



Georgia Compact Progress

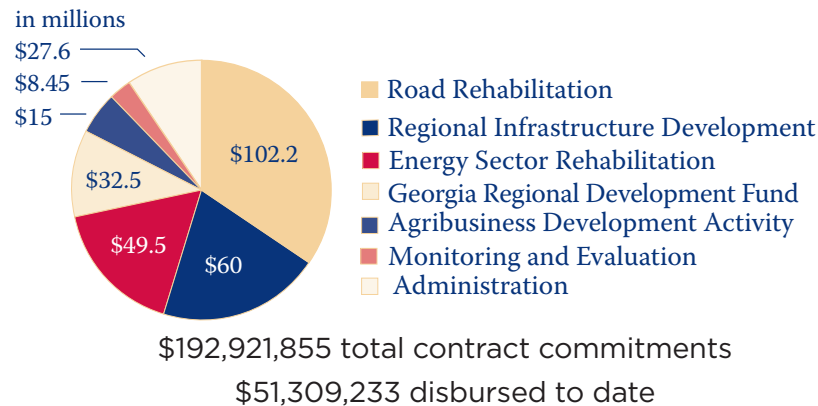
- ★ **Agribusiness Development Activity:** Over 1,000 grant applications have been received from farmers and businesses. Grants totaling \$3,182,302 have been awarded to 78 agribusiness development projects, creating 1,116 new jobs, improving technologies, facilitating market access, and benefiting some 55,000 rural Georgians.
- ★ **Energy Sector Rehabilitation:** Under phase I, repairs on the North-South Gas Pipeline have been completed. These repairs at six sites protect the pipeline from corrosion, landslide, and floodwaters. In addition to supplying commercial and residential gas to the entire country, the pipeline also provides gas to an electric power plant.

- ★ **Georgia Regional Development Fund:** The fund invested \$1.7 million in a construction supply company and approved a \$1.8 million investment in a rural hotel chain. These are the first two grants awarded by the fund.
- ★ *Note: This compact has been restructured due to escalating global construction costs and currency fluctuations. MCC and MCG have re-allocated \$21.4 million in funds to the Samtskhte-Javakheti road activity (from the Regional Infrastructure Development activity and from savings in program management).*

Compact At-A-Glance

Signed9/12/2005
 Entry Into Force..... 4/7/2006
 The five-year, \$295.3 million compact will rehabilitate key regional infrastructure, stimulate regional trade by improving transportation, ensure a reliable energy supply, improve the delivery of regional and municipal services and develop regional enterprises by investing in farms and other enterprises.

Obligations by Project

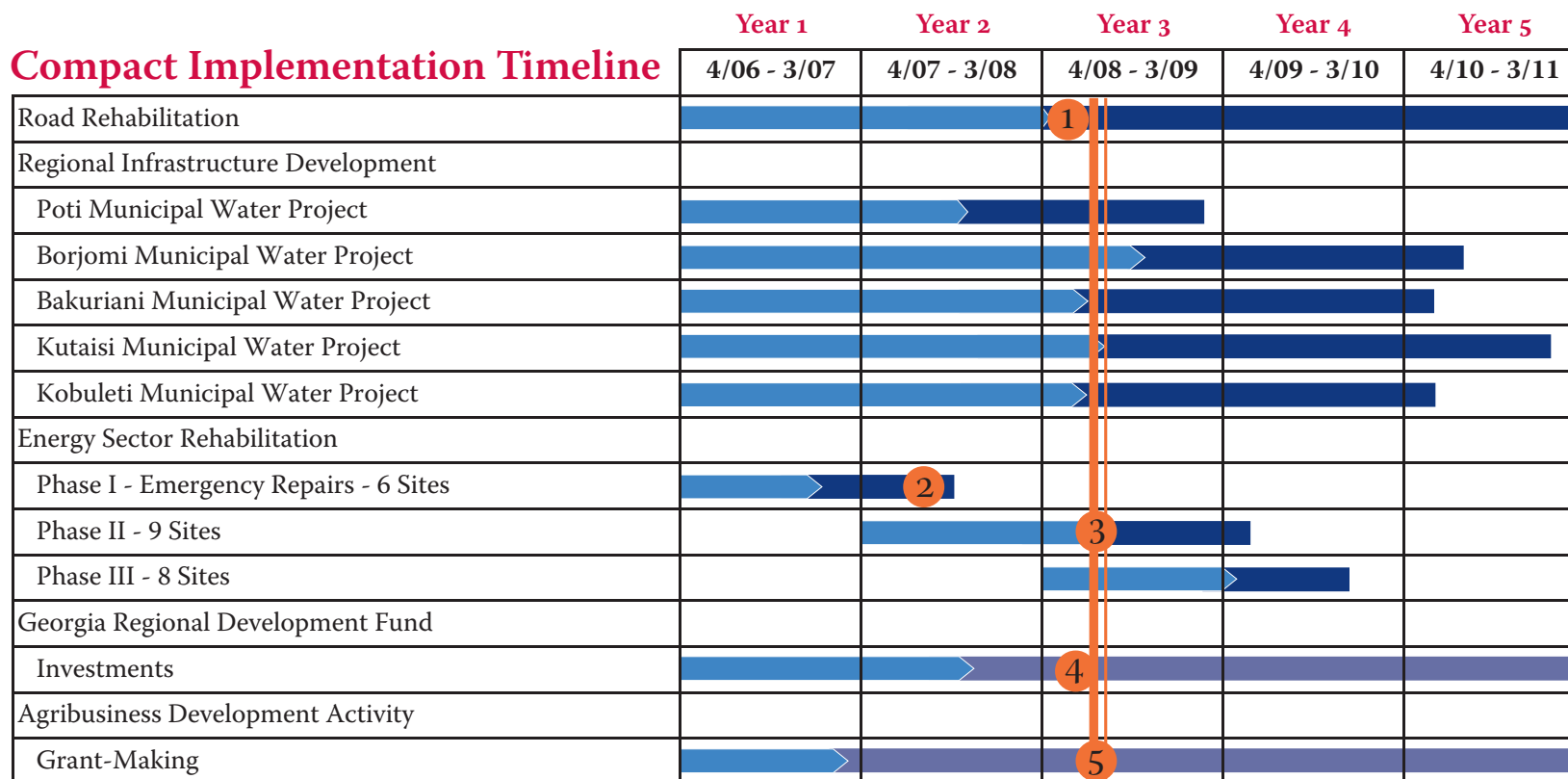


Country At-A-Glance

Population..... 4,474,404*
 GNI per Capita\$2,120*



On the Web:
www.mcc.gov
www.mcg.ge



- Project Preparation
- Construction - Infrastructure
- Project Activities - Other Sectors

1
June 5, 2008:
Construction begins on road

2
Sep. 2007:
\$15 million of priority pipeline repairs completed on budget

3
Construction bids received

4
Second investment approved - \$1.8 million in Rcheuli Hotels.

5
A total of 78 grants awarded with a value of \$3 million

We Are Here

July, 2008
Disbursements to Date..... \$51,309,233
Total Contract Commitments.. \$192,921,855

* For more information on country proposals, due diligence, program set-up, implementation and monitoring, and ongoing impact, please see the diagram entitled *Typical MCC Program Cycle* at www.mcc.gov.