

**MILITARY GRANT AGREEMENT
BETWEEN
GEORGIA AND THE REPUBLIC OF TURKEY**

Georgia and the Republic of Turkey; reaffirming their long-existing friendship relations, referring to the Framework Agreement "Between Government of Georgia and Government of the Republic of Turkey in the Fields of Military Training, Technique and Science" dated April 04, 1996 and the Agreement "Between Government of Georgia and Government of the Republic of Turkey for Cooperation on Military Fields of Training and Technique" dated July 14, 1997 and for the purposes of strengthening their military cooperation and contributing to the restructuring of the Armed Forces of Georgia, have agreed on the following;

ARTICLE I

The Republic of Turkey shall grant 1 510.500 (one million and five hundred ten thousand five hundred) YTL equivalent to U.S. dollars to Georgia. The grant shall be made available from the year 2008.

ARTICLE II

As part of this agreement, 1.282.500 (one million and two hundred eighty two thousand five hundred) YTL equivalent to U.S. dollars grant will be provided as material and services, 228.000 (two hundred twenty eight thousand) YTL equivalent to U.S. dollars will be provided as cash, in accordance with appropriate domestic laws of the Republic of Turkey.

ARTICLE III

1.510.500 (one million and five hundred ten thousand five thousand) YTL equivalent to U.S. dollars grant shall be implemented in accordance with Financial Assistance and Logistic Implementing Protocols that will be signed separately between the officials of the two Parties with reference to this Agreement.

ARTICLE IV

Georgia agrees not to transfer title or possession of articles/ services to another country or third party, without the prior consent of the Republic of Turkey.

ARTICLE V

The present Agreement can be amended and supplemented, with the mutual consent of the Parties, which shall be concluded as a separate Protocol and will come into force in the same way as the present Agreement. These Protocols will be the internal parts of this Agreement.

ARTICLE VI

The Present Agreement enters into effect on the date of the receipt of the last notification of completion of all internal procedures required for its entry into effect by each Party.

The Present Agreement will remain in effect until all materials and services as specified in the Implementing Protocol are removed from the inventory of the Ministry of Defense and the Border Police of Georgia.

The Grant Agreement shall be implemented by the Turkish General Staff on behalf of the Republic of Turkey and by the Ministry of Defense and the Ministry of Internal Affairs on behalf of Georgia.

Any disputes arisen during the implementation of this Agreement shall be solved through mutual discussions and negotiations.

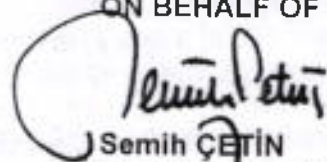
DONE in Ankara/Turkey on November 26, 2008 in two original copies, each in Georgian, Turkish and English languages, all text are equally authentic. In case of divergence in interpretation, the English text shall prevail.

ON BEHALF OF GEORGIA



Mamuka SAMKHARADZE
Lieutenant Colonel
Defence Attaché of Georgia
in the Republic of Turkey

ON BEHALF OF THE REPUBLIC OF TURKEY



Semih ÇETİN
Rear Admiral (LH)
Deputy Head of Force Development and Resource
Management Department of the General Staff