



The Government of Georgia is pleased to announce the beginning of the new wave of privatization in response to the economic rebound and to reflect interests of investors.

Among the exceptional opportunities for business operations are/will be:

- Ltd Georgian Railway Telecom
 - 100% of shares
 - Strategic Assets: 40cm width land plot along the Railway (including main line and all branch lines); contract with LLC "Georgian Railway" LLC on cable laying works (for 3 times lower price); the only specialized building (with the main fiber-optic backbone connected to the building) for construction of Data-centre; GRT has a 49 year contract with Georgian Railway on 5m² space in stations and on the roof of the stations; 1 pair of fiber in the backbone;
 - Deadline for submitting the application - from 30th of September 2009 until 16th of November 2009
 - www.georgiantelecom.ge
- Ltd Georgian Post
 - Terms to be specified in the nearest future
 - www.georgianpost.ge
- Hotel Gudauri
 - Terms to be specified in the nearest future
 - www.gudauri.ge
- Former government office premises
- Hospital facilities

Georgia takes the advantage of solid track record of privatizations during the last 5 years. Successful privatisation projects implemented are not limited to major deals in energy generation and distribution, telecommunications, water utilities, port facilities, real estate assets, etc.

"Apparent economic recovery and increased interest of the investors in Georgian business activities lead the Government of Georgia to resume its privatization program at a full scale. While keeping informed all the interested parties about specific terms, we are committed to proceed in a most competitive and transparent manner and look forward to work with prospective investors during the upcoming months", commented **Nika Gilauri**, Prime Minister of Georgia.

Georgia: Key Economic Data	2004A	2005A	2006A	2007A	2008A
Nominal GDP (GEL mln)	9,824.3	11,620.9	13,789.9	16,993.8	19,069.6
Real GDP Growth (y-o-y; %)	5.9%	9.6%	9.4%	12.3%	2.1%
GDP per Capita (US\$)	1,187.6	1,483.5	1,763.5	2,314.6	2,920.3
CPI (e-o-p; %)	7.5%	6.2%	8.8%	11.0%	5.5%
Net FDI (US\$ mln)	483	542	1,076	2,014.8	1,564.0
Current Account Deficit as % of GDP	-6.6%	-10.7%	-14.9%	-18.9%	-22.3%
GEL/US\$ (e-o-p)	1.83	1.79	1.71	1.59	1.66
GEL/EUR (e-o-p)	2.49	2.12	2.26	2.33	2.34
Galt & Taggart Index (e-o-p)	194	320	790	1,041	197

Source: Department of Statistics, Ministry of Economic Development, Ministry of Finance, National Bank of Georgia

Georgia has, as of the date hereof, the following sovereign credit ratings:

Standard & Poor's	Sovereign Credit Rating	'B/ Stable/B'
FitchRatings	Long Term Issuer Default Rating/Short Term Issuer Default Rating/Country Ceiling	'B+/ Stable /B/BB-'

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