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FOR IMMEDIATE RELEASE

24 November 2006

BANK OF GEORGIA ANNOUNCES PRICING FOR INITIAL PUBLIC OFFERING

Tbilisi, Georgia – 24 November 2006 – Bank of Georgia (the “Bank”), a leading Georgian universal bank, announced today the pricing of initial public offering of its shares in the form of Global Depository Receipts (“GDRs”). Each GDR represents one share of the Bank. The price was set at US\$ 18 per GDR, which implies a market capitalization of approximately US\$ 440 million at the commencement of trading. The offering size is approximately US\$ 160 million, assuming full exercise of the over-allotment option.

The offering includes 6,581,919 primary shares issued by the Bank and 1,140,000 secondary shares sold in the form of GDRs to international institutional investors outside the United States. ING Bank N.V., London Branch, which acted as the sole Bookrunner of the offering, was granted an over-allotment option of up to 1,158,284 shares, including 858,288 primary and 300,000 secondary shares. The option is exercisable within 30 days from the date of this press release and would increase the offering from approximately 33% to 37% of the Bank’s post-offering share capital. The Bank’s gross proceeds from the offering (assuming the exercise of the over-allotment option) will amount to approximately US\$ 134 million.

The Bank will be the first Georgian company ever and the second bank from the CIS since 1999 to be listed on the London Stock Exchange.

Conditional trading in GDRs will commence on the London Stock Exchange today, 24 November 2006, under the symbol “BGEO”, with closing and settlement of the offering anticipated on 28 November 2006. The admission of the GDRs to the UK Listing Authority’s Official List and to trading on the regulated market of the London Stock Exchange is expected to take place on 29 November 2006.

Lado Gurgenidze, Chairman of the Supervisory Board of Bank of Georgia, commented: “The IPO on the London Stock Exchange has attracted substantial interest from a broad range of investors across Europe. The offering and LSE listing are intended to raise our profile, position us within our international peer group and enable us to benefit from a diversified shareholder base. We have an established presence in Georgia and a quickly expanding business in the country and other regions”.

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ING Bank N.V., London Branch has acted as Lead Manager and Sole Bookrunner of the offering, Bank Austria Creditanstalt AG has acted as Co-Lead Manager of the Offering and JSC Galt & Taggart Securities, a wholly-owned investment banking subsidiary of the Bank, has acted as Selling Agent.

For further information, please visit www.bog.ge/ir or contact:

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Bank of Georgia, a leading universal Georgian bank, is the largest bank by total equity and the second largest bank by total assets in the country. The Bank has 98 branches and over 380,000 retail clients in Georgia. 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, BCI, as well as asset & wealth management services.

Recent Financial Performance

The financial information in the following paragraph is unaudited and reflects the best estimates of the management. The Bank's results may differ from the amounts reflected herein as a result of various factors. The Bank's results for an interim period are not necessarily indicative of what its results will be for the full year.

Based on the Bank's IFRS management accounts for the nine months ended 30 September 2006, the Bank's total assets as at 30 September 2006 were GEL 856.7 million and its total liabilities as at such date were GEL 719.6 million, representing an increase of 85.6% and 94.4%, respectively, as compared to 31 December 2005. The Bank's net income for the nine months ended 30 September 2006 was GEL 17.3 million, representing a 96.0% increase year on year.

Bank of Georgia has 'B+/B' rating with a stable outlook from Standard & Poor's; 'B3/NP' (FC) and 'Baa3/P-3' (LC) ratings with a stable outlook from Moody's; and a 'B-/B' credit rating with a positive outlook from FitchRatings.

The securities referred to herein have not been and will not be registered under the US Securities Act of 1933, as amended (the "Securities Act"), and may not be offered or sold in the United States or to US persons unless the securities are registered under the Securities Act, or an exemption from the registration requirements of the Securities Act is available. No

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