production, automate processes and utilise technological innovations will become increasingly important.

In November 2025, compared with November 2024, manufacturing production volumes increased by 6.2% according to unadjusted data. According to calendar-adjusted data, manufacturing production volumes rose more rapidly - by 8.9%.

In November 2025, on a year-on-year basis and according to unadjusted data, the most significant positive contribution to manufacturing growth continued to be provided by the two largest sub-sectors—food manufacturing (+9.2%) and wood processing (+2.7%). Production volumes also increased steadily in the manufacture of non-metallic mineral products (+16.1%), motor vehicles and trailers (+28.7%), and fabricated metal products (+8.4%). Output also rose in other manufacturing sub-sectors.

In November, manufacturing turnover at current prices increased by 5% year-on-year. Sales volumes of manufactured products grew more rapidly in exports—by 5.6%—and somewhat more moderately in the



domestic market—by 3.8%. Sales volumes of machinery and equipment, food products and non-metallic mineral products increased significantly.

Overall, in the first eleven months of 2025, according to unadjusted data, manufacturing production output was 5.2% higher than a year earlier.