



Georgian Stock Market Review

644,124 Gel was the aggregate turnover of GSE during the last two months. **4,311,796** stocks were traded and **213** deals were done. Most turnover in stocks came on JSC "Liberty Bank" - **99%** of all turnover. Price is stable - **0,034 - 0,035** Gel per one. From the money point of view the leader was "Bank of Georgia" - **74%** of all the stake. Price of stock rose, but turnover was minuscule one

Trades on Georgian Stock Exchange

November 23, 2010 - February 1, 2011; **Sessions 1245 - 1274**

Full Name and the main asset of the company	Ticker	Average Price	Stocks Volume	Volume in Gel	Chartered Capital	Capitalization	share in %	Historical prices	
								MAX	MIN
JSC "Liberty Bank"	BANK	0,034	4281977	143 452	400000000	134005391	0,107	0,141	0,01
JSC "Bank of Georgia"	GEB	33,300	14 274	475 319	43 308 125	1442144785	0,033	67,00	0,500
JSC "Energy and Infrastructure"(fund)	NRGY	1,298	13 485	17 510	70 000 000	90893585	0,019	1,74	0,167
JSC "GeoWaterProject" (building)	STSP	8,403	910	7 647	392 139	3295260	0,232	14,20	0,850
JSC "United Telecommunications" (fixed lines, telecommunication)	UTC	0,170	1 150	196	103 236 684	17595122	0,001	2,000	0,200
Total			4 311 796	644 124					

OTC Stock Market Review (fixation)

Off-exchange deals turnover was **785.268** Gel. **631,365** stocks were traded and **50** deals were conducted. From the deals we would like to mention the following transactions: JSC "GeoTransproject" (Green office) - **16,54%** stocks were traded at price of **315,764** Gel (**175.000** USD). The main (and alone asset) of this company is the modern and many-storied building. Approximate (real) value of it is between **9** and **12 mln** USD. There are **171,714** stocks outstanding, so the real price per stock should be **50 - 70** USD per one (**90 - 130** Gel per stock). Coming from the fixed price, there was written **10,8** Gel per stock (**6** USD per one). As we see this is a clear example of the on-going "pseudoliberal" laws, established on Georgian stock market. We have not fixed any other important stake transactions on the market. At the same time we should note one strange transaction. JSC "Maglivmsheni" - **34,619** stocks were traded at late December, 2010. Price per stock was **5,27** Gel. We should note - the same stocks of this company were traded in January at price of **...0,01** Gel per one and **71,217** stocks were traded. In the previous years, the price and its volatility on that company looked the same strange way... There is no any logical explanation on that. Add here blurry laws regarding stock market in Georgia and we can conclude - you have no any chance to get the clear answer on what is going on at all.

OFF-EXCHANGE FIXATIONS

Full Name and the main asset of the company	Ticker	Min. Price	Max. Price	Stocks Volume	Volume in Gel	Chartered Capital	share in %
JSC "Telasi" (electricity)	AEST	1,000	1,000	150	150	81147886	0,000
JSC "Aqat" (land)	AKAT	0,500	1,000	14075	9602	294767	4,775
JSC "Aviaservice" (building)	AVSV	1,407	1,810	287	444	16345	1,756
JSC "Cotton Factory" (land)	BANA	1,762	1,762	2400	4229	712 541	0,337
JSC "Liberty Bank"	BANK	0,030	0,034	542400	17442	3114913609	0,017
JSC "ElectroAutomate" (land)	ELAV	2,639	2,713	582	1555	430 106	0,135
JSC "Bank of Georgia"	GEB	29,000	35,500	7705	247855	43308125	0,018
JSC "Tamarioni" (land)	KRTI	17,000	17,000	93	1581	35 171	0,264
JSC "Maglivmsheni" (construction)	MAGM	5,270	5,270	34619	182442	2 319 696	1,492
JSC "Mamuli" (land)	MAM	1,762	1,762	136	240	452 987	0,030
JSC "GeowaterProject" (building)	STSP	3,000	4,000	246	942	392 139	0,063
JSC "GeoTransProject" (building)	STP	10,800	14,040	28409	315764	171 714	16,544
JSC "TbilSilk" (land)	TABR	1,000	1,000	200	200	2 431 670	0,008
JSC "Laguna Vere" (Pool)	VERE	44,790	44,790	63	2822	1471476	0,004
Total				631 365	785 268		

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Money Market
as of February 9, 2011

Currencies	GEL
1 USD	1,7761
1 EURO	2,4237
1 RUSSIAN RUBLE	6,0711
1 GB POUND	2,8640
1 TURKISH LIRA	1,1280

InterBank Credit Auction

Issued	Length	%
26-Jan-11	1 Days	7,22%
26-Jan-11	7 Days	7,13%

MONETARY POLICY RATES

Issued	%
Refinancing Rate	7,50%

Certificate Deposit's Auctions

Issued	Length	%	Amount
12-Jan-11	91 days	9,52%	35 000 000
18-Jan-11	91 days	9,72%	35 000 000
26-Jan-11	91 days	9,69%	35 000 000
02-Feb-11	91 days	9,64%	30 000 000

**Selling Price (Lari) of Gold Investment Coins
with the Image of „the Golden Fleece“**

Weight of gold coins (ounce)	Denomin ation	Selling price (Lari)
10.00 (311.0 gr.)	1000 Lari	25 500
5.00 (155.5 gr.)	300 Lari	12 750
1.00 (31.1 gr.)	100 Lari	2 671
0.50 (15.5 gr.)	50 Lari	1 396
0.25 (7.7 gr.)	25 Lari	698
0.10 (3.1 gr.)	10 Lari	279

Week Ahead

Date	Content
07-Feb-11	GSE SESSION N1276
09-Feb-11	GSE SESSION N1277
11-Feb-11	GSE SESSION N1278

Currency market

Georgian currency plummeted against EURO and USD, but rose against Turkish Lira and other foreign currencies. The surging tendency is the result of the disbursement of salaries, bonuses and infrastructures projects at the end of 2010. The National Bank of Georgia sold **45 mln** USD, but **10 mln** were repurchased back in January, 2011. We should note- it is the first time, when NBG purchased USD since June 2010. **126 mln** USD has been sold since June, 2010 until now. **81 mln** Gel was the total emission of the new Tbills. Coming from that the internal debt of Tbills reached **456 mln** Gel. **80 mln** Gel emission is planning in the first quarter of 2011, but **65 mln** has to mature, so net proceed should be **15 mln** Gel. Turnover of CD's Auction was equal to **335 mln** Gel and net proceed from this tool reached **415 mln** Gel. Refinancing short-term loans turnover was **1,329,600,000** Gel, net proceed is **155** mln Gel and **38 mln** Gel is the permanent short-term loan. To prevent further inflation pressure, NBG increased rate on foreign currency borrowing reserve from **5** to **15** in foreign currency.

This step will drop the credit activity and will increase the rate on loans, but Lari rate should appreciate and its exchange rate should strength.