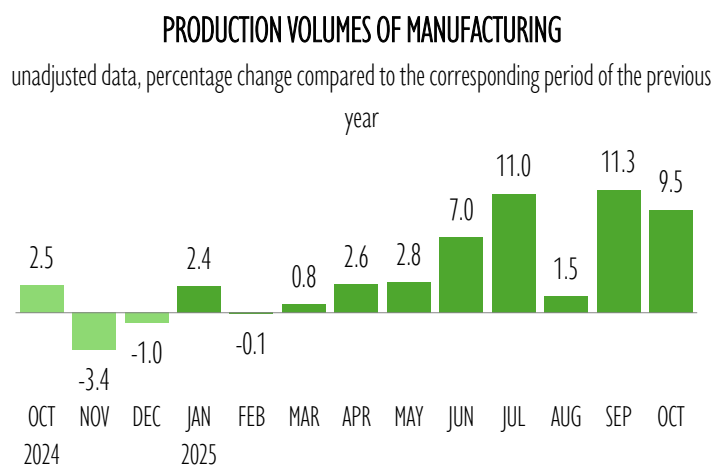


On industrial output in October 2025

## In October, the output volumes of the manufacturing sector continued to grow rapidly

**With external demand remaining stable, manufacturing output in October 2025 increased in almost all subsectors. Growth has now continued for the eighth consecutive month.**

In October 2025, compared to October 2024, manufacturing output increased by 9.5%, both according to non-adjusted and calendar-adjusted data. Overall, in the first ten months of 2025, based on non-adjusted data, manufacturing output was 5.1% higher than a year earlier.



On an annual basis, according to non-adjusted data, growth in the manufacturing sector continued to be strongly supported by the two largest subsectors - the food industry (+13%) and wood processing (+7%). Stable growth was also recorded in the production of computers, electronic and optical equipment (+29.2%), fabricated metal products (+12.7%), motor vehicles and trailers (+31.2%), as well as other manufacturing subsectors.

It should be noted that industries oriented towards the domestic market - the food industry and the manufacture of non-metallic mineral products - also continued to make a positive contribution to growth. In October, the value of manufactured products sold (in current prices) increased by 10.8%, including a rise of 12.5% in the domestic market and 9.9% in exports.

The positive dynamics of domestic demand are driven by rising household purchasing power, including wage growth, price stabilization, and other factors.

Despite strong industrial growth, it should be noted that downward risks remain due to geopolitical uncertainty, which may affect the competitiveness of Latvian exporting companies. Overall, although the outlook is positive, it is essential for the sector to maintain flexibility and the ability to adapt to changing global trade conditions. Challenges will persist for companies that are still dependent on the Russian and other CIS markets - these companies must continue to restructure their cooperation directions, seeking new supply and sales markets.

It is expected that in the final months of the year, stable growth will persist in manufacturing and that overall annual output will significantly exceed last year's level. At the beginning of next year, stable growth in manufacturing will continue, supported by external market demand and increasing export volumes.