

Notice of Redemption of Loan Participation Notes

Reference is made to the issue of US\$200,000,000 9.0 per cent. Loan Participation Notes due 2012 (ISIN:XS0283756624; Common Code:028375662) (the "**Notes**") issued by BG Finance B.V. (the "**Issuer**") for the sole purpose of funding a loan (the "**Loan**") to JSC Bank of Georgia (the "**Bank**") pursuant to a loan agreement dated 6 February 2007 between the Issuer and the Bank (the "**Loan Agreement**").

In accordance with the terms and conditions of the Notes, on 8 February 2012 (the "**Maturity Date**") the Notes were redeemed in full. Notes with a par value of US\$144, 493,000 had been acquired by the Bank prior to the Maturity Date and the remaining Notes (with a par value of US\$55,507,000) were repaid on the Maturity Date.

A notice regarding the redemption has been sent to the holders of the Notes.

For more information contact:

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About Bank of Georgia

Bank of Georgia is the leading Georgian bank, based on total assets (with a 35.6% market share), total loans (with a 34.5% market share) and client deposits (with a 35.6% market share) as of 31 December 2011, all data based on standalone financial information filed by banks in Georgia with the National Bank of Georgia. The Bank offers a broad range of corporate banking, retail banking, wealth management, brokerage and insurance services to its clients.

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

Standard & Poor's	'BB-/B'
FitchRatings	'BB-/B'
Moody's	'B1/NP' (FC) & 'Ba3/NP' (LC)

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

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