

Decree of the Parliament of Georgia

On the main directions of monetary and exchange rate policies for 2020-2022

Based on the 3rd paragraph of Article 61 of the organic law on the National Bank of Georgia,
The Parliament of Georgia approves:

The main directions of monetary and exchange rate policy for 2020-2022 presented by the
National Bank of Georgia:

1. The inflation target for 2020-2022 is set at 3%.
2. To meet inflation target in the medium term, in 2020-2022 the National Bank of Georgia will rely on monetary policy rate, which will be transmitted to real economy through following monetary policy instruments: refinancing loans, one month open market operations, standing facilities, certificates of deposits, operations with government securities, foreign exchange interventions, minimum reserve requirements and other instruments;
3. Over 2020-2022, the expected consumer price dynamics will mainly be affected by following external risks: changes in international prices on oil and food, changes in geopolitical risks, changes in administrated prices, imported inflation from main trading partner countries, etc. The National Bank of Georgia will not react to the temporary deviation from the inflation target caused by exogenous factors, except for the cases when deviation will have an impact on fundamental factors influencing inflation;
4. The Decree will enter into force upon its publication.

Chairman of the Parliament of Georgia

Archil Talakvadze

Tbilisi

December 13, 2019