

4/16/2021

Weekly Highlights

IMF forecasts 3.5% GDP growth in Georgia for 2021 Based on IMF's April 2021 World Economic Outlook, global growth is projected at 6.0%, which is stronger compared to the October 2020 projection. The upward revision reflects additional fiscal support in a few large economies, the anticipated vaccine-powered recovery in 2H21, and continued adaptation of economic activity to subdued mobility. Notably, IMF revised downwards Georgia's 2021 growth forecasts to 3.5%, from 4.3% projection in December 2020. The IMF projects 5.4% annual average real GDP growth in Georgia over 2022-26.

Exchange rate- As a result of April 15st, the value of one dollar became 3.4363 GEL and the value of one euro became 4.1187 GEL.

COVID 19 - CONFIRMED CORONAVIRUS CASES - 293,321 , WITHIN THE PAST 24 HOURS - 1077;
RECOVERED - 279,831 , WITHIN THE PAST 24 HOURS - 442; FATAL OUTCOME - 3,916, WITHIN THE PAST 24 HOURS - 8.

Articles of the Week

Floriade Expo 2022

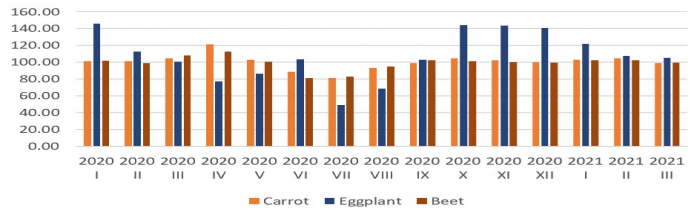
From 14 April 2022, Almere will be the stage for the Floriade Expo 2022 International Horticultural Expo for six months: the greenest day out. Once every 10 years Floriade is the park to enjoy the scent and colour of flowers, plants, vegetables and fruit. The Expo offers 40 inspiring country presentations, a spectacular greenhouse complex, a cable car over the Floriade park, pavilions with sustainable innovations and a vibrant arts and culture programme.

Floriade will be an extraordinary experience for young and old in 2022. Don't miss it!

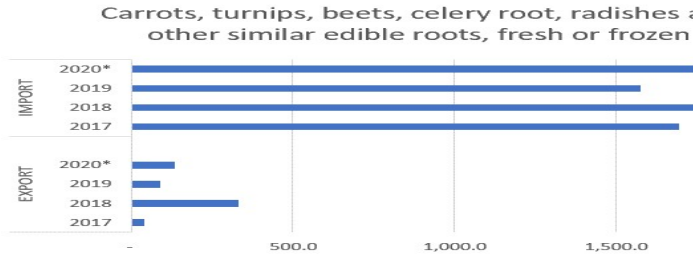
<https://floriade.com/en/>



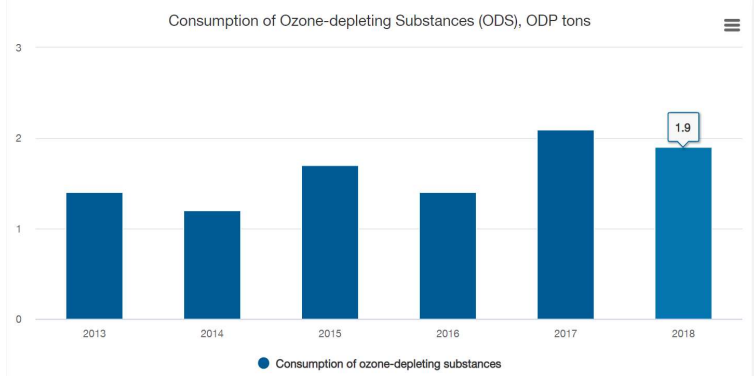
Detailed Consumer Price Indices (CPI) in Georgia 2020-2021 *previous month =100



Import/Export of Georgia according to the positions of the Standard Classification of International Trade (SITC) 2020 *thousands of \$



Environmental indicators



Agricultural statistics

Balance sheet for vegetables														
Supply and utilization														
Indicators	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Supply (ths. tons)														
Opening stocks	144	107	80	24	8	6	14	15	30	41	64	52	27	48
Domestic production	180	190	165	170	176	186	199	205	154	152	142	126	142	161
Import	52	64	58	59	67	76	63	79	90	87	90	84	108	110
Total supply	376	361	303	253	251	268	276	299	274	280	296	262	277	319
Utilization (ths. tons)														
Seed	2	2	2	1	1	1	1	1	1	1	1	1	1	1
Feed	8	10	5	1	1	1	1	2	2	1	1	1	1	1
Food	242	254	259	234	228	243	247	251	213	200	224	209	207	203
Waste	14	13	8	4	1	2	4	4	7	7	7	7	7	8
Export	3	2	5	5	14	7	8	11	10	7	11	17	13	12
Closing stocks	107	80	24	8	6	14	15	30	41	64	52	27	48	95
Total utilization (including stocks)	376	361	303	253	251	268	276	299	274	280	296	262	277	319
Per capita intake														
Population, ths. persons	3 873	3 848	3 829	3 800	3 774	3 739	3 718	3 717	3 722	3 729	3 728	3 730	3 723	3 717
Kg/year	62	66	68	62	60	65	66	68	57	54	60	56	56	55
Gr/day	171	181	185	166	166	178	182	185	157	147	165	154	152	150
Kcal/day	39	42	43	39	38	41	42	43	36	34	38	35	35	34
Proteins, gr/day	2.7	2.9	3.0	2.7	2.6	2.8	2.9	3.0	2.5	2.4	2.6	2.5	2.4	2.4
Fats, gr/day	0.3	0.4	0.4	0.3	0.3	0.4	0.4	0.4	0.3	0.3	0.3	0.3	0.3	0.3
Self-sufficiency ratio, %	79	75	76	76	77	73	78	75	66	66	64	65	59	62

Governmental, Non-overnmental grants and subsidies of Agriculture

Co-financing of Processing and Storage Enterprises

Applications for the Processing Enterprise component will be accepted from 10 a.m. on April 20, 2021, till May 4, 2021 inclusive. Applications for the Savings Enterprise component will be accepted from 10 a.m. on May 13, 2021, till May 28, 2021 inclusive will be accepted electronically from February 17, 2020 (via the website rda.gov.ge).

The project is initiated by the Ministry of Environmental Protection and Agriculture of Georgia and is implemented by the Rural Development Agency with The State budget funding.

The project includes two components:

- Co-financing component of processing enterprises.
- Co-financing component of storage enterprises.

Processing and storage enterprises can be co-financed using the following sources:

- Agency co-financing - not more than 40% of the total cost of the project, but not more than 500,000 GEL.
- Preferential Agrocredit / leasing - not more than 1 500 000 GEL;
- Beneficiary's own co-participation and / or alternative financial source of project financing.

Note: Special conditions of co-financing apply to projects that will be implemented in the area defined by the list of villages adjacent to highland settlements and the dividing line and / or which will be implemented by an agricultural cooperative. In this case, the co-financing of the Agency is determined by not more than 50% of the total cost of the project, but not more than 500,000 GEL. The target area of the co-financing project for processing and storage enterprises is all municipalities of Georgia.

Note: Within the framework of the processing enterprises component, the production of energy-efficient furnance (stoves) will be financed in all municipalities and self-governing cities of Georgia.

For more information: <http://enterprise.rda.gov.ge/guest/about>

Agricultural Report on Georgia #6

Agricultural commodities

Grains						
INDEX	UNITS	PRICE	CHANGE	%CHANGE	CONTRACT	TIME (EDT)
C11COM Corn (CBOT)	USD/bu.	573.00	-3.75	-0.65%	Jul 2021	12:42 PM
W11COM Wheat (CBOT)	USD/bu.	652.25	-3.25	-0.50%	Jul 2021	12:42 PM
O11COM Oats (CBOT)	USD/bu.	381.00	-0.75	-0.20%	Jul 2021	12:34 PM
RR1COM Rough Rice (CBOT)	USD/cwt	12.94	-0.11	-0.84%	May 2021	12:42 PM
S11COM Soybean (CBOT)	USD/bu.	1,419.50	+8.50	+0.60%	Jul 2021	12:42 PM
SM1COM Soybean Meal (CBOT)	USD/T.	406.50	0.00	0.00%	Jul 2021	12:42 PM
BO1COM Soybean Oil (CBOT)	USD/lb.	53.91	+1.04	+1.97%	Jul 2021	12:42 PM
RS1COM Canola (ICE)	CAD/MT	649.40	+7.60	+1.18%	Nov 2021	12:42 PM

Softs

INDEX	UNITS	PRICE	CHANGE	%CHANGE	CONTRACT	TIME (EDT)
CC1COM Cocoa (ICE)	USD/MT	2,456.00	-7.00	-0.28%	Jul 2021	12:42 PM
KC1COM Coffee 'C' (ICE)	USD/lb.	131.10	-3.60	-2.67%	Jul 2021	12:42 PM
SB1COM Sugar #11 (ICE)	USD/lb.	16.57	+0.26	+1.59%	Jul 2021	12:42 PM
JO1COM Orange Juice (ICE)	USD/lb.	113.60	-0.30	-0.26%	May 2021	12:43 PM
CT1COM Cotton #2 (ICE)	USD/lb.	85.04	-1.22	-1.41%	Jul 2021	12:42 PM
OL1COM Wool (ASX)	---	---	---	---	N/A	---
LB1COM Lumber (CME)	USD/1000 board feet	1,290.20	+29.50	+2.34%	May 2021	12:38 PM
OR1COM Rubber (Singapore)	USD/kg	163.00	-0.10	-0.06%	Jun 2021	5:59 AM
DL1COM Ethanol (CBOT)	USD/gal.	2.01	+0.01	+0.50%	May 2021	4/15/2021

Livestock

INDEX	UNITS	PRICE	CHANGE	%CHANGE	CONTRACT	TIME (EDT)
LC1COM Live Cattle (CME)	USD/lb.	119.43	-0.22	-0.19%	Jun 2021	12:42 PM
FC1COM Feeder Cattle (CME)	USD/lb.	154.60	-1.00	-0.64%	Aug 2021	12:42 PM
LH1COM Lean Hogs (CME)	USD/lb.	102.83	-1.87	-1.79%	Jun 2021	12:42 PM

Economic Data on Georgia

GDP									
	2017	2018	2019	I 20*	II 20*	III 20*	IV 20*	2020*	IV 21
GDP at Current Prices, Bn €	40.8	44.6	49.3	11.1	11.1	13.3	13.9	49.4	
GDP at Constant 2015 prices, Bn €	36.6	38.4	40.3	9.1	8.8	9.8	10.2	37.8	
GDP Real Growth, Percentage	4.8	4.8	5	2.3	-13.2	-5.6	-6.8	-6.2	
GDP Deflator Change, Percentage	8.5	4.4	5.2	7.1	7.2	5.9	7.4	6.9	
GDP Per Capita (At Current Prices), €	10 933.9	11 968.0	13 239.4	2 974.3	2 990.2	3 586.7	3 741.6	13 292.7	
GDP Per Capita (At Current Prices), \$	4 358.5	4 722.0	4 696.2	1 016.3	952.9	1 156.2	1 144.1	4 274.6	
GDP at Current Prices, Bn US Dollars	16.2	17.6	17.7	3.8	3.6	4.3	4.3	15.9	
Share of Agriculture in GDP, Percentage	7.2	7.8	7.4						

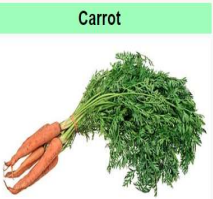
Population & Unemployment									
	2016	2017	2018	2019	I 20	II 20	III 20	IV 20	IV 21
Economically Active Population (Workforce), Thousand People	1653.8	1641.2	1605.2	1572.8	1545.2	1515	1526.9	1505.7	
Employed, Thousand People	1294.5	1286.9	1295.9	1295.9	1262.7	1237.6	1289.11	1197.9	
Unemployed, Thousand People	359.2	354.5	309	276.9	282.6	277.4	259.8	307.8	
Unemployment Rate, Percentage	21.7	21.6	19.2	17.6	18.3	18.3	17	20.4	

Consumer Price Index (Inflation)						
	2015	2016	2017	2018	2019	2020
Annual Average to the Annual Average	104	102.1	106	102.6	104.9	105.2
December over Previous Year's December	104.9	101.8	106.7	101.5	107	102.4

Review of Agricultural product- Carrot

The carrot is one of the most cultivated vegetables in the world. The carrot is cultivated for its root, which is usually orange, although there is a great variety of colours, sizes and shapes. The first year it develops the root and the leaves, and it is not until the second year that it blooms, forming a stem that can reach 1,5m high, on which the white, yellowish or blue flowers appear. The carrot belongs to the Umbelliferous family; its scientific name is *Daucus carota*. It is a biennial plant cultivated for its edible root, which is lengthy and conical. The first year of the cycle it develops the root and a rosette with few leaves. During the second year, it forms the stem that afterwards will bear the flowers. Generally, the carotene content is greater in the skin and root top than in the center and apex. It has a wide variety of root sizes and colours, thus gathering them in three groups:

- Short red carrots, shorter than 10cm
- Medium or semishort carrots, between 10 and 12cm long
- Semilong carrots, between 13 and 20cm long
- Long carrots, longer than 20- 25cm



Scientific classification

Kingdom: Plantae
Clade: Tracheophytes
Clade: Angiosperms
Clade: Eudicots
Clade: Asterids
Order: Apiales
Family: Apiaceae
Genus: *Daucus*
Species: *D. carota*

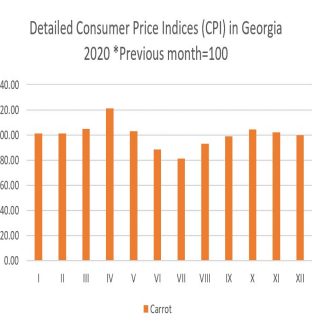
Subspecies: *D. c. subsp. sativus*

Trinomial name

Daucus carota subsp. *sativus*
(Hoffm.) Schöubl. & G. Martens

Synonyms^[1]

- *Carota sativa* (Hoffm.) Rupr.
- *Daucus sativus* (Hoffm.)



There are appropriate natural climatic conditions in Georgia for the intensive development of carrot production. The supply of carrots to the local market starts in Kvemo Kartli in mid-July, in the Samtskhe-Javakheti lowlands in early September, and continues from the Samtskhe-Javakheti highlands in mid-September. Locally produced carrots are available on the market until the end of February. According to available statistics, carrot production is characterized by a growing trend.

Overview of Global Market (www.tridge.com)

Global Market Overview of Carrot								
Rank	Country	Country Share 2020	Export Value 2020	1-Year Growth in Va 2019	3-Year Growth in Va 2017	Weekly Domestic P 2021-04-12	Monthly Domestic F 2021-04	Harvesting Season
1	United States	18.56%	120.72M	-1.74%	+0.14%	+0.45%	-0.33%	High Season
2	Spain	12.96%	84.33M	+19.33%	+34.89%	+14.85%	+12.65%	High Season
3	Italy	8.48%	55.14M	-24.74%	+14.91%	-3.39%	+5.17%	-
4	Canada	7.85%	51.05M	-6.91%	-0.55%	-0.49%	+2.86%	-
5	Netherlands	7.52%	48.89M	-76.49%	-66.6%			-
6	Mexico	7.01%	45.61M	-20.06%	+10.89%			High Season
7	Denmark	6.76%	43.94M	+13.46%	+11.05%			-
8	Israel	5.11%	33.27M	-40.45%	-32.49%		+13.69%	High Season
9	China	5%	32.52M	-91.17%	-91.07%	+1.19%		Low Season
10	Germany	2.48%	16.14M	-16.47%	+7.37%	+3.32%	-3.4%	-

Company description - GEORGIA'S NATURAL/ AROMAPRODUCT

Company is the largest, export oriented group, actively engaged in operating on organic farming and harvesting, gathering wild crops, controlling the quality of organic raw material, processing and consequently, creating premium quality products in accordance with the organic standards. Since 1999, company has been constantly developing organic farms and facilities, which are equipped with modern technologies in Georgia.

For more than 20 years, Georgia's Natural has been producing and exporting worldwide premium quality, organic processed and semi-processed products – 100% pure juice, pulp, IQF frozen fruit, sauces, spices, canned fruit and dry products. Now Georgia's Natural branded products, intended for premium segment, are presented on the organic shelves of premium international retail stores and bio markets in about 40 countries.

<https://georgiasnatural.com/>

JV "GeoHolding & KSH" Consortium
Website: <https://www.ghksh.de/> Email: Mariam.burdiladze@ilcgeoholding.eu; irakli.gogiberidze@ilcgeoholding.eu
Facebook: <https://www.facebook.com/JV-GeoHolding-KSH-Consortium-109650230653196/>



This presentation is for information purposes only and does not constitute or form part of any offer to acquire, sell or otherwise dispose of, or issue, or any solicitation of any offer to sell or otherwise dispose of, purchase or subscribe for, or any securities, nor does it constitute investment advice, nor shall it or any part of it nor the fact of its distribution form the basis of, or be relied on in connection with, any contract or investment decision. Certain statements in this presentation are forward looking statements. These forward looking statements are based on expectations and beliefs current as of the date of this presentation, and, by their nature, are subject to a number of known and unknown risks and uncertainties that could cause the actual results, performance and achievement to differ materially from any expected future results, performance or achievement expressed or implied by such forward looking statements. No representation, warranty or assurance (expressed or implied) is given or made by the forward looking statements contained in this presentation are accurate, complete, reliable or adequate or that they will be achieved or prove to be correct. The presentation disclaims any obligation or undertaking to disseminate any updates or revisions to any information contained in this presentation reflect any change in expectations, events, conditions or circumstances on which that information is based.

Disclaimer JV "GeoHolding & KSH" Consortium