

Bank of Georgia Receives A US\$ 123.5 Million Syndicated Loan Facility

JSC Bank of Georgia (LSE: BGEO, GSE: GEB), the leading Georgian universal bank, announced today that it has completed the placement of its debut US\$123.5 million syndicated loan transaction. The deal was oversubscribed, which led to an increase in the size of the loan by US\$23.5 million from the initial target of US\$100 million. The facility has a 12-month tranche (priced at 1.90% over LIBOR), an 18-month tranche (priced at 2.20% over LIBOR) and a three-year tranche (priced at 2.75% over LIBOR)

Citi and Asian Development Bank were the arrangers and Citi acted as the bookrunner for the 12 month and 18 month tranches.

“We are delighted to have successfully placed our debut syndicated loan, the largest ever raised by a Georgian bank. It is unusual to have the debut syndicated facility with maturity exceeding 12 months, and the strong response from the traditionally conservative bank market is particularly noteworthy, especially in the current credit market conditions. Citi, ADB and our funding team have done a very good job. We will build on this transaction and come back to the syndicated loan market every year” commented **Lado Gurgendze**, Chairman of the Supervisory Board.

About Bank of Georgia

Bank of Georgia, a leading universal Georgian bank with operations in Georgia and Ukraine, is the largest bank by assets, loans, deposits and equity in Georgia, with 32% market share by total assets (all data according to the NBG as of 30 June 2007). The major component of the Galt & Taggart Index, the bank has 105 branches and over 530,000 retail and more than 55,000 corporate current accounts. The bank offers a full range of retail banking and corporate and investment banking services to its customers across Georgia. The bank also provides a wide range of corporate and retail insurance products through its wholly-owned subsidiary, Aldagi BCI, as well as asset & wealth management services.

Bank of Georgia has, as of the date hereof, the following credit ratings:

Standard & Poor's	'B+/B'	Stable
Moody's	'B3/NP' (FC) & 'Ba1/P-3' (LC)	Stable
Fitch Ratings	'B+/B'	Stable

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