



Trade balance statistics for 6m'10 demonstrate positive outlook for the year in line with the expectations of the Government of Georgia. YTD export and imports of goods increased substantially. Trade balance deficit increased by 2.9% y-o-y, but is lower by 37.1% compared to 6m'08.

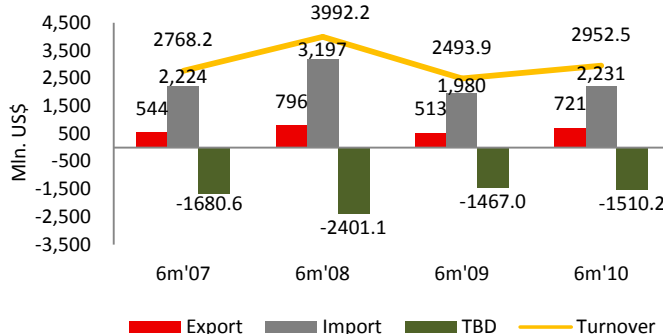
YTD Trade turnover reached US\$2952.5 mln, up 18.4% y-o-y. Export of goods is up 40.4% y-o-y (by US\$207.7 mln) and down 9.35% compared to the same period of 2008 (by US\$74.4 mln), while import of goods is up 12.7% y-o-y (by US\$250.9 mln) and down by 30.2% compared to 6m'08 (by US\$965.3 mln).

Top five products exported in 6m'10 were ferro-alloys, vehicles, gold, fertilizers and scrap metal. Top five products imported were petroleum, vehicles, natural gas, pharmaceuticals and wheat.

Top three countries where Georgia exported goods to are Turkey, Azerbaijan and USA. Top three countries from which Georgia imported are Turkey, Ukraine and Azerbaijan.

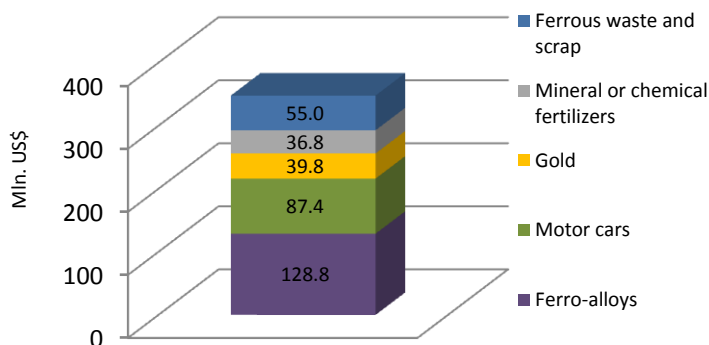
Turnover with EU countries reached US\$771 mln in 6m'10, up 16% y-o-y. Export totaled US\$137 mln, up 22% y-o-y. Import totaled US\$634 mln, up 15% y-o-y.

Export and Import of Goods



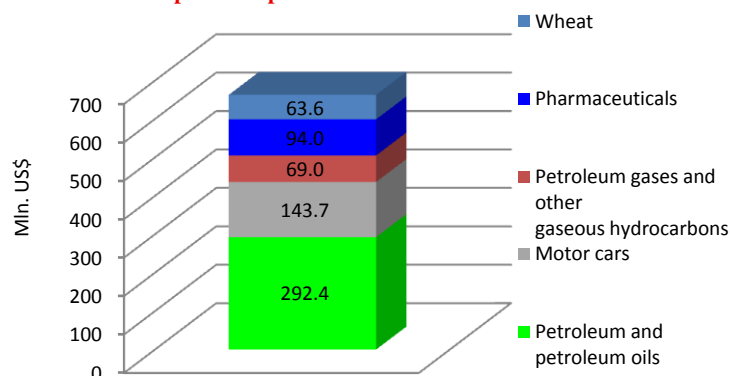
Source: National Statistics Office of Georgia - GeoStat

Top Five Exported Products Jan-Jun 2010



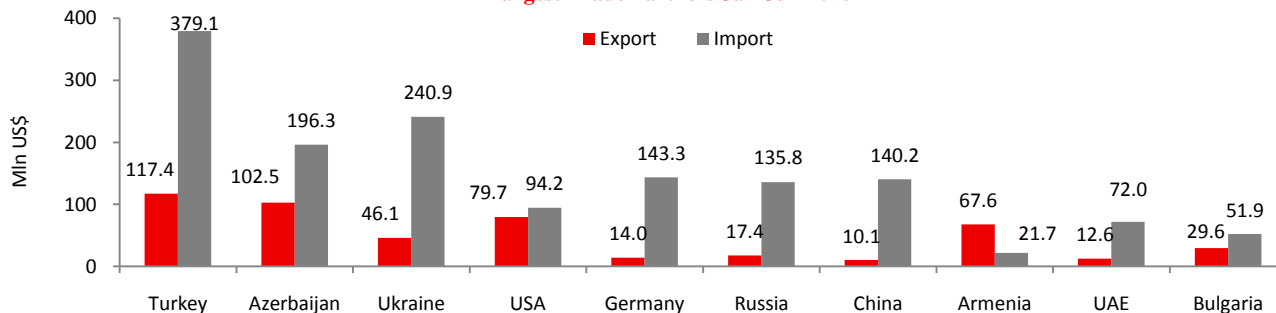
Source: National Statistics Office of Georgia - GeoStat

Top Five Imported Products Jan-Jun 2010



Source: National Statistics Office of Georgia - GeoStat

Largest Trade Partners Jan-Jun 2010



Source: National Statistics Office of Georgia - GeoStat

Georgia: Key Economic Data	2004A	2005A	2006A	2007A	2008A	2009A
Nominal GDP (GEL mln)	9,824.3	11,620.9	13,789.9	16,993.8	19,074.9	17,948.6
Real GDP Growth (y-o-y; %)	5.9%	9.6%	9.4%	12.3%	2.3%	-3.9%
GDP per Capita (US\$)	1,187.6	1,483.5	1,763.5	2,314.6	2,921.3	2,450.1
CPI (e-o-p; %)	7.5%	6.2%	8.8%	11.0%	5.5%	3.0%
Net FDI (US\$ mln)	483	542	1,185.9	1,674.9	1,523.0	759.1
Current Account Deficit as % of GDP	-6.6%	-10.7%	-14.9%	-18.9%	-22.3%	-11.9%
GEL/US\$ (e-o-p)	1.83	1.79	1.71	1.59	1.66	1.69
GEL/EUR (e-o-p)	2.49	2.12	2.26	2.33	2.34	2.42

Source: National Statistics Office of Georgia - GeoStat, 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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