



5 INVESTMENT IN TRANSPORT AND LOGISTICS SECTOR IN GEORGIA

IGC TRACECA actively supports the ongoing infrastructure projects in Georgia. Since 1993, Georgia was involved in 43 different TACIS projects of technical assistance, dealing with infrastructure, trade and border crossing facilitation, as well as institutional improvement, legal instruments and training courses.

Through the instrumentality of TRACECA investment projects, Georgia received financial support for a total sum in excess of 13 M Euro, thanks to which, the following projects were completed:

- Rehabilitation of the Caucasian Railways, 1995-1996.
- Rehabilitation of Red Bridge and construction of the TRACECA bridge, 1997-1998.
- Design and construction of Rail Ferry Facilities in the Port of Poti, Georgia, 1998-1999.
- Establishment of a Ferry Cargo Movement Computer System and Supply and Installation of Computers and Communication Equipment for the Ports of Ilychevsk (Ukraine) and Poti (Georgia), 1998 -2000.
- Equipment for cargo handling and container logistics centre for the export of cotton near Bukhara (Uzbekistan), as well as sea ports of Baku (Azerbaijan) and Turkmenbashi (Turkmenistan), Poti (Georgia) and Illichivsk (Ukraine), 1998-2000.
- Supply of an Optical Cable System for Communication and Signalling to the Railways of Armenia, Azerbaijan and Georgia, 2000-2002.

Other major investments in transport and logistics sector in Georgia were possible thanks to the funding of IFIs such as the European Bank for Reconstruction and Development (EBRD), the World Bank (WB), the Asian Development bank (ADB) Japanese International Cooperation Agency (JICA) and the European Investment Bank (EIB):

Table 4: IFI Supported Projects in Georgia

Title of project	Year of approval	Sub-sector	Total project cost	IFI funding
Secondary and Local Roads Project II	2012	Road (rehabilitation)	87M USD	70 M USD (WB)
Third East West Highway Improvement project Additional financing	2012	Road (rehabilitation)	53.7 M USD	43 M USD (WB)
East West Highway improvement (EIB)	2012	Road (reconstruction)	225 M EUR	190 M EUR (EIB)
East West Highway improvement (JICA)	2011	Road (reconstruction)	222 M EUR	190 M EUR (JICA)
Second East West Highway Improvement Project	2010	Road (reconstruction)	66.6 M USD	20 M USD (WB)





Logistics Processes and Motorways of the Sea II

Additional financing				
First East-West Highway Improvement project Additional financing	2010	Road (rehabilitation)	35 M USD	28 M USD (WB)
Third East West Highway Improvement project	2009	Road (reconstruction)	184 M USD	147 M USD (WB)
Road Corridor Investment program Project 1	2009	Road (reconstruction)	319 M EUR	258 M USD (ADB)
Poti Port (stage 1)	2009	Maritime transport	10.1 M EUR	8 M EUR (EBRD)
Kakheti Regional Improvement project	2009	Road (reconstruction)	37.5 M USD	30 M USD (WB)
Secondary and Local Roads Project Additional Financing	2009	Road (rehabilitation)	102 M USD	70 M USD (WB)
Secondary and Local Roads Project	2007	Road (rehabilitation)	30 M USD	20 M USD (WB)
Second East West Highway Improvement Project	2007	Road (rehabilitation)	50.4 M USD	35 M USD (WB)
First East-West Highway Improvement project	2006	Road (rehabilitation)	30 M USD	19 M USD (WB)