

JSC Bank of Georgia To Raise Approximately US\$100 Million Through The Offering Of New Ordinary Shares In The Form Of Global Depository Receipts

JSC Bank of Georgia (LSE: BGEO, GSE: GEB, “Bank of Georgia” or the “Bank”) today announces its intention to raise approximately US\$100 million through an offering (the “Offering”) of new ordinary shares (with a nominal value of GEL 1.00 per share) in the form of global depository receipts (“GDRs”). The proceeds of the Offering will provide required capital for the Bank’s planned domestic growth and international expansion.

The Offering marks Bank of Georgia’s first return to the international equity capital markets since its successful US\$160 million initial public offering (“IPO”) in November 2006.

The Offering will be made available to international institutional investors. It is Bank of Georgia’s intention to prioritise allocations to existing shareholders. Funds managed by two of the Bank’s shareholders who have representation on the Bank’s Supervisory Board, Firebird and East Capital, have indicated their intention to participate in the Offering.

In connection with the Offering, Bank of Georgia has agreed to a lock-up with respect to the issuance of new equity for three months, subject to standard exceptions.

ING Bank (the “Manager”) is acting as Sole Bookrunner for the Offering. Unicredit Group is Joint Lead Manager and Galt and Taggart Securities, the Bank’s brokerage subsidiary, is acting as Selling Agent.

Pricing will be determined pursuant to a bookbuild process managed by the Manager. The Offering is expected to close at 5pm GMT on 12 February 2007.

Speaking on the Offering, Acting Chairman of the Supervisory Board of the Bank of Georgia, **Nicholas Enukidze**, said “We are delighted with the ongoing support we have received from our shareholders since our successful IPO in November 2006. This second equity offering marks a significant milestone for the Bank in its capital markets development. With the proceeds, we expect to further consolidate our leading position in the Georgian market and pursue new opportunities in the region.”

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The securities referred to herein have not been and will not be registered under the U.S. Securities Act of 1933, as amended, and may not be offered or sold in the United States or to U.S. persons unless they are registered under the

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 35% market share by total assets (all data according to the NBG as of 31 December 2007). The major component of the Galt & Taggart Index, the bank has 117 branches and over 705,000 retail and more than 64,000 corporate current accounts. The bank offers a full range of retail banking, corporate and investment banking and asset & wealth management services. The bank also provides a wide range of corporate and retail insurance products through its wholly-owned subsidiary Aldagi BCI.

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/NP' (LC), Stable
Fitch Ratings:	'B+/B', Stable

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