

1.68 GEL/US\$ 30 September 2009 period end  
 1.67 GEL/US\$ 9 month 2009 average  
 1.67 GEL/US\$ Q3 2009 average  
 1.66 GEL/US\$ 30 June 2009 period end  
 1.66 GEL/US\$ Q2 2009 average  
 1.41 GEL/US\$ 30 September 2008 period end  
 1.47 GEL/US\$ 9 month 2008 average  
 1.43 GEL/US\$ Q3 2008 average

### **JSC BANK OF GEORGIA REPORTS Q3 2009 AND YTD 2009 RESULTS**

<i>Millions, unless otherwise noted</i>	<b>Q3 2009</b>		<b>Growth q-o-q<sup>1</sup></b>
<b>Bank of Georgia (Consolidated, Unaudited, IFRS-based)</b>	<b>US\$</b>	<b>GEL</b>	
<b>Total Operating Income (Revenue)<sup>2</sup></b>	<b>47.3</b>	<b>79.3</b>	<b>-2%</b>
<b>Recurring Operating Costs</b>	<b>26.8</b>	<b>45.0</b>	<b>-3%</b>
<b>Normalised Net Operating Income<sup>3</sup> (NNOI)</b>	<b>20.5</b>	<b>34.3</b>	<b>0%</b>
<b>Profit Before Provisions</b>	<b>19.3</b>	<b>32.4</b>	<b>-5%</b>
<b>Net Provision Expenses</b>	<b>17.9</b>	<b>30.0</b>	<b>-26%</b>
<b>Net Income/(Loss)</b>	<b>1.6</b>	<b>2.6</b>	<b>NMF</b>
<b>Total Assets</b>	<b>1,777.0</b>	<b>2,980.2</b>	<b>2%</b>
<b>Net Loans</b>	<b>989.4</b>	<b>1,659.3</b>	<b>-5%</b>
<b>Client Deposits</b>	<b>705.1</b>	<b>1,182.5</b>	<b>15%</b>
<b>Tier I Capital Adequacy Ratio (BIS)<sup>4</sup></b>		<b>25.4%</b>	<b>6%</b>
<b>Total Capital Adequacy Ratio (BIS)<sup>5</sup></b>		<b>34.6%</b>	<b>1%</b>
<b>Tier I Capital Adequacy Ratio (NBG)</b>		<b>20.4%</b>	<b>14%</b>
<b>Total Capital Adequacy Ratio (NBG)</b>		<b>21.2%</b>	<b>15%</b>
	<b>YTD 2009</b>		<b>Growth y-o-y<sup>1</sup></b>
<b>Bank of Georgia (Consolidated, Unaudited, IFRS-based)</b>	<b>US\$</b>	<b>GEL</b>	
<b>Total Operating Income (Revenue)<sup>2</sup></b>	<b>144.1</b>	<b>241.6</b>	<b>-4%</b>
<b>Recurring Operating Costs</b>	<b>81.1</b>	<b>135.9</b>	<b>-5%</b>
<b>Normalised Net Operating Income<sup>3</sup></b>	<b>63.0</b>	<b>105.7</b>	<b>-4%</b>
<b>Profit Before Provisions</b>	<b>61.6</b>	<b>103.2</b>	<b>-13%</b>
<b>Net Provision Expenses</b>	<b>61.3</b>	<b>102.8</b>	<b>-13%</b>
<b>Net Income/(Loss)</b>	<b>2.0</b>	<b>3.4</b>	<b>161%</b>

<sup>1</sup> Compared to the respective period in 2008 and 2009; growth calculations based on GEL values.

<sup>2</sup> Revenue includes Net Interest Income and Net Non-Interest Income.

<sup>3</sup> Normalised for Net Non-Recurring Costs.

<sup>4</sup> BIS Tier I Capital Adequacy Ratio equals Tier I Capital as of the period end divided by Total Risk Weighted Assets as of the same date, both calculated in accordance with the requirements of Basel Accord I.

<sup>5</sup> BIS Total Capital Adequacy Ratio equals Total Capital as of the period end divided by Total Risk Weighted Assets as of the same date, both calculated in accordance with the requirements of Basel Accord I.

#### **About Bank of Georgia**

Bank of Georgia is the leading Georgian bank offering a broad range of corporate and investment banking, retail banking, wealth management and insurance services to its customers in Georgia, Ukraine and Belarus. Bank of Georgia is the largest bank in Georgia by assets, loans, deposits and equity, with 33.6% market share by total assets (all data according to the NBG as of 30 September 2009). The bank has 140 branches and over 880,000 retail and more than 146,000 corporate current accounts.

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

Standard & Poor's	'B/B'
FitchRatings	'B/B'
Moody's	'B3/NP' (FC) & 'Ba3/NP' (LC)

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The financial information as of Q3 2009, September YTD 2009, Q2 2009, Q3 2008 and September YTD 2008 contained in this news report is unaudited and reflects the best estimates of management. The bank's actual results may differ significantly from the amounts reflected herein as a result of various factors.

Bank of Georgia (LSE: BGEO, GSE: GEB) (the “Bank”), Georgia’s leading bank, announced today its Q3 2009 and YTD 2009 consolidated results (IFRS-based, derived from management accounts), reporting a Q3 2009 Net Income of GEL 2.6 million and YTD 2009 Net Income of GEL 3.4 million.

### Quarter highlights

- Consolidated Client Deposits grew 15.3% q-o-q to GEL 1,183 million, driven by:
  - 16.3% q-o-q growth of Bank of Georgia Standalone Client Deposits to GEL 1,058 million, of which
    - § Wealth Management Client Deposits grew 26.8% q-o-q to GEL 131.4 million
    - § Retail Banking Client Deposits grew 16.2% q-o-q to GEL 331.2 million
    - § Corporate Banking Client Deposits grew 14.3% q-o-q to GEL 594.9 million
- Consolidated NPLs of GEL 139.8 million, improved by 6.0% q-o-q, driven by:
  - 2.4% q-o-q decrease of Bank of Georgia Standalone NPLs to GEL 115.9 million
- Consolidated Net Provision Expenses of GEL 30.0 million improved 26.3% q-o-q, driven by:
  - 40.2% decline in Net Provision Expenses of Bank of Georgia (Standalone) to GEL 17.7 million, while BG Bank’s Net Provision Expense of GEL 12.9 million grew by 17.1% q-o-q
- Total Capital Adequacy Ratio of Bank of Georgia (Standalone) grew to 21.2% from 18.4% in Q2 2009 and Tier I Capital Adequacy Ratio of Bank of Georgia (Standalone) grew to 20.4% from 17.8% in Q2 2009 (both ratios by NBG standards), mostly a result of the Georgian FSA’s decision to reduce the risk-weighting of foreign currency denominated loans from 175% to 150%
- Acquisition of HR Soft and new core banking system, to be fully deployed in 2011 will further increase the Bank’s operational efficiency
- Continued downscaling of Ukrainian operations have resulted in the closure of 13 branches and headcount reduction by 168 employees since the year end 2008
- BG Bank launched private banking in Ukraine
- The first equity capital markets transaction since the beginning of financial crisis in 2008 accomplished as BG Capital completed a US\$13 million equity placement for Sintal Agriculture in Ukraine
- Since the end of the reporting period, new senior management appointments include Archil Gachechiladze, as Deputy CEO for Corporate Banking in Georgia and Nikoloz Shurgaia, Deputy CEO, International Banking focusing on Belarus

### Q3 2009 summary of the Bank’s consolidated results

In Q3 2009, the Bank’s Total Operating Income (Revenue) amounted to GEL 79.3 million, a 1.6% decline q-o-q (down 7.7% y-o-y), a result of a 1.1% q-o-q decrease of Net Interest Income to GEL 48.9 million and a 2.4% q-o-q decline of Net Non-Interest Income to GEL 30.4 million (up 12.3% y-o-y). The decline of Net Interest Income during the quarter was due to contraction of consolidated gross loan book, which was down by 3.8% q-o-q (lower rate of decline than 8.5% in Q2 2009). Despite high liquidity during the quarter, Net Interest Margin (NIM) stood at 9.1% in Q3 2009. Lower Net Non-Interest Income was a result of an 8.4% q-o-q decrease (down 31.4% y-o-y) of Net Foreign Currency Related Income to GEL 6.5 million, attributed to the decreased FX transaction volumes and a 9.3% q-o-q decrease of Net Fees and Commission Income to GEL 10.5 million (down 18.8% y-o-y), reflecting the contraction of the loan book during the quarter. Net Income from Documentary Operations increased 30.6% q-o-q to GEL 2.3 million, (up 37.3% y-o-y), a result of the increase in trade finance activities. Net Other Non-Interest Income increased 3.5% q-o-q to GEL 11.1 million, mostly due to the increase in brokerage income during the quarter.

NNOI in Q3 2009 increased 0.3% q-o-q to GEL 34.3 million, (down 5.4% y-o-y), on the back of 2.9% q-o-q improvement of Total Consolidated Recurring Operating Costs for the quarter to GEL 45.0 million (down 9.4% y-o-y). Personnel Costs, the largest Recurring Cost item, was reduced 3.8% q-o-q largely an effect of the cost cutting measures implemented at BG Bank, Ukraine. Such measures include the closure of 13 branches bringing the number of branches to 18 and headcount reduction by 168 full time employees (or 23% reduction) since the beginning of the year. Total Recurring Operating Costs excluding Personnel Costs reached a total of GEL 22.6 million in Q3 2009, a 2.1% decrease q-o-q. Normalized Cost/Income ratio (Costs exclude Net Non-Recurring Costs) decreased to 56.7 % in Q3 2009 from 57.5% in Q2 2009 and 57.8% in Q3 2008. Total

Non-Recurring Costs for the quarter amounted to GEL 1.9 million, that include fees and commissions related to the increase of the Bank's GDRs block listing on the London Stock Exchange in August 2009.

The Bank's Net Provision Expense for the quarter amounted to GEL 30.0 million, compared to the Net Provision Expense of GEL 40.7 million in Q2 2009 and GEL 103.2 million in Q3 2008. The 26.3% improvement of Net Provision Expense for the quarter was largely driven by the improving market environment in Georgia. The Bank's Net Provision Expense in Georgia amounted to GEL 17.7 million (compared to Net Provision Expense of GEL 29.6 million in Q2 2009), while BG Bank's Net Provision Expense reached GEL 12.9 million (compared to Net Provision Expense of GEL 11.0 million in Q2 2009), or 17.1% q-o-q increase, reflecting the management's conservative approach to provisioning in Ukraine.

#### **YTD 2009 summary of the Bank's consolidated results**

In nine months of 2009 the Bank's Total Operating Income (Revenue) decreased 4.5% y-o-y to GEL 241.6 million, due to 8.3% y-o-y decrease in Net Interest Income to GEL 150.8 million, which more than offset a 2.6% y-o-y increase in Net Non-Interest Income to GEL 90.8 million. The decline of Net Interest Income reflects the decrease of the consolidated gross loan book from GEL 2,059.7 million at the end of Q3 2008 to GEL 1,833.1 million in Q3 2009. Net Foreign Currency Related Income declined by 32.5% y-o-y to GEL 22.3 million, mostly due to decrease in volumes and lower FX volatility throughout the year. The Bank's Net Fees and Commission Income decreased 8.2% y-o-y to GEL 33.2 million due to decline in lending activity, while Net Income from Documentary Operations grew by 26.4% y-o-y to GEL 6.3 million. Net Other Non-Interest Income reached GEL 28.9 million, up 103.7% y-o-y, mostly driven by the increased profitability of the Bank's insurance subsidiary, resulting in the Net Insurance Income of GEL 13.0 million for the nine months of 2009, up 123.2% y-o-y. Total Recurring Operating Costs decreased by 4.9% y-o-y to GEL 135.9 million, mostly due to a 17.0% y-o-y decline of Personnel Costs, a result of the cost optimization measures, including headcount reduction implemented by the Bank in Georgia and Ukraine.

Net Provision Expense in nine months of 2009 amounted to GEL 102.8 million, which compares to GEL 117.8 million Net Provision Expense booked by the Bank in Q3 2008. The Bank had Net Provision Expense of GEL 33.3 million in Ukraine and GEL 71.3 million in Georgia. The Bank reported Net Income of GEL 3.4 million for the nine months of 2009.

On 30 September 2009, the Bank's Consolidated Total Assets stood at GEL 3.0 billion, up 2.5% from 30 June 2009, down 8.6% from 31 December 2008 and down 5.5% from Q3 2008. The Bank's Net Loans decreased by 5.2% q-o-q (down 14.1% y-o-y) to GEL 1,659.3 million.

In Q3 2009 loan loss reserves amounted to GEL 173.7 million or 9.5% of consolidated gross loan book, up from 8.1% in Q2 2009, the increase due to the decline of the gross loan book in Georgia and increased reserves in Ukraine. NPLs declined to GEL 139.8 million (down from GEL 148.8 million in Q2 2009), representing 7.6% of the consolidated gross loans as at 30 September 2009, compared to 7.8% in Q2 2009.

Since the end of Q2 2009, the Bank witnessed an inflow of client deposits in Georgia leading to a 15.3% q-o-q increase of consolidated Client Deposits during Q3 2009 to GEL 1,182.5 million as of 30 September 2009, a 4.4% increase since Q1 2009, and nearly reaching the year-end 2008 Client Deposits of GEL 1,193.1 million. Since year-end 2008 client deposits in Georgia increased from GEL 1,045.2 million to GEL 1,057.5 million and in Ukraine decreased from GEL 127.4 million to GEL 117.1 million as of 30 September 2009. Client Deposit growth trend continued throughout October both in Georgia and Ukraine, increasing 5.1% month-on-month to GEL 1,111.5 million in Georgia and 2.1% month-on-month to GEL 119.6 million in Ukraine as of 31 October 2009.

#### **JSC Bank of Georgia (Standalone)**

Bank of Georgia's banking operations in Georgia, which are provided through JSC Bank of Georgia, reported Q3 2009 standalone Net Income of GEL 10.8 million, as compared to Net Income of GEL 0.9 in Q2 2009. The increase in Net Income for the quarter was a result of the lower provisions booked by the Bank, which stood at GEL 17.7 million on a standalone basis in Q3 2009 compared to provisions of GEL 29.6 million and GEL 24.0 million booked by the Bank in Q2 2009 and Q1 2009, respectively.

In Q3 2009 Total Operating Income amounted to GEL 61.5 million, down 1.3 % q-o-q and down 13.8 % y-o-y. Net Interest Income stood at GEL 44.5 million, down 2.1% q-o-q and down 14.6 % y-o-y, reflecting the 16.7% contraction of the standalone gross loan book since the year-end 2008. Net Non-Interest Income amounted to GEL 17.0 million, up 1.1 % q-o-q and down 11.6% y-o-y. The q-o-q increase of Net Non-Interest Income was mainly attributed to the 30.6% q-o-q increase of Net Income from Documentary Operations to GEL 2.3 million, which more than offset 1.9% q-o-q decline of Net Fees and Commission Income to GEL 8.1 million, a result of the decreased lending activity, and a 6.2% decline of the Net Foreign Currency Related Income to GEL 6.0 million. On a standalone basis, Bank of Georgia's standalone Total Recurring Operating Costs increased 1.3% q-o-q to GEL 30.1 million. On a year-on-year basis, the Bank's Total Recurring Operating Costs in Q3 2009 decreased 10.8%, mostly due to 23.5% decrease of Personnel Costs in Q3 2009 compared to Q3 2008. The Bank's Net Provision Expense on a standalone basis during the quarter reached GEL 17.7 million, attributed mostly to the Bank's retail banking loans.

Bank of Georgia's YTD 2009 Total Operating Income on a standalone basis amounted to GEL 190.4 million down 8.9% y-o-y, a result of 4.9% y-o-y decline of Net Interest Income to GEL 140.4 million, and 18.6% y-o-y decline of Net Non-Interest Income to GEL 50.1 million. The decline of Net Non-Interest Income was mostly due to 37.2% y-o-y decline of Foreign Currency Related Income to GEL 18.0 million due to decreased FX transaction volumes. The Total Recurring Operating Costs of the Bank's Georgian operations in the nine months 2009 declined by 5.7%, driven predominantly by 17.8% y-o-y decline of Personnel Costs and other cost containment measures implemented by the Bank. In September 2009, the Bank selected Temenos T24 as its new core banking software, expected to be fully deployed in 2011. The new core banking software will centralize the Bank's IT functions and is expected to further increase the Bank's operational efficiency.

Net Provision Expense in nine months of 2009 amounted GEL 71.3 million, resulting in YTD 2009 standalone Net Income of GEL 23.0 million.

As of 30 September 2009 Bank of Georgia's Total Assets on a standalone basis stood at GEL 2.8 billion, up 2.5% q-o-q and 1.3% y-o-y. Net Loans declined 4.6% q-o-q to GEL 1.5 billion, down by 8.2% y-o-y. Reserve for loan losses at the end of Q3 2009 was up 7.5 % q-o-q reaching GEL 123.4 million, with reserve on RB and WM loan losses representing 62.5% of total Reserve for Loan Losses on a standalone basis, down from 65.7% in Q2 2009 and up from 52.7% in Q4 2008. NPLs stood at GEL 115.9 million, and represented 7.0% of the total gross loan book, an increase from the same ratio of 6.9% in Q2 2009, when the NPLs amounted to GEL 118.7 million on a standalone basis.

#### Breakdown of the Standalone Total Gross Loans, currency, loan loss reserves and NPLs by Business Units

<i>GEL million</i>	<i>GEL</i>	<i>Foreign Currency</i>	<i>Gross Loans</i>	<i>LL Reserves</i>	<i>Net Loan Book</i>	<i>NPLs</i>
RB	197.6	631.3	828.9	(73.3)	755.6	54.5
WM	0.6	57.2	57.8	(3.9)	53.9	0.0
CB	171.5	593.2	764.7	(46.3)	718.4	61.4
<b>Total</b>	<b>369.7</b>	<b>1,281.7</b>	<b>1,651.4</b>	<b>(123.5)</b>	<b>1,527.9</b>	<b>115.9</b>

In Q3 2009, the Bank's client deposits in Georgia stood at GEL 1,057.5 million as compared to GEL 909.3 million in Q2 2009 and GEL 1,045.2 million on 31 December 2008. The deposit growth trend, which started mid-May 2009 continued through the end of October 2009, when Client Deposits reached GEL 1,111.5 million. The growth of Client Deposits during the period was mostly driven by the increase of Wealth Management client deposits that reached GEL 131.4 million as of 30 September 2009, up 35.9% YTD, up 86.5% y-o-y and up 26.8% q-o-q. Deposits from the Bank's non-resident clients amounted to GEL 74.4 million, contributing 56.6% to the Wealth Management client deposits as of 30 September 2009. Retail Banking Client Deposits amounted to GEL 331.2 million, up 3.8% YTD, up 1.7% y-o-y and up 16.2% q-o-q. Corporate Banking Client Deposits stood at GEL 594.9 million, down 5.5% YTD, up 3.2% y-o-y and up 14.3% q-o-q.

## Breakdown of Standalone Total Client Deposits by currency

<i>GEL million</i>	30-Sep-09			30-Jun-09			31-Dec-08		
	<i>GEL</i>	<i>Foreign Currency</i>	<i>Total</i>	<i>GEL</i>	<i>Foreign Currency</i>	<i>Total</i>	<i>GEL</i>	<i>Foreign Currency</i>	<i>Total</i>
RB	69.9	261.3	331.2	61.9	220.9	282.8	80.1	239.7	319.8
WM	4.6	126.7	131.3	5.1	102.4	107.5	9.1	89.6	98.7
CB	299.0	296.0	595.0	271.8	247.2	519.0	245.8	380.9	626.7
<b>Total</b>	<b>373.5</b>	<b>684.0</b>	<b>1,057.5</b>	<b>338.8</b>	<b>570.5</b>	<b>909.3</b>	<b>335.0</b>	<b>710.2</b>	<b>1,045.2</b>

As of 30 September 2009 Bank of Georgia on a standalone basis held market share of 33.6 %, 31.1%, 29.3 %, 40.4% and 35.3% by total assets, gross loans, client deposits, shareholders' equity and regulatory capital, respectively in Georgia<sup>6</sup>.

As of 30 September 2009, the Bank's Tier I Capital Adequacy Ratio was 20.4% and Total Capital Adequacy Ratio was 21.2% according to the Georgian FSA standards. The increase from Q2 2009 Tier I Capital Adequacy Ratio of 17.8% and Total Capital Adequacy Ratio of 18.4% is in part a result of reduction of the risk-weighting requirement of US\$ denominated loans from 175% to 150% by the Georgian FSA in August 2009. According to the requirement of the Georgian FSA Tier I Capital Adequacy Ratio should be no less than 8% and Total Capital Adequacy Ratio no less than 12%.

The Bank's NBG Liquidity Ratio (standalone) stood at 43.5% as of 30 September 2009, translating into GEL 325.4 million of excess liquidity.

**BG Bank (Ukraine)**

As reported, BG Bank's strategy was adjusted in line with current market conditions. BG Bank is now focusing on closer integration with BG Capital's investment banking operations in Ukraine, facilitating and financing trade between Ukraine and Georgia and Belarus, servicing SME corporate clients providing trade finance and short-term working capital facilities. BG Bank will also focus on private banking services to Ukrainian clients leveraging its private banking expertise in Georgia.

In Q3 2009 BG Bank's Revenue amounted to GEL 5.3 million, down by 5.9% q-o-q and down 39.7% y-o-y. Recurring Costs declined 14.3% q-o-q to GEL 3.9 million, down 41.6% y-o-y, following the cost-control measures that are being implemented by BG Bank. In line with the Bank's strategy of shifting the focus away from retail banking, such cost-control measures include the branch network optimization entailing the closure of 13 branches since the beginning of the year and headcount reduction by 23%. The implementation of these and other measures resulted in a 20.1% q-o-q decrease of Personnel Costs (the largest cost item of BG Bank) to GEL 2.6 million and an 82.9% decrease of Procurement and Operations Support Expenses to GEL 185.1 thousand during the quarter. BG Bank's Net Provision Expense for the quarter amounted to GEL 12.9 million as compared to GEL 11.0 million in Q2 2009 and GEL 26.3 million booked in Q4 2008. In Q3 2009 BG Bank recorded Net Loss of GEL 5.5 million.

In nine months of 2009 BG Bank's Revenue decreased to GEL 16.3 million, down 25.8% y-o-y. Recurring Costs stood at GEL 14.2 million, down 32.5% y-o-y. BG Bank's Net Provision Charge for nine months of 2009 reached GEL 33.3 million as compared to GEL 0.3 million recovery of provision charge in same period in 2008. In nine months of 2009 BG Bank recorded Net Loss of GEL 23.6 million as compared to Net Income of GEL 682 thousand in nine months 2008.

BG Bank's Total Assets decreased by 40.0% y-o-y to GEL 202.0 million (down 1.7% q-o-q), due to the growth in loan loss reserves by GEL 43.7 million over 12 month period, 31.4% y-o-y decrease in BG Bank's client deposits and the effect of 50.7% devaluation of Hryvna against Lari. In Q3 2009 gross Loans to Clients decreased 27.5% y-o-y to GEL 186.2 million (down 2.2% q-o-q) and loan loss reserves increased 28.6% q-o-q to GEL 50.2 million or 26.9% of BG Bank's Gross Loan Book. 56.5% of BG Bank's gross loans is issued in Hryvna and the remaining loans are issued in foreign currency. As at 30 September 2009, BG Bank's NPLs stood at GEL 23.9 million, or 12.8% of BG Bank's Gross Loan book. The NPL coverage ratio stood at 210.0% as of 30 September 2009.

<sup>6</sup> Market share data are derived from the information published by the National Bank of Georgia ([www.nbg.gov.ge](http://www.nbg.gov.ge)) and represent an aggregation of standalone financial information (non-IFRS, based on National Bank of Georgia requirements) filed by Georgian banks.



**Breakdown of the BG Bank's Total Gross Loans, currency, loan loss reserves and NPLs by Business Units**

<i>GEL millions</i>	<i>UAH</i>	<i>Foreign Currency</i>	<b>Gross Loan Book</b>	<b>LL Reserves</b>	<b>Net Loan Book</b>	<b>NPLs</b>
RB	6.1	28.1	34.2	(12.9)	21.3	6.3
CB	99.2	52.8	152.0	(37.3)	114.7	17.6
<b>Total</b>	<b>105.3</b>	<b>80.9</b>	<b>186.2</b>	<b>(50.2)</b>	<b>136.0</b>	<b>23.9</b>

BG Bank's Client Deposits increased by 2.0% q-o-q to GEL 117.1 million, reversing the trend of several previous quarters. BG Bank's Total Liabilities stood at GEL 160.5 million in Q3 2009, down 30.0% y-o-y and up by 2.3% q-o-q. BG Bank has no international wholesale funding obligations and its leverage stood at a 3.9x as of 30 September 2009.

**Breakdown of BG Bank's Total Client Deposits by currency**

<i>GEL million</i>	<b>30-Sep-09</b>			<b>30-Jun-09</b>			<b>31-Dec-08</b>		
	<i>UAH</i>	<i>Foreign Currency</i>	<b>Total</b>	<i>UAH</i>	<i>Foreign Currency</i>	<b>Total</b>	<i>UAH</i>	<i>Foreign Currency</i>	<b>Total</b>
RB	22.6	51.3	73.9	27.3	49.8	77.1	29.7	52	81.7
CB	37.2	6.0	43.2	34.0	3.7	37.7	36.2	9.5	45.7
<b>Total</b>	<b>59.8</b>	<b>57.3</b>	<b>117.1</b>	<b>61.3</b>	<b>53.5</b>	<b>114.8</b>	<b>65.9</b>	<b>61.5</b>	<b>127.4</b>

As of 30 September 2009, BG Bank's Capital Adequacy Ratio (National Bank of Ukraine (NBU) standard) of BG Bank stood at 22.8% well above 8% required by NBU. In Q3 2009 Current and Quick Liquidity Ratios of BG Bank stood at 81.0% and 63.0%, respectively, higher than the NBU requirement of 40% for both ratios.

**Belaruskiy Narodniy Bank, Belarus (BNB)**

In Q3 2009 BNB's Total Operating Income increased to GEL 2.1million, up 22.6% q-o-q. BNB's Recurring Costs stood at GEL 1.5 million, down 0.5% q-o-q, resulting in a Net Income of GEL 617.0 thousand as compared to Net Income of GEL 196.8 thousand in Q2 2009, Net income of GEL 660.8 thousand in Q1 2009 and Net Loss of GEL 208.4 thousand in Q4 2008.

In nine months of 2009 BNB's Total Operating Income reached GEL 6.2 million, while Total Recurring Operating Costs stood at GEL 4.4 million. NNOI equaled GEL 1.8 million, while Net Income in the nine months of 2009 amounted to GEL 1.5 million.

On 30 September 2009 BNB's Total Assets stood at GEL 57.0 million, up 9.9% q-o-q and Gross Loans to Clients equaled GEL 26.5 million, down 3.2% q-o-q. Client Deposits amounted to GEL 17.9 million, up 10.3% q-o-q, while Total Liabilities stood at GEL 22.4 million, up 16.9% q-o-q.

Total Capital Adequacy stood at solid 58.3%, while Tier I Capital Adequacy Ratio amounted to 29.7%. National Bank of Belarus (NBB) requires Total Capital Adequacy ratio of 8% and Tier I Capital Adequacy Ratio of 4%. As of 1 January 2010, regulatory capital requirement by the NBB will increase from the current EUR 10 million to EUR 25 million. The Bank intends to participate in the capital increase to meet the NBB requirement.

**BG Capital (formerly Galt & Taggart Securities)**

In Q3 2009 BG Capital had made a significant progress in its development. BG Capital moved to a new HQ building in Kiev where it will be co-located with BG Bank's private banking unit enabling better utilization of synergies between two business units. BG Capital also signed several interesting corporate finance mandates, one of which, a US\$13 million equity placement for Sintal Agriculture was successfully completed in October 2009. The Sintal Agriculture transaction was the first equity capital markets transaction from Ukraine from the beginning of financial crisis in 2008.

BG Capital's Revenue for the quarter amounted to GEL 1.8 million and Net Income to GEL 0.5 million. BG Capital's Revenue for the nine months in 2009 was GEL 4.5 million and Net Income was GEL 1.4 million. In nine months of 2009 BG Capital's Total Recurring Costs amounted GEL 3.3 million as compared to nine months 2008 GEL 6.8 million, down by 57.1% y-o-y.

**Asset Management (AM)**

In September 2009 Bank of Georgia completed the first stage of the restructuring of its asset management business entailing the sale of its controlling stake in GTAM, the Bank's main vehicle for asset management business line since Q4 2007. The Bank's asset management business line now includes JSC Liberty Consumer ("LC"), where the Bank owns 65.2% equity interest and which in turn owns 52.1% JSC SB Real Estate ("SBRE").

**Insurance**

Aldagi BCI, the Bank's wholly-owned insurance subsidiary, reported Q3 2009 Net Income of GEL 1.6million (as compared to Net Income of GEL 1.6 million in Q2 2009 and Net Loss of GEL 26 thousand in Q3 2008). Revenue grew by 145.1% y-o-y and 1.9% q-o-q to GEL 6.3 million. The notable improvement of Aldagi BCI's cost control and efficiency and better claims management resulted in the 7.1% q-o-q decrease of Recurring Operating Costs to GEL 3.7 million. In nine months of 2009 Aldagi BCI's Gross Premiums Written grew 11.0% y-o-y to GEL 54.7 million. Net Premiums Earned increased 36.6% y-o-y, reaching GEL 37.5 million. Revenue for nine months of 2009 equaled GEL 15.9 million, compared to GEL 6.5 million for the same period last year.

**Comment:**

"We are very pleased that in Q3 2009 we started to observe signs of improving operating environment, which in our view is driven by positive macro economic developments in Georgia. In our view this is a beginning of a positive long-term trend and I am pleased that the Bank is well positioned capital-and liquidity-wise to capture the growth opportunities which lie ahead in 2010 and beyond. In order to stimulate demand for our loan products we are decreasing interest rates on retail and corporate loans in Georgia in Q4 2009. At the same time we made two rounds of interest rate cuts on retail and wealth management time deposits, in August by 0.25-0.5% and in November by further 0.75% to 1.0%," commented *Nicholas Enukidze*, Chairman of the Supervisory Board.

## CONSOLIDATED Q3 2009 INCOME STATEMENT DATA

Period ended	Q3 2009		Q2 2009		Growth Q-O-Q	Q3 2008		Growth Y-O-Y
	US\$ <sup>1</sup> (Unaudited)	GEL	US\$ <sup>2</sup> (Unaudited)	GEL		US\$ <sup>3</sup> (Unaudited)	GEL	
<b>Consolidated, IFRS based</b>								
<i>000s Unless otherwise noted</i>								
Interest Income	55,874	93,707	57,028	94,547	-0.9%	77,138	108,379	-13.5%
Interest Expense	26,703	44,783	27,201	45,097	-0.7%	35,251	49,527	-9.6%
<b>Net Interest Income</b>	<b>29,172</b>	<b>48,924</b>	<b>29,827</b>	<b>49,450</b>	<b>-1.1%</b>	<b>41,888</b>	<b>58,852</b>	<b>-16.9%</b>
Fees & Commission Income	8,091	13,569	8,494	14,082	-3.6%	10,798	15,171	-10.6%
Fees & Commission Expense	1,819	3,050	1,502	2,490	22.5%	1,580	2,220	37.4%
<b>Net Fees &amp; Commission Income</b>	<b>6,272</b>	<b>10,519</b>	<b>6,992</b>	<b>11,592</b>	<b>-9.3%</b>	<b>9,218</b>	<b>12,951</b>	<b>-18.8%</b>
Income From Documentary Operations	1,669	2,799	1,434	2,377	17.8%	1,592	2,237	25.1%
Expense On Documentary Operations	286	480	363	601	-20.1%	390	548	-12.4%
<b>Net Income From Documentary Operations</b>	<b>1,383</b>	<b>2,319</b>	<b>1,071</b>	<b>1,776</b>	<b>30.6%</b>	<b>1,202</b>	<b>1,689</b>	<b>37.3%</b>
<b>Net Foreign Currency Related Income</b>	<b>3,858</b>	<b>6,471</b>	<b>4,261</b>	<b>7,064</b>	<b>-8.4%</b>	<b>6,717</b>	<b>9,437</b>	<b>-31.4%</b>
Net Insurance Income / (Loss)	2,935	4,923	3,047	5,052	-2.6%	1,750	2,459	100.2%
Brokerage And Investments Banking Income	1,138	1,908	813	1,348	41.5%	82	115	1559.1%
Asset Management Income	125	210	154	256	-18.0%	105	148	41.9%
Net Investment Gains / (Losses)	(314)	(526)	185	306	NMF	(814)	(1,144)	NMF
Other	2,717	4,557	2,255	3,739	21.9%	1,001	1,407	223.9%
<b>Net Other Non-Interest Income</b>	<b>6,602</b>	<b>11,072</b>	<b>6,455</b>	<b>10,701</b>	<b>3.5%</b>	<b>2,125</b>	<b>2,985</b>	<b>270.9%</b>
<b>Net Non-Interest Income</b>	<b>18,115</b>	<b>30,381</b>	<b>18,779</b>	<b>31,133</b>	<b>-2.4%</b>	<b>19,261</b>	<b>27,062</b>	<b>12.3%</b>
<b>Total Operating Income (Revenue)</b>	<b>47,287</b>	<b>79,305</b>	<b>48,605</b>	<b>80,583</b>	<b>-1.6%</b>	<b>61,149</b>	<b>85,914</b>	<b>-7.7%</b>
Personnel Costs	13,306	22,315	13,989	23,193	-3.8%	20,194	28,372	-21.3%
Selling, General & Administrative Expenses	6,278	10,529	6,017	9,976	5.5%	7,643	10,738	-1.9%
Procurement & Operations Support Expenses	1,762	2,955	2,345	3,888	-24.0%	2,523	3,545	-16.6%
Depreciation And Amortization	3,762	6,310	3,966	6,576	-4.0%	3,885	5,458	15.6%
Other Operating Expenses	1,700	2,851	1,623	2,691	5.9%	1,078	1,514	88.3%
<b>Total Recurring Operating Costs</b>	<b>26,808</b>	<b>44,960</b>	<b>27,941</b>	<b>46,324</b>	<b>-2.9%</b>	<b>35,322</b>	<b>49,627</b>	<b>-9.4%</b>
<b>Normalized Net Operating Income / (Loss)</b>	<b>20,479</b>	<b>34,345</b>	<b>20,664</b>	<b>34,259</b>	<b>0.3%</b>	<b>25,827</b>	<b>36,287</b>	<b>-5.4%</b>
Net Non-Recurring Income / (Costs)	(1,136)	(1,906)	(175)	(290)	555.2%	(1,854)	(2,605)	-26.8%
<b>Profit / (Loss) Before Provisions</b>	<b>19,342</b>	<b>32,439</b>	<b>20,489</b>	<b>33,967</b>	<b>-4.5%</b>	<b>23,973</b>	<b>33,682</b>	<b>-3.7%</b>
Net Provision Expense	17,889	30,001	24,543	40,690	-26.3%	73,431	103,171	-70.9%
<b>Pre-Tax Income / (Loss)</b>	<b>1,454</b>	<b>2,438</b>	<b>(4,054)</b>	<b>(6,721)</b>	<b>NMF</b>	<b>(49,458)</b>	<b>(69,489)</b>	<b>NMF</b>
Income Tax Expense / (Benefit)	(113)	(189)	(1,445)	(2,395)	NMF	(7,495)	(10,531)	NMF
<b>Net Income / (Loss)</b>	<b>1,566</b>	<b>2,627</b>	<b>(2,609)</b>	<b>(4,326)</b>	<b>NMF</b>	<b>(41,963)</b>	<b>(58,958)</b>	<b>NMF</b>

<sup>1</sup> Converted to U.S. dollars for the convenience using a period-end exchange rate of GEL 1.6771 per US\$1.00, such exchange rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia on 30 September 2009

<sup>2</sup> Converted to U.S. dollars for the convenience using a period-end exchange rate of GEL 1.6579 per US\$1.00, such exchange rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia on 30 June 2009

<sup>3</sup> Converted to U.S. dollars for the convenience using a period-end exchange rate of GEL 1.4050 per US\$1.00, such exchange rate being the official Georgia Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia on 30 September 2008

<sup>4</sup> Change calculations based on GEL values



## CONSOLIDATED 9 MONTHS 2009 INCOME STATEMENT DATA

Period ended	9 months 2009		9 months 2008		Growth <sup>3</sup> y-o-y
	US\$ <sup>1</sup>	GEL	US\$ <sup>2</sup>	GEL	
<b>Consolidated, IFRS based</b>					
<i>000s Unless otherwise noted</i>					
Interest Income	172,969	290,087	217,192	305,155	-4.9%
Interest Expense	83,053	139,289	100,145	140,704	-1.0%
<b>Net Interest Income</b>	<b>89,916</b>	<b>150,798</b>	<b>117,047</b>	<b>164,451</b>	<b>-8.3%</b>
Fees & Commission Income	24,609	41,271	30,120	42,318	-2.5%
Fees & Commission Expense	4,786	8,026	4,349	6,110	31.4%
<b>Net Fees &amp; Commission Income</b>	<b>19,823</b>	<b>33,245</b>	<b>25,771</b>	<b>36,208</b>	<b>-8.2%</b>
Income From Documentary Operations	4,693	7,871	4,608	6,474	21.6%
Expense On Documentary Operations	917	1,538	1,043	1,465	5.0%
<b>Net Income From Documentary Operations</b>	<b>3,776</b>	<b>6,333</b>	<b>3,565</b>	<b>5,009</b>	<b>26.4%</b>
<b>Net Foreign Currency Related Income</b>	<b>13,305</b>	<b>22,313</b>	<b>23,536</b>	<b>33,068</b>	<b>-32.5%</b>
Net Insurance Income / (Loss)	7,762	13,017	4,152	5,833	123.2%
Brokerage And Investments Banking Income	2,142	3,593	2,104	2,956	21.5%
Asset Management Income	374	628	740	1,040	-39.6%
Net Investment Gains / (Losses)	(133)	(223)	(1,347)	(1,892)	-88.2%
Other	7,094	11,897	4,453	6,256	90.2%
<b>Net Other Non-Interest Income</b>	<b>17,239</b>	<b>28,912</b>	<b>10,102</b>	<b>14,193</b>	<b>103.7%</b>
<b>Net Non-Interest Income</b>	<b>54,143</b>	<b>90,803</b>	<b>62,974</b>	<b>88,478</b>	<b>2.6%</b>
<b>Total Operating Income (Revenue)</b>	<b>144,059</b>	<b>241,601</b>	<b>180,021</b>	<b>252,929</b>	<b>-4.5%</b>
Personnel Costs	40,244	67,493	57,909	81,362	-17.0%
Selling, General & Administrative Expenses	19,196	32,193	24,229	34,042	-5.4%
Procurement & Operations Support Expenses	5,843	9,800	7,039	9,890	-0.9%
Depreciation And Amortization	10,775	18,071	10,073	14,152	27.7%
Other Operating Expenses	4,992	8,372	2,505	3,520	137.8%
<b>Total Recurring Operating Costs</b>	<b>81,050</b>	<b>135,929</b>	<b>101,755</b>	<b>142,966</b>	<b>-4.9%</b>
<b>Normalized Net Operating Income / (Loss)</b>	<b>63,009</b>	<b>105,672</b>	<b>78,265</b>	<b>109,963</b>	<b>-3.9%</b>
Net Non-Recurring Income / (Costs)	(1,445)	(2,424)	6,589	9,257	-126.2%
<b>Profit / (Loss) Before Provisions</b>	<b>61,563</b>	<b>103,248</b>	<b>84,854</b>	<b>119,220</b>	<b>-13.4%</b>
Net Provision Expense	61,268	102,752	83,855	117,816	-12.8%
<b>Pre-Tax Income / (Loss)</b>	<b>296</b>	<b>496</b>	<b>999</b>	<b>1,404</b>	<b>-64.7%</b>
Income Tax Expense / (Benefit)	(1,721)	(2,886)	78	109	-2747.7%
<b>Net Income / (Loss)</b>	<b>2,017</b>	<b>3,382</b>	<b>922</b>	<b>1,295</b>	<b>161.2%</b>

<sup>1</sup> Converted to U.S. dollars for convenience using a period-end exchange rate of GEL 1.6771 per US\$1.00, such rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia as at 30 September 2009

<sup>2</sup> Converted to U.S. dollars for convenience using a period-end exchange rate of GEL 1.4050 per US\$1.00, such rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia as at 30 September 2008

<sup>3</sup> Change calculations based on GEL values

## CONSOLIDATED Q3 2009 BALANCE SHEET DATA

Period ended	30-Sep-09		30-Jun-09		31-Mar-09		Change <sup>4</sup>	Change <sup>4</sup>
	US\$ <sup>1</sup>	GEL	US\$ <sup>2</sup>	GEL	US\$ <sup>3</sup>	GEL	Sep 30 /June 30	Sep 30 /March 30
<b>Consolidated, IFRS based</b>								
<i>000s Unless otherwise noted</i>	(Unaudited)		(Unaudited)		(Unaudited)			
Cash And Cash Equivalents	98,714	165,553	85,886	142,390	102,477	171,136	16.3%	-3.3%
Loans And Advances To Credit Institutions	228,380	383,016	187,879	311,484	248,417	414,857	23.0%	-7.7%
Mandatory Reserves With NBG / NBU / NBRB	22,795	38,230	20,473	33,943	29,350	49,014	12.6%	-22.0%
Other Accounts With NBG / NBU / NBRB	52,408	87,893	78,692	130,464	43,249	72,226	-32.6%	21.7%
Balances With And Loans To Other Banks	153,177	256,893	88,713	147,077	175,819	293,617	74.7%	-12.5%
Investment Securities: Available-For-Sale & Trading	17,909	30,036	17,128	28,396	24,252	40,501	5.8%	-25.8%
Treasuries And Equivalents	21,826	36,605	-	-	-	-	-	-
Other Fixed Income Instruments	40,043	67,156	35,651	59,105	22,967	38,355	13.6%	75.1%
Loans To Clients, Gross	1,093,003	1,833,075	1,148,849	1,904,676	1,225,659	2,046,850	-3.8%	-10.4%
Less: Reserve For Loan Losses	(103,588)	(173,727)	(93,535)	(155,072)	(80,985)	(135,245)	12.0%	28.5%
Loans To Clients, Net	989,415	1,659,348	1,055,313	1,749,604	1,144,673	1,911,605	-5.2%	-13.2%
Insurance Related Assets	27,177	45,578	28,569	47,365	31,506	52,615	-3.8%	-13.4%
Investments In Other Business Entities, Net	45,010	75,486	48,787	80,884	21,875	36,531	-6.7%	106.6%
Property And Equipment Owned, Net	178,840	299,933	171,397	284,159	203,532	339,898	5.6%	-11.8%
Intangible Assets Owned, Net	7,271	12,194	7,195	11,928	6,839	11,421	2.2%	6.8%
Goodwill	80,931	135,729	81,604	135,291	80,992	135,257	0.3%	0.3%
Tax Assets, Current And Deferred	7,695	12,906	4,996	8,283	4,003	6,685	55.8%	93.1%
Prepayments And Other Assets	33,761	56,621	29,515	48,933	16,705	27,898	15.7%	103.0%
<b>Total Assets</b>	<b>1,776,973</b>	<b>2,980,161</b>	<b>1,753,919</b>	<b>2,907,822</b>	<b>1,908,238</b>	<b>3,186,759</b>	<b>2.5%</b>	<b>-6.5%</b>
Client Deposits	705,097	1,182,519	618,424	1,025,285	678,402	1,132,931	15.3%	4.4%
Deposits And Loans From Banks	25,877	43,398	24,805	41,124	31,702	52,942	5.5%	-18.0%
Borrowed Funds	547,746	918,625	610,037	1,011,380	696,288	1,162,801	-9.2%	-21.0%
Issued Fixed Income Securities	405	680	119	198	81	136	243.4%	400.0%
Insurance Related Liabilities	31,114	52,182	35,987	59,663	38,207	63,806	-12.5%	-18.2%
Tax Liabilities, Current And Deferred	13,609	22,824	11,679	19,362	11,348	18,951	17.9%	20.4%
Accruals And Other Liabilities	24,697	41,420	24,675	40,909	25,955	43,345	1.2%	-4.4%
<b>Total Liabilities</b>	<b>1,348,547</b>	<b>2,261,648</b>	<b>1,325,726</b>	<b>2,197,921</b>	<b>1,481,983</b>	<b>2,474,912</b>	<b>2.9%</b>	<b>-8.6%</b>
Share Capital - Ordinary Shares	18,660	31,295	18,862	31,272	18,719	31,261	0.1%	0.1%
Share Premium	280,198	469,920	277,125	459,446	274,512	458,435	2.3%	2.5%
Treasury Shares	(1,078)	(1,808)	(1,081)	(1,793)	(1,199)	(2,002)	0.8%	-9.7%
Retained Earnings	84,908	142,399	73,081	121,161	72,529	121,123	17.5%	17.6%
Revaluation And Other Reserves	13,033	21,857	28,653	47,504	27,890	46,577	-54.0%	-53.1%
Net Income For The Period	2,017	3,382	455	754	3,042	5,080	348.5%	-33.4%
<b>Shareholders' Equity Excluding Minority Interest</b>	<b>397,737</b>	<b>667,045</b>	<b>397,095</b>	<b>658,344</b>	<b>395,493</b>	<b>660,474</b>	<b>1.3%</b>	<b>1.0%</b>
<b>Minority Interest</b>	<b>30,689</b>	<b>51,468</b>	<b>31,098</b>	<b>51,557</b>	<b>30,762</b>	<b>51,373</b>	<b>-0.2%</b>	<b>0.2%</b>
<b>Total Shareholders' Equity</b>	<b>428,426</b>	<b>718,513</b>	<b>428,193</b>	<b>709,901</b>	<b>426,256</b>	<b>711,847</b>	<b>1.2%</b>	<b>0.9%</b>
<b>Total Liabilities And Shareholders' Equity</b>	<b>1,776,973</b>	<b>2,980,161</b>	<b>1,753,919</b>	<b>2,907,822</b>	<b>1,908,238</b>	<b>3,186,759</b>	<b>2.5%</b>	<b>-6.5%</b>

<sup>1</sup> Converted to U.S. dollars for convenience using a period-end exchange rate of GEL 1.6771 per US\$1.00, such rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia as at 30 September 2009

<sup>2</sup> Converted to U.S. dollars for convenience using a period-end exchange rate of GEL 1.6579 per US\$1.00, such rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia as at 30 June 2009

<sup>3</sup> Converted to U.S. dollars for convenience using a period-end exchange rate of GEL 1.670 per US\$1.00, such rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia as at 31 March 2009

<sup>4</sup> Change calculations based on GEL values

## STANDALONE Q3 2009 INCOME STATEMENT DATA

Period ended	Q3 2009		Q2 2009		Change <sup>3</sup> Q-O-Q	Q3 2008		Growth Y-O-Y
	US\$ <sup>1</sup>	GEL	US\$ <sup>2</sup>	GEL		US\$ <sup>4</sup>	GEL	
<i>000s Unless otherwise noted</i>								
Interest Income	50,461	84,628	51,621	85,582	-1.1%	66,867	93,948	-9.9%
Interest Expense	23,911	40,101	24,179	40,087	0.0%	29,746	41,793	-4.0%
<b>Net Interest Income</b>	<b>26,550</b>	<b>44,527</b>	<b>27,441</b>	<b>45,495</b>	<b>-2.1%</b>	<b>37,121</b>	<b>52,155</b>	<b>-14.6%</b>
Fees & Commission Income	6,176	10,358	6,298	10,442	-0.8%	7,377	10,364	-0.1%
Fees & Commission Expense	1,361	2,283	1,334	2,212	3.2%	1,275	1,791	27.5%
<b>Net Fees &amp; Commission Income</b>	<b>4,815</b>	<b>8,075</b>	<b>4,964</b>	<b>8,230</b>	<b>-1.9%</b>	<b>6,102</b>	<b>8,573</b>	<b>-5.8%</b>
Income From Documentary Operations	1,668	2,798	1,433	2,376	17.8%	1,592	2,237	25.1%
Expense On Documentary Operations	286	480	363	601	-20.1%	390	548	-12.4%
<b>Net Income From Documentary Operations</b>	<b>1,382</b>	<b>2,318</b>	<b>1,071</b>	<b>1,775</b>	<b>30.6%</b>	<b>1,202</b>	<b>1,689</b>	<b>37.2%</b>
<b>Net Foreign Currency Related Income</b>	<b>3,576</b>	<b>5,998</b>	<b>3,855</b>	<b>6,392</b>	<b>-6.2%</b>	<b>5,902</b>	<b>8,293</b>	<b>-27.7%</b>
<b>Net Other Non-Interest Income</b>	<b>352</b>	<b>590</b>	<b>244</b>	<b>404</b>	<b>46.0%</b>	<b>466</b>	<b>655</b>	<b>-9.9%</b>
<b>Net Non-Interest Income</b>	<b>10,125</b>	<b>16,981</b>	<b>10,134</b>	<b>16,801</b>	<b>1.1%</b>	<b>13,673</b>	<b>19,211</b>	<b>-11.6%</b>
<b>Total Operating Income (Revenue)</b>	<b>36,675</b>	<b>61,508</b>	<b>37,575</b>	<b>62,297</b>	<b>-1.3%</b>	<b>50,794</b>	<b>71,366</b>	<b>-13.8%</b>
Personnel Costs	8,769	14,707	8,949	14,836	-0.9%	13,688	19,232	-23.5%
Selling, General & Administrative Expenses	3,852	6,461	3,603	5,974	8.2%	3,950	5,550	16.4%
Procurement & Operations Support Expenses	1,503	2,521	1,551	2,571	-1.9%	2,382	3,347	-24.7%
Depreciation And Amortization	3,109	5,214	3,154	5,229	-0.3%	3,054	4,291	21.5%
Other Operating Expenses	699	1,173	653	1,082	8.4%	926	1,301	-9.8%
<b>Total Recurring Operating Costs</b>	<b>17,933</b>	<b>30,076</b>	<b>17,909</b>	<b>29,692</b>	<b>1.3%</b>	<b>24,001</b>	<b>33,721</b>	<b>-10.8%</b>
<b>Normalized Net Operating Income / (Loss)</b>	<b>18,742</b>	<b>31,432</b>	<b>19,666</b>	<b>32,605</b>	<b>-3.6%</b>	<b>26,794</b>	<b>37,645</b>	<b>-16.5%</b>
Net Non-Recurring Income / (Costs)	(583)	(978)	(1,169)	(1,938)	-49.5%	(1,403)	(1,971)	-50.4%
<b>Profit / (Loss) Before Provisions</b>	<b>18,159</b>	<b>30,454</b>	<b>18,497</b>	<b>30,666</b>	<b>-0.7%</b>	<b>25,391</b>	<b>35,675</b>	<b>-14.6%</b>
Net Provision Expense	10,561	17,712	17,853	29,598	-40.2%	73,916	103,852	-82.9%
<b>Pre-Tax Income / (Loss)</b>	<b>7,598</b>	<b>12,743</b>	<b>644</b>	<b>1,069</b>	<b>1092.0%</b>	<b>(48,525)</b>	<b>(68,177)</b>	<b>-118.7%</b>
Income Tax Expense / (Benefit)	1,139	1,911	97	160	1094.4%	(7,279)	(10,227)	-118.7%
<b>Net Income / (Loss)</b>	<b>6,458</b>	<b>10,831</b>	<b>548</b>	<b>908</b>	<b>1092.8%</b>	<b>(41,246)</b>	<b>(57,951)</b>	<b>-118.7%</b>

<sup>1</sup> Converted to U.S. dollars for convenience using a period-end exchange rate of GEL 1.6771 per US\$1.00, such rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia as at 30 September 2009

<sup>2</sup> Converted to U.S. dollars for convenience using a period-end exchange rate of GEL 1.6579 per US\$1.00, such rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia as at 30 June 2009

<sup>3</sup> Change calculations based on GEL values

<sup>4</sup> Converted to U.S. dollars for convenience using a period-end exchange rate of GEL 1.4050 per US\$1.00, such rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia as at 30 September 2008

## STANDALONE 9 MONTHS 2009 INCOME STATEMENT DATA

Period ended	9 months 2009		9 months 2008		Change <sup>3</sup> Y-O-Y
	US\$ <sup>1</sup>	GEL	US\$ <sup>2</sup>	GEL	
<b>Standalone, IFRS based</b>					
<i>000s Unless otherwise noted</i>					
Interest Income	155,740	261,192	189,333	266,013	-1.8%
Interest Expense	72,033	120,807	84,308	118,453	2.0%
<b>Net Interest Income</b>	<b>83,706</b>	<b>140,384</b>	<b>105,024</b>	<b>147,559</b>	<b>-4.9%</b>
Fees & Commission Income	18,503	31,031	23,479	32,988	-5.9%
Fees & Commission Expense	4,010	6,725	3,645	5,121	31.3%
<b>Net Fees &amp; Commission Income</b>	<b>14,493</b>	<b>24,306</b>	<b>19,833</b>	<b>27,866</b>	<b>-12.8%</b>
Income From Documentary Operations	4,691	7,867	4,608	6,474	21.5%
Expense On Documentary Operations	916	1,537	1,043	1,465	4.9%
<b>Net Income From Documentary Operations</b>	<b>3,774</b>	<b>6,330</b>	<b>3,565</b>	<b>5,009</b>	<b>26.4%</b>
<b>Net Foreign Currency Related Income</b>	<b>10,717</b>	<b>17,973</b>	<b>20,375</b>	<b>28,627</b>	<b>-37.2%</b>
<b>Net Other Non-Interest Income</b>	<b>861</b>	<b>1,444</b>	-	-	-
<b>Net Non-Interest Income</b>	<b>29,845</b>	<b>50,053</b>	<b>43,774</b>	<b>61,503</b>	<b>-18.6%</b>
<b>Total Operating Income (Revenue)</b>	<b>113,552</b>	<b>190,438</b>	<b>148,799</b>	<b>209,062</b>	<b>-8.9%</b>
Personnel Costs	26,378	44,239	38,284	53,789	-17.8%
Selling, General & Administrative Expenses	11,186	18,760	11,673	16,400	14.4%
Procurement & Operations Support Expenses	4,661	7,817	6,899	9,693	-19.4%
Depreciation And Amortization	8,670	14,541	8,013	11,258	29.2%
Other Operating Expenses	1,908	3,200	1,958	2,751	16.3%
<b>Total Recurring Operating Costs</b>	<b>52,803</b>	<b>88,556</b>	<b>66,827</b>	<b>93,892</b>	<b>-5.7%</b>
<b>Normalized Net Operating Income / (Loss)</b>	<b>60,749</b>	<b>101,882</b>	<b>81,972</b>	<b>115,170</b>	<b>-11.5%</b>
Net Non-Recurring Income / (Costs)	(2,060)	(3,454)	(715)	(1,004)	NMF
<b>Profit / (Loss) Before Provisions</b>	<b>58,689</b>	<b>98,428</b>	<b>81,257</b>	<b>114,166</b>	<b>-13.8%</b>
Net Provision Expense	42,539	71,342	84,769	119,100	-40.1%
<b>Pre-Tax Income / (Loss)</b>	<b>16,150</b>	<b>27,086</b>	<b>(3,512)</b>	<b>(4,934)</b>	<b>NMF</b>
Income Tax Expense / (Benefit)	2,423	4,063	(527)	(740)	NMF
<b>Net Income / (Loss)</b>	<b>13,728</b>	<b>23,023</b>	<b>(2,985)</b>	<b>(4,194)</b>	<b>NMF</b>

<sup>1</sup> Converted to U.S. dollars for convenience using a period-end exchange rate of GEL 1.6771 per US\$1.00, such rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia as at 30 September 2009

<sup>2</sup> Converted to U.S. dollars for convenience using a period-end exchange rate of GEL 1.4050 per US\$1.00, such rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia as at 30 September 2008

<sup>3</sup>Change calculations based on GEL values

## STANDALONE Q3 2009 BALANCE SHEET DATA

Period ended	30-Sep-09		30-Jun-09		31-Mar-09		Change <sup>4</sup> Sep 30/ Jun 30	Change Sep 30/ Mar 31
	US\$ <sup>1</sup>	GEL	US\$ <sup>2</sup>	GEL	US\$ <sup>3</sup>	GEL		
<i>000s Unless otherwise noted</i>								
Cash	74,866	125,557	66,203	109,758	67,042	111,960	14.4%	12.1%
Balances With NBG	71,885	120,559	95,401	158,165	60,883	101,675	-23.8%	18.6%
Balances With And Loans To Other Banks	158,404	265,660	98,333	163,026	194,001	323,981	63.0%	-18.0%
Treasuries And Equivalents	21,826	36,605	-	-	-	-	NMF	NMF
Other Fixed Income Instruments	39,137	65,636	34,537	57,259	22,954	38,333	14.6%	71.2%
Loans To Clients, Net	911,022	1,527,875	966,292	1,602,016	1,047,707	749,670	-4.6%	-12.7%
Investments In Other Business Entities, Net	181,484	304,367	189,709	314,518	188,328	314,507	-3.2%	-3.2%
Property And Equipment Owned, Net	142,965	239,767	135,255	224,240	138,605	231,471	6.9%	3.6%
Intangible Assets Owned, Net	3,891	6,526	4,379	7,260	4,076	6,807	-10.1%	-4.1%
Goodwill	13,846	23,221	13,742	22,783	13,643	22,783	1.9%	1.9%
Prepayments And Other Assets	21,920	36,762	16,379	27,155	9,140	15,263	35.4%	140.9%
<b>Total Assets</b>	<b>1,641,247</b>	<b>2,752,536</b>	<b>1,620,230</b>	<b>2,686,180</b>	<b>1,746,378</b>	<b>2,916,451</b>	<b>2.5%</b>	<b>-5.6%</b>
Deposits And Loans From Banks	6,913	11,594	9,811	16,265	17,574	29,348	-28.7%	-60.5%
Client Deposits	630,570	1,057,529	548,436	909,252	586,214	978,977	16.3%	8.0%
Borrowed Funds	545,180	914,322	609,036	1,009,720	696,288	1,162,801	-9.4%	-21.4%
Tax Liabilities, Current And Deferred	11,526	19,330	10,274	17,033	9,682	16,169	13.5%	19.5%
Accruals And Other Liabilities	12,996	21,795	14,246	23,619	13,644	22,786	-7.7%	-4.3%
<b>Total Liabilities</b>	<b>1,207,185</b>	<b>2,024,570</b>	<b>1,191,802</b>	<b>1,975,888</b>	<b>1,323,402</b>	<b>2,210,082</b>	<b>2.5%</b>	<b>-8.4%</b>
Share Capital - Ordinary Shares	18,660	31,295	18,862	31,272	18,719	31,261	0.1%	0.1%
Share Premium	284,741	477,539	283,702	470,349	279,874	467,390	1.5%	2.2%
Treasury Shares	(890)	(1,493)	(677)	(1,123)	(699)	(1,167)	32.9%	27.9%
Retained Earnings	95,706	160,509	83,438	138,332	82,834	138,332	16.0%	16.0%
Revaluation And Other Reserves	22,117	37,092	35,749	59,269	35,490	59,269	-37.4%	-37.4%
Net Income / (Loss) For The Period	13,728	23,023	7,354	12,192	6,757	11,284	88.8%	104.0%
<b>Total Shareholders' Equity</b>	<b>434,062</b>	<b>727,965</b>	<b>428,428</b>	<b>710,291</b>	<b>422,976</b>	<b>706,370</b>	<b>2.5%</b>	<b>3.1%</b>
<b>Total Liabilities And Shareholders' Equity</b>	<b>1,641,247</b>	<b>2,752,536</b>	<b>1,620,230</b>	<b>2,686,180</b>	<b>1,746,378</b>	<b>2,916,451</b>	<b>2.5%</b>	<b>-5.6%</b>

<sup>1</sup> Converted to U.S. dollars for the convenience using a period-end exchange rate of GEL 1.6771 per US\$1.00, such exchange rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia on 30 September 2009

<sup>2</sup> Converted to U.S. dollars for the convenience using a period-end exchange rate of GEL 1.6579 per US\$1.00, such exchange rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia on 30 June 2009

<sup>3</sup> Converted to U.S. dollars for the convenience using a period-end exchange rate of GEL 1.670 per US\$1.00, such exchange rate being the official Georgia Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia on 31 March 2009

<sup>4</sup> Change calculations based on GEL values

## BG BANK (UKRAINE) 9 MONTHS 2009 INCOME STATEMENT DATA

Period ended	9 months 2009		9 months 2008		Change <sup>3</sup> Y-O-Y
	US\$ <sup>1</sup>	GEL	US\$ <sup>2</sup>	GEL	
<b>Standalone, IFRS based</b>					
<i>000s Unless otherwise noted</i>					
Interest Income	17,017	28,539	26,944	37,857	-24.6%
Interest Expense	10,356	17,368	15,056	21,153	-17.9%
<b>Net Interest Income</b>	<b>6,661</b>	<b>11,171</b>	<b>11,889</b>	<b>16,704</b>	<b>-33.1%</b>
Fees & Commission Income	2,264	3,797	2,875	4,039	-6.0%
Fees & Commission Expense	674	1,130	668	939	20.3%
<b>Net Fees &amp; Commission Income</b>	<b>1,590</b>	<b>2,666</b>	<b>2,206</b>	<b>3,100</b>	<b>-14.0%</b>
Income From Documentary Operations	-	-	-	-	-
Expense On Documentary Operations	-	-	-	-	-
<b>Net Income From Documentary Operations</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Foreign Currency Related Income</b>	<b>1,470</b>	<b>2,466</b>	<b>1,537</b>	<b>2,159</b>	<b>14.2%</b>
<b>Net Other Non-Interest Income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Non-Interest Income</b>	<b>3,060</b>	<b>5,132</b>	<b>3,743</b>	<b>5,259</b>	<b>-</b>
<b>Total Operating Income (Revenue)</b>	<b>9,721</b>	<b>16,303</b>	<b>15,632</b>	<b>21,963</b>	<b>-</b>
Personnel Costs	5,400	9,057	9,502	13,350	-32.2%
Selling, General & Administrative Expenses	1,500	2,515	4,971	6,984	-64.0%
Procurement & Operations Support Expenses	755	1,267	-	-	-
Depreciation And Amortization	467	784	452	635	23.5%
Other Operating Expenses	327	549	19	26	2011.5%
<b>Total Recurring Operating Costs</b>	<b>8,450</b>	<b>14,172</b>	<b>14,943</b>	<b>20,995</b>	<b>-32.5%</b>
<b>Normalized Net Operating Income / (Loss)</b>	<b>1,271</b>	<b>2,132</b>	<b>689</b>	<b>968</b>	<b>120.2%</b>
Net Non-Recurring Income / (Costs)	(200)	(336)	(260)	(366)	NMF
<b>Profit / (Loss) Before Provisions</b>	<b>1,070</b>	<b>1,795</b>	<b>428</b>	<b>601</b>	<b>198.7%</b>
Net Provision Expense	19,866	33,317	(236)	(332)	NMF
<b>Pre-Tax Income / (Loss)</b>	<b>(18,796)</b>	<b>(31,522)</b>	<b>665</b>	<b>934</b>	<b>NMF</b>
Income Tax Expense / (Benefit)	(4,699)	(7,881)	179	252	NMF
<b>Net Income / (Loss)</b>	<b>(14,097)</b>	<b>(23,642)</b>	<b>485</b>	<b>682</b>	<b>NMF</b>

<sup>1</sup> Converted to U.S. dollars for the convenience using a period-end exchange rate of GEL 1.6771 per US\$1.00, such exchange rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia on 30 September 2009

<sup>2</sup> Converted to U.S. dollars for the convenience using a period-end exchange rate of GEL 1.4050 per US\$1.00, such exchange rate being the official Georgia Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia on 30 September 2008

<sup>3</sup> Change calculations based on GEL values



## BG BANK (UKRAINE) Q3 2009 INCOME STATEMENT DATA

Period ended	Q3 2009		Q2 2009		Change <sup>3</sup> Q-O-Q
	US\$ <sup>1</sup>	GEL	US\$ <sup>2</sup>	GEL	
<b>Standalone, IFRS based</b>					
<i>000s Unless otherwise noted</i>					
Interest Income	4,942	8,288	5,518	9,148	-9.4%
Interest Expense	2,573	4,315	2,902	4,812	-10.3%
<b>Net Interest Income</b>	<b>2,369</b>	<b>3,973</b>	<b>2,615</b>	<b>4,336</b>	<b>-8.4%</b>
Fees & Commission Income	1,132	1,898	650	1,077	76.2%
Fees & Commission Expense	420	705	133	221	219.0%
<b>Net Fees &amp; Commission Income</b>	<b>711</b>	<b>1,193</b>	<b>516</b>	<b>855</b>	<b>39.5%</b>
Income From Documentary Operations	-	-	-	-	-
Expense On Documentary Operations	-	-	-	-	-
<b>Net Income From Documentary Operations</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Foreign Currency Related Income</b>	<b>50</b>	<b>84</b>	<b>235</b>	<b>390</b>	<b>-78.5%</b>
<b>Net Other Non-Interest Income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Non-Interest Income</b>	<b>761</b>	<b>1,277</b>	<b>751</b>	<b>1,245</b>	<b>2.6%</b>
<b>Total Operating Income (Revenue)</b>	<b>3,131</b>	<b>5,251</b>	<b>3,366</b>	<b>5,581</b>	<b>-5.9%</b>
Personnel Costs	1,542	2,586	1,952	3,236	-20.1%
Selling, General & Administrative Expenses	433	727	277	459	58.4%
Procurement & Operations Support Expenses	110	185	653	1,082	-82.9%
Depreciation And Amortization	177	297	168	278	6.8%
Other Operating Expenses	81	136	(283)	(470)	NMF
<b>Total Recurring Operating Costs</b>	<b>2,344</b>	<b>3,931</b>	<b>2,765</b>	<b>4,584</b>	<b>-14.2%</b>
<b>Normalized Net Operating Income / (Loss)</b>	<b>787</b>	<b>1,320</b>	<b>601</b>	<b>997</b>	<b>32.4%</b>
Net Non-Recurring Income / (Costs)	4	6	(314)	(521)	NMF
<b>Profit / (Loss) Before Provisions</b>	<b>791</b>	<b>1,326</b>	<b>287</b>	<b>476</b>	<b>178.6%</b>
Net Provision Expense	7,698	12,911	6,649	11,023	17.1%
<b>Pre-Tax Income / (Loss)</b>	<b>(6,908)</b>	<b>(11,586)</b>	<b>(6,362)</b>	<b>(10,547)</b>	<b>9.9%</b>
Income Tax Expense / (Benefit)	(3,612)	(6,058)	147	243	NMF
<b>Net Income / (Loss)</b>	<b>(3,296)</b>	<b>(5,528)</b>	<b>(6,508)</b>	<b>(10,790)</b>	<b>NMF</b>

<sup>1</sup> Converted to U.S. dollars for the convenience using a period-end exchange rate of GEL 1.6771 per US\$1.00, such exchange rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia on 30 September 2009

<sup>2</sup> Converted to U.S. dollars for the convenience using a period-end exchange rate of GEL 1.6579 per US\$1.00, such exchange rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia on 30 June 2009

<sup>3</sup> Change calculations based on GEL values

## BNB (BELARUS) 9 months 2009 INCOME STATEMENT DATA

Period ended	9 months 2009		9 months 2008		Change <sup>3</sup> Y-O-Y
	US\$ <sup>1</sup>	GEL	US\$ <sup>2</sup>	GEL	
<b>Standalone, IFRS based</b>					
<i>000s Unless otherwise noted</i>					
Interest Income	2,997	5,026	1,208	1,697	196.2%
Interest Expense	979	1,642	335	470	249.4%
<b>Net Interest Income</b>	<b>2,018</b>	<b>3,385</b>	<b>874</b>	<b>1,228</b>	<b>175.7%</b>
Fees & Commission Income	723	1,212	261	367	230.2%
Fees & Commission Expense	101	170	36	50	240.0%
<b>Net Fees &amp; Commission Income</b>	<b>621</b>	<b>1,042</b>	<b>226</b>	<b>317</b>	<b>228.7%</b>
Income From Documentary Operations	2	4	-	-	-
Expense On Documentary Operations	1	1	-	-	-
<b>Net Income From Documentary Operations</b>	<b>2</b>	<b>3</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Foreign Currency Related Income</b>	<b>1,035</b>	<b>1,735</b>	<b>386</b>	<b>543</b>	<b>219.5%</b>
<b>Net Other Non-Interest Income</b>	<b>47</b>	<b>78</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Non-Interest Income</b>	<b>1,704</b>	<b>2,858</b>	<b>612</b>	<b>860</b>	<b>232.3%</b>
<b>Total Operating Income (Revenue)</b>	<b>3,722</b>	<b>6,243</b>	<b>1,485</b>	<b>2,087</b>	<b>199.1%</b>
Personnel Costs	1,351	2,266	470	660	243.3%
Selling, General & Administrative Expenses	301	505	100	141	258.2%
Procurement & Operations Support Expenses	427	716	141	198	261.6%
Depreciation And Amortization	229	384	100	140	174.3%
Other Operating Expenses	323	542	125	176	208.0%
<b>Total Recurring Operating Costs</b>	<b>2,632</b>	<b>4,414</b>	<b>936</b>	<b>1,315</b>	<b>235.7%</b>
<b>Normalized Net Operating Income / (Loss)</b>	<b>1,091</b>	<b>1,829</b>	<b>550</b>	<b>773</b>	<b>136.6%</b>
Net Non-Recurring Income / (Costs)	42	71	6	9	688.9%
<b>Profit / (Loss) Before Provisions</b>	<b>1,133</b>	<b>1,900</b>	<b>557</b>	<b>782</b>	<b>143.0%</b>
Net Provision Expense	(103)	(172)	(242)	(340)	NMF
<b>Pre-Tax Income / (Loss)</b>	<b>1,235</b>	<b>2,072</b>	<b>799</b>	<b>1,122</b>	<b>84.7%</b>
Income Tax Expense / (Benefit)	357	598	73	102	486.3%
<b>Net Income / (Loss)</b>	<b>879</b>	<b>1,475</b>	<b>726</b>	<b>1,020</b>	<b>44.6%</b>

<sup>1</sup> Converted to U.S. dollars for the convenience using a period-end exchange rate of GEL 1.6771 per US\$1.00, such exchange rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia on 30 September 2009

<sup>2</sup> Converted to U.S. dollars for the convenience using a period-end exchange rate of GEL 1.4050 per US\$1.00, such exchange rate being the official Georgia Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia on 30 September 2008

<sup>3</sup> Change calculations based on GEL values

## BNB (BELARUS) Q3 2009 INCOME STATEMENT DATA

Period ended	Q3 2009		Q2 2009		Change <sup>3</sup>
	US\$ <sup>1</sup>	GEL	US\$ <sup>2</sup>	GEL	
<b>Standalone, IFRS based</b>					
<i>000s Unless otherwise noted</i>					<b>Q-O-Q</b>
Interest Income	1,179	1,977	861	1,428	38.4%
Interest Expense	321	538	288	478	12.6%
<b>Net Interest Income</b>	<b>858</b>	<b>1,439</b>	<b>573</b>	<b>950</b>	<b>51.5%</b>
Fees & Commission Income	281	471	241	400	17.8%
Fees & Commission Expense	38	63	34	57	10.5%
<b>Net Fees &amp; Commission Income</b>	<b>243</b>	<b>408</b>	<b>207</b>	<b>343</b>	<b>19.0%</b>
Income From Documentary Operations	-	-	-	1	-
Expense On Documentary Operations	-	-	-	-	-
<b>Net Income From Documentary Operations</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1</b>	<b>-</b>
<b>Net Foreign Currency Related Income</b>	<b>165</b>	<b>276</b>	<b>171</b>	<b>284</b>	<b>-2.8%</b>
<b>Net Other Non-Interest Income</b>	<b>(14)</b>	<b>(24)</b>	<b>81</b>	<b>134</b>	<b>-117.9%</b>
<b>Net Non-Interest Income</b>	<b>394</b>	<b>660</b>	<b>460</b>	<b>762</b>	<b>-13.4%</b>
<b>Total Operating Income (Revenue)</b>	<b>1,252</b>	<b>2,100</b>	<b>1,033</b>	<b>1,712</b>	<b>22.7%</b>
Personnel Costs	440	738	463	768	-3.9%
Selling, General & Administrative Expenses	114	191	94	156	22.4%
Procurement & Operations Support Expenses	148	249	142	235	6.0%
Depreciation And Amortization	48	80	83	138	-42.0%
Other Operating Expenses	115	193	97	161	19.9%
<b>Total Recurring Operating Costs</b>	<b>865</b>	<b>1,450</b>	<b>879</b>	<b>1,457</b>	<b>-0.5%</b>
<b>Normalized Net Operating Income / (Loss)</b>	<b>387</b>	<b>649</b>	<b>153</b>	<b>254</b>	<b>155.5%</b>
Net Non-Recurring Income / (Costs)	31	52	5	9	477.8%
<b>Profit / (Loss) Before Provisions</b>	<b>418</b>	<b>701</b>	<b>159</b>	<b>264</b>	<b>165.5%</b>
Net Provision Expense	(103)	(173)	(17)	(28)	517.9%
<b>Pre-Tax Income / (Loss)</b>	<b>521</b>	<b>874</b>	<b>176</b>	<b>292</b>	<b>199.3%</b>
Income Tax Expense / (Benefit)	153	257	57	95	170.5%
<b>Net Income / (Loss)</b>	<b>368</b>	<b>617</b>	<b>119</b>	<b>197</b>	<b>213.2%</b>

<sup>1</sup> Converted to U.S. dollars for the convenience using a period-end exchange rate of GEL 1.6771 per US\$1.00, such exchange rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia on 30 September 2009

<sup>2</sup> Converted to U.S. dollars for the convenience using a period-end exchange rate of GEL 1.6579 per US\$1.00, such exchange rate being the official Georgian Lari to U.S. dollar period-end exchange rate as reported by the National Bank of Georgia on 30 June 2009

<sup>3</sup> Change calculations based on GEL values

## KEY RATIOS

	9 months 2009	9 months 2008
<b>Profitability Ratios</b>		
ROAA <sup>1</sup> , Annualised	0.1%	0.1%
ROAE <sup>2</sup> , Annualised	0.6%	0.2%
Interest Income To Average Interest Earning Assets <sup>3</sup> , Annualised	17.5%	17.2%
Cost Of Funds <sup>4</sup> , Annualised	8.5%	8.2%
Net Spread <sup>5</sup>	9.1%	8.9%
Net Interest Margin <sup>6</sup> , Annualised	9.1%	9.2%
Net Interest Margin Normalized <sup>35</sup> , Annualised	9.1%	9.2%
Loan Yield <sup>7</sup> , Annualised	12.8%	12.9%
Interest Expense To Interest Income	48.0%	46.1%
Net Non-Interest Income To Average Total Assets, Annualised	4.0%	3.7%
Net Non-Interest Income To Revenue <sup>8</sup>	37.6%	35.0%
Net Fee And Commission Income To Average Interest Earning Assets <sup>9</sup> , Annualised	2.0%	1.8%
Net Fee And Commission Income To Revenue	13.8%	12.4%
Operating Leverage <sup>10</sup>	-7.9%	0.3%
Total Operating Income (Revenue) To Total Assets, Annualised	10.8%	10.7%
Recurring Earning Power <sup>11</sup> , Annualised	4.5%	5.9%
Net Income To Revenue	1.4%	0.5%
<b>Efficiency Ratios</b>		
Operating Cost To Average Total Assets <sup>12</sup> , Annualised	6.0%	5.1%
Cost To Average Total Assets <sup>13</sup> , Annualised	6.1%	5.6%
Cost / Income <sup>14</sup>	57.2%	52.9%
Cost / Income, Normalized <sup>15</sup>	56.0%	56.5%
Cost / Income, Bank of Georgia, Stand-Alone <sup>16</sup>	48.3%	45.4%
Cost / Income, Bank of Georgia, Stand-Alone, Normalized	46.5%	44.9%
Cash Cost / Income	49.8%	47.3%
Total Employee Compensation Expense To Revenue <sup>17</sup>	27.9%	32.2%
Total Employee Compensation Expense To Cost	48.8%	60.8%
Total Employee Compensation Expense To Average Total Assets, Annualised	3.0%	3.4%
<b>Liquidity Ratios</b>		
Net Loans To Total Assets <sup>18</sup>	55.7%	61.2%
Average Net Loans To Average Total Assets	59.6%	59.1%
Interest Earning Assets To Total Assets	72.0%	71.1%
Average Interest Earning Assets To Average Total Assets	72.8%	74.8%
Liquid Assets To Total Assets <sup>19</sup>	21.6%	16.2%
Liquid Assets To Total Short-Term Liabilities, NBG Stand-Alone	43.5%	27.2%
Liquid Assets To Total Liabilities, IFRS Consolidated	30.2%	28.9%
Net Loans To Client Deposits	140.3%	160.6%
Average Net Loans To Average Client Deposits	164.4%	141.8%
Net Loans To Total Deposits <sup>20</sup>	135.4%	145.7%
Net Loans To (Total Deposits + Equity)	85.3%	93.5%
Net Loans To Total Liabilities	73.4%	79.9%
Total Deposits To Total Liabilities	54.2%	54.9%
Client Deposits To Total Deposits	96.5%	90.7%
Client Deposits To Total Liabilities	52.3%	49.8%
Current Account Balances To Client Deposits	42.8%	39.2%
Demand Deposits To Client Deposits	9.2%	3.8%
Time Deposits To Client Deposits	48.0%	57.1%
Total Deposits To Total Assets	41.1%	42.0%
Client Deposits To Total Assets	39.7%	38.1%
Client Deposits To Total Equity (Times) <sup>21</sup>	1.6	1.6
Due From Banks / Due To Banks <sup>22</sup>	882.6%	226.7%
Total Equity To Net Loans	43.3%	38.3%
Leverage (Times) <sup>23</sup>	3.1	3.3

## KEY RATIOS CONT'D

	9 months 2009	9 months 2008
<b>Asset Quality</b>		
NPLs (in GEL) <sup>24</sup>	139,829	23,274
NPLs To Gross Loans To Clients <sup>25</sup>	7.6%	1.1%
Cost of Risk <sup>26</sup> , Annualized	7.0%	8.1%
Cost of Risk Normalized <sup>27</sup> , Annualized	7.0%	8.1%
Reserve For Loan Losses To Gross Loans To Clients <sup>28</sup>	9.5%	6.3%
NPL Coverage Ratio <sup>29</sup>	124.2%	554.4%
Equity To Average Net Loans To Clients	39.8%	39.5%
	0.0%	
<b>Capital Adequacy:</b>	0.0%	
Equity To Total Assets	24.1%	23.4%
BIS Tier I Capital Adequacy Ratio, consolidated <sup>30</sup>	25.4%	24.7%
BIS Total Capital Adequacy Ratio, consolidated <sup>31</sup>	34.6%	25.3%
NBG Tier I Capital Adequacy Ratio <sup>32</sup>	20.4%	18.2%
NBG Total Capital Adequacy Ratio <sup>33</sup>	21.2%	15.5%
<b>Per Share Values:</b>		
Basic EPS (GEL) <sup>34</sup>	0.11	0.04
Basic EPS (US\$)	0.06	0.03
Fully Diluted EPS (GEL) <sup>35</sup>	0.10	0.04
Fully Diluted EPS (US\$)	0.06	0.03
Book Value Per Share (GEL) <sup>36</sup>	22.96	23.66
Book Value Per Share (US\$)	13.69	16.84
Ordinary Shares Outstanding - Weighted Average, Basic	31,271,060	30,450,867
Ordinary Shares Outstanding - Period End	31,294,603	31,250,211
Ordinary Shares Outstanding - Fully Diluted	34,769,217	31,250,211
<b>Selected Operating Data:</b>		
Full Time Employees (FTE)	4,798	6,165
FTEs, Bank of Georgia Stand-Alone	2,663	3,853
Total Assets Per FTE <sup>37</sup> (GEL Thousands)	621	512
Total Assets Per FTE, Bank of Georgia Stand-Alone (GEL Thousands)	1,119	819
Number Of Active Branches	140	139
Number Of ATMs	380	386
Number Of Cards (Thousands)	570	918
Number Of POS Terminals	1,892	2,969

## NOTES TO KEY RATIOS

- 1 Return On Average Total Assets (ROAA) equals Net Income of the period divided by quarterly Average Total Assets for the same period;
- 2 Return On Average Total Equity (ROAE) equals Net Income of the period divided by quarterly Average Total Equity for the same period;
- 3 Average Interest Earning Assets are calculated on a quarterly basis; Interest Earning Assets include: Loans And Advances To Credit Institutions, Treasuries And Equivalents, Other Fixed Income Instruments and Net Loans to Clients;
- 4 Cost Of Funds equals Interest Expense of the period divided by quarterly Average Interest Bearing Liabilities; Interest Bearing Liabilities Include: Client Deposits, Deposits And Loans From Banks, Borrowed Funds and Issued Fixed Income Securities;
- 5 Net Spread equals Interest Income To Average Interest Earning Assets less Cost Of Funds;
- 6 Net Interest Margin equals Net Interest Income of the period divided by quarterly Average Interest Earning Assets of the same period;
- 7 Loan Yield equals Interest Income, less Net Provision Expense, divided by quarterly Average Gross Loans To Clients;
- 8 Revenue equals Total Operating Income;
- 9 Net Fee And Commission Income includes Net Income From Documentary Operations of the period ;
- 10 Operating Leverage equals percentage change in Revenue less percentage change in Total Costs;
- 11 Recurring Earning Power equals Profit Before Provisions of the period divided by average Total Assets of the same period;
- 12 Operating Cost equals Total Recurring Operating Costs;
- 13 Cost includes Total Recurring Operating Costs and Net Non-Recurring Costs (Income);
- 14 Cost/Income Ratio equals Costs of the period divided by Total Operating Income (Revenue);
- 15 Cost/Income Normalized equals Total Recurring Operating cost (excludes net non-recurring costs) divided by total operating income.
- 16 Cost/ Income, Bank of Georgia, standalone, equals non-consolidated Total Costs of the bank of the period divided by non-consolidated Revenue of the bank of the same period;
- 17 Total Employee Compensation Expense includes Personnel Costs;
- 18 Net Loans equal Net Loans To Clients;
- 19 Liquid Assets include: Cash And Cash Equivalents, Other Accounts With NBG, Balances With And Loans To Other Banks, Treasuries And Equivalents and Other Fixed Income Securities as of the period end and are divided by Total Assets as of the same date;
- 20 Total Deposits include Client Deposits and Deposits And Loans from Banks;
- 21 Total Equity equals Total Shareholders' Equity;
- 22 Due From Banks/ Due To Banks equals Loans And Advances To Credit Institutions divided by Deposits And Loans From Banks;
- 23 Leverage (Times) equals Total Liabilities as of the period end divided by Total Equity as of the same date;
- 24 NPLs (in GEL) equals consolidated total gross non-performing loans as of the period end; non-performing loans are loans that have debts in arrears for more than 90 calendar days;
- 25 Gross Loans equals Gross Loans To Clients;
- 26 Cost Of Risk equals Net Provision For Loan Losses of the period, plus provisions for (less recovery of) other assets, divided by quarterly average Gross Loans To Clients over the same period;
- 27 Cost Of Risk Normalized equals Net Provision For Loan Losses of the period, less provisions for the interest income generated by non-performing loans through the date of their write-off, plus provisions for (less recovery of) other assets, divided by quarterly average Gross Loans To Clients over the same period;
- 28 Reserve For Loan Losses To Gross Loans To Clients equals reserve for loan losses as of the period end divided by gross loans to clients as of the same date;
- 29 NPL Coverage Ratio equals Reserve For Loan losses as of the period end divided by NPLs as of the same date;
- 30 BIS Tier I Capital Adequacy Ratio equals Tier I Capital as of the period end divided by Total Risk Weighted Assets as of the same date, both calculated in accordance with the requirements of Basel Accord I;
- 31 BIS Total Capital Adequacy Ratio equals Total Capital as of the period end divided by Total Risk Weighted Assets as of the same date, both calculated in accordance with the requirements of Basel Accord I;
- 32 NBG Tier I Capital Adequacy Ratio equals Tier I Capital as of the period end divided by Total Risk Weighted Assets as of the same date, both calculated in accordance with the requirements the National Bank of Georgia;
- 33 NBG Total Capital Adequacy Ratio equals Total Capital as of the period end divided by Total Risk Weighted Assets as of the same date, both calculated in accordance with the requirements of the National Bank of Georgia;
- 34 Basic EPS equals Net Income of the period divided by the weighted average number of outstanding ordinary shares over the same period;
- 35 Fully Diluted EPS equals net income of the period divided by the number of outstanding ordinary shares as of the period end plus number of ordinary shares in contingent liabilities;
- 36 Book Value Per Share equals Equity as of the period end, plus Treasury Shares, divided by the total number of Outstanding Ordinary shares as of the same date
- 37 Equals total consolidated assets divided by total number of full-time employees