

Georgia Compact Progress

- ★ **Regional Infrastructure Development:** The first of three construction seasons is nearing completion in the rehabilitation of the roads system in the Samtskhe-Javakheti region. Two companies are working in parallel to complete 171 km of road that will connect the region to Tbilisi, improve travel time, reduce vehicle operating costs, and provide an important trade link with Armenia.
- ★ **Energy Sector Rehabilitation:** Phase II of natural gas pipeline repairs are now underway. The repairs include the replacement of 6 kilometers of pipeline and major earthworks to protect the pipeline from landslides. The works are being conducted by a consortium of three Georgian engineering firms led by New Energy Ltd.
- ★ **Regional Infrastructure Development Project:** Six contracts, totaling \$15.5 million, have been approved to rehabilitate municipal water supply systems in three cities. The projects will assure that the populations of Poti, Kutaisi and Bakuriani have a 24-hour supply of potable water.
- ★ **Georgia Regional Development Fund:** The Georgia Regional Development Fund invested \$2.0 million in Bazi, a Georgian food processing and cannery operation. The investment will be used to expand the company's facilities that produce apple and tomato concentrate. This was GRDF's third investment.

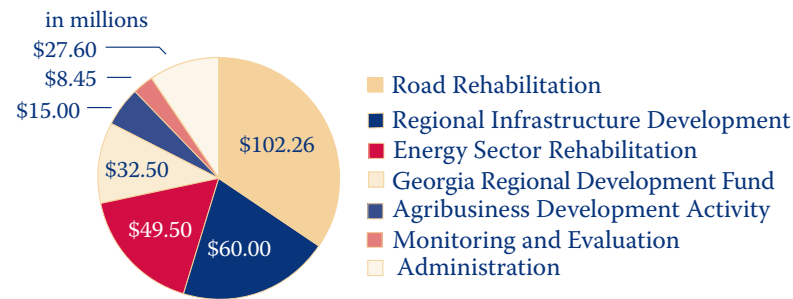
Compact At-A-Glance

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



\$213,694,749 total contract commitments

\$73,162,510 disbursed to date

Country At-A-Glance

Population..... 4,474,404*

GNI per Capita\$2,120*

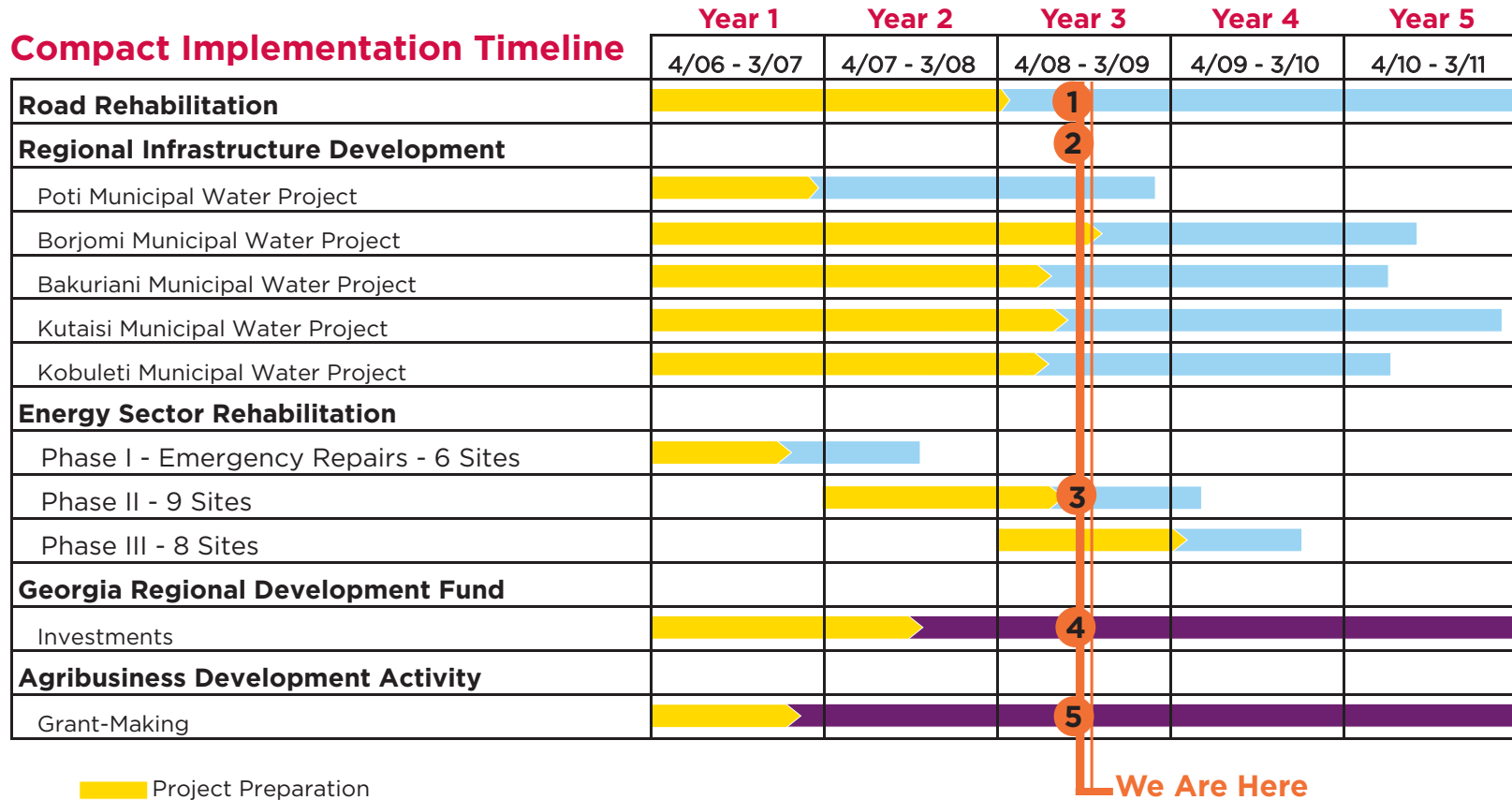


On the Web:

www.mcc.gov

Millennium Challenge Georgia Fund:

www.mcg.ge



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

1
September 2008:
Construction continues on road connecting Georgia to Armenia and Turkey

2
September 2008:
\$15.5 million in contracts approved for works in 3 cities

3
September 2008:
Phase II, consisting of nine repairs is under way.

4
September 2008:
GRDF makes a \$2 million investment in Bazi, a food processing company

5
September 2008:
Over 85 grants awarded with a value of over \$3 million

October, 2008
Disbursements to Date..... **\$73,162,510**
Total Contract Commitments..... **\$213,694,749**

* 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.