

RSE "Toshkent": October Market Review

Since beginning of 2008, total turnover on the Republican stock exchange "Toshkent" (RSE "Toshkent") reached 96.946 bln UZS to the end of October, which translates into US\$73.998 mln at an average exchange rate for the corresponding period. This is 33% more than the turnover value registered for the same period of last year. Total USD transactions - a measure of foreign investor activity on the stock exchange - has reached US\$23.417 mln to the end of October, which is already 101% higher than the US\$11.671 mln registered for the whole of 2007.

Trading activity on the main stocks exchange "Toshkent" fell sharply during October of the current year resulting in the least actively traded month since the beginning of 2008. Such a downturn in activity is partly attributable to the absence of seasoned equity issues by the banking sector, or any other entity during October. Uzbek banks have been recently issuing large volumes of stocks to raise capital for expansion of operations, and also to provide more equity cushion against liabilities, with nearly 19 bln UZS worth of stocks issued since the beginning of this year, representing about 20% of the total turnover. Another factor which has negatively affected the stock market activity in Uzbekistan is the effect of financial crises on the Russian, Ukrainian and other CIS equity markets. Equities in these countries have fallen dramatically in the past quarter creating a perception of undervaluedness of stocks, and relative overvaluedness of Uzbek stocks. Since equities in both markets carry similar risk characteristics, Uzbek stocks have become less attractive for foreign investors resulting in a decline of activity.

Overall activity on the stock exchange "Toshkent" fell sharply during October resulting in the least active month since the beginning of 2008. October 2008 turnover value on the RSE "Toshkent" stands at about 2.5 bln UZS, at an average daily turnover activity of 143 thousand shares, amounting to 108 mln UZS. In all, stocks of 71 different companies were traded during the October's session, with most actively traded stocks by turnover value being lead by O'zkimyosanoatloyiha, followed by O'zshaharsozlik LITI, Baraka universal lizing ko., Uzqurilishashesavdo, Mubarakneftegazmontaj, O'zbektelekom, and Jizzah don mahsulotlari.

In all, stocks of 8 different companies were traded in USD during September, with the trade value carried out in foreign currency (USD) amounting to about \$765 thsd. (1.020 bln UZS). About 41% of the October's turnover is attributable to USD transactions. The most actively traded stocks in USD were O'zkimyosanoatloyiha, Mubarekneftegazmontaj and O'ztransgaz, alone accounting for 98% of the USD trades by value in October.

In terms of economic sector performances, stocks of companies from the industrial sector have been most actively traded, followed by the services sector, and the agricultural sector. The industrial sector's performance has been largely boosted by trades in stocks of companies from the chemical industry.

Companies from the chemical industry were most actively traded (especially thanks to O'zkimyosanoatloyiha) and accounted for 33% of the total turnover value registered in October. Companies from the constructions & construction materials, financial, and food sectors came behind respectively.

Table 1: Statistical summary of market performance on RSE "Toshkent"

	Jan	Feb	Mar	April	May	June	July	Aug	Sept	Oct
Total turnover volume (mln shares)	10.2	15.4	13.1	11.7	45.3	12.4	7.8	17	1.7	3.3
Total turnover value (bln UZS)	3.3	9.1	16.0	7.8	13.5	16.0	7.8	4.8	15.7	2.5
Average daily volume (thsd shares)	537	734	688	534	2 158	592.6	370	810	81	143
Average daily turnover value (mln UZS)	175	433	844	353	643	761	370	199	748	108
Volume of new equity issues (mln UZS)	918.5	2 121	8 857	2 008	5 068	4 139	0	1 603	1 965	0
Value of UZS transactions (mln UZS)	3 214	8 125	15 450	7 508	9 743	7 200	4 104	3 724	5 579	1 474
Value of USD transactions (mln UZS)	120	961	594	264	3 760	8 783	3 663	458	10 130	1 021

Cumulative turnover value

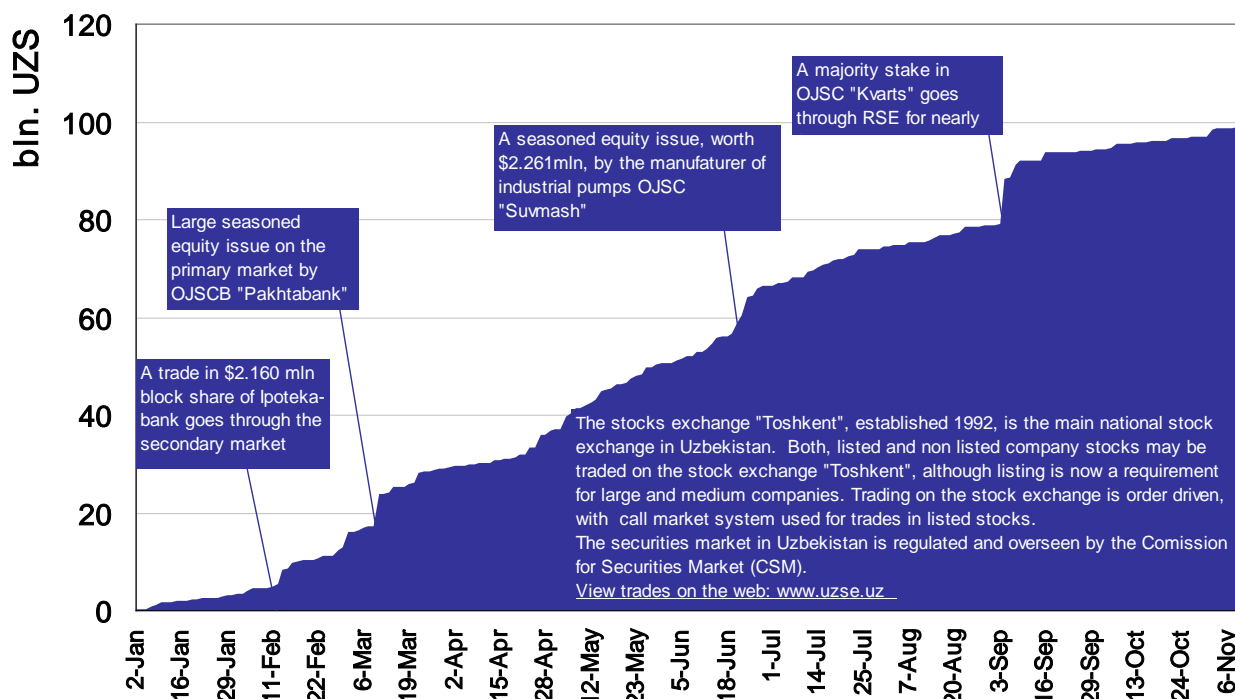


Table 2: Statistical summary of sector performance in 2008

Sector	Jan	Feb	Mar	April	May	June	July	Aug	Sep	Oct
Services	64%	72%	90%	72%	61%	40%	33%	52%	12.2%	25.9%
Industry	26%	16%	9%	19%	26%	59%	64%	35%	86.6	72.7%
Agriculture	9%	12%	1%	8%	12%	1%	2%	6%	0%	0.8%
Ambiguous	1%	4%	0%	1%	1%	0%	1%	8%	1%	0.6%

Table 3: October 2008 sub-sector performances in detail

Sub-sector	Turnover value (mln. UZS)	Share in October turnover	October actively traded stocks
Chemicals	810	32.5%	
Constructions & materials	502	20.1%	

Company	Sector	Turnover value (mln. UZS)	Share in August's turnover
O'zkiyosanoatloyiha	Chemical	810	32.5%
O'zshaharsozlik liti	Constructions & materials	487	19.5%
Baraka universal lizing ko.	Financial	284	11.4%
Uzqurilishashesavdo	Wholesale & retail trade	180	7.2%
Mubarekneftegazmontaj	Energy	158	6.3%
O'zbektelekom	Telecom	65	2.6%
Jizzahdonmahsulotlari	Food	61	2.5%
Navoiydonmaxulotlari	Food	60	2.4%
Bulunguring mevasi	Food	57	2.3%
Hamkorbank	Banking	47	1.9%

Sub-sector	Turnover value (mln. UZS)	Share in October turnover	October sector summary
Engineering	5	0.2%	
Metallurgy	4	0.2%	

Company name	October prices, UZS				Volume	Value (mln UZS)	Share
	Open	Max	Min	Close			
Hamkorbank	130	131	130	131	355 989	46.6	56.5%
Pakhta-bank	1 050	1 050	1 000	1 050	18 039	18.1	21.9%
Ipoteka-bank	1 100	1 530	1 000	1 530	5 321	5.6	6.8%
Turon bank	1 000	1 025	1 000	1 025	4 886	5.0	6.1%
Gallabank	200	200	200	200	19 607	3.9	4.8%
UzPSB	2 000	3 000	2 000	3 000	895	2.0	2.4%
Trastbank	1 000	1 000	1 000	1 000	1 329	1.3	1.6%

Table 6: October trades in USD

Company	Sector	October prices, USD				Volume	Value (USD)	Share
		Open	Max	Min	Close			
O'zkiyosanoatloyiha	Chemicals	11.5	11.5	10	10	53 576	607 252	79.4%
Mubarekneftegazmontaj	Energy	12	12	12	12	9 853	118 236	15.5%
O'ztransgaz	Energy	4.19	4.25	4.19	4.25	5 000	21 249	2.8%
Buhoroenergomarkaz	Energy	0.89	0.89	0.89	0.89	6 968	6 202	0.8%
O'zbekko'mir (i.e.Uzbekcoal)	Mining	11.5	11.5	11.5	11.5	400	4 600	0.6%
Toshkentdonmahsulot	Food	0.55	0.55	0.55	0.55	6 240	3 432	0.4%
Uzmetkombinat (Uzbeksteel)	Metallurgy	13.6	13.6	13.6	13.6	240	3 264	0.4%
Sredazenergosetproekt	Energy	17.81	17.81	17.81	17.81	38	677	0.1%

Table 7: Statistics of TOP-50 stocks trades by value in October

Company	Sector	October prices, UZS				Volume	Value (UZS)	Share
		Open	Max	Min	Close			
O'zkiyosanoatloyiha	Chemical	\$11.5	\$11.5	\$10	\$11.5	53 576	809 642 352	32.5%
O'zshaharsozlik liti	Constructions & materials	291.7	291.7	291.7	291.7	1 669 333	486 944 436	19.5%
Baraka universal lizing ko.	Financial	10 133	10 133	10 133	10133	28 000	283 724 000	11.4%
Uzqurilishashesavdo	Wholesale & retail trade	337.77	337.77	337.77	337.77	532 420	179 835 503	7.2%
Mubarekneftegazmontaj	Energy	\$12	\$12	\$12	\$12	9 853	158 191 355	6.3%
O'zbektelekom	Telecom	3 400	3 450	2 000	3450	21 065	64 508 250	2.6%
Jizzahdonmahsulotlari	Food	310.74	310.74	233.06	310.74	249 023	61 242 766	2.5%
Navoiydonmaxulotlari	Food	1 182	1 182	750	1182	64 416	60 372 377	2.4%
Bulunguring mevasi	Food	1 495	1 495	1495	1495	37 963	56 754 685	2.3%
Hamkorbank	Banking	130	131	130	131	355 989	46 554 868	1.9%
O'ztransgaz	Energy	6 000	6 000	\$4.19	6000	5 090	28 923 686	1.2%
Mastona	Food	1 000	1 000	1 000	1000	22 916	22 916 000	0.9%
Toshkentdonmahsulot	Food	600	\$0.55	233	700	30 120	20 208 726	0.8%
Pakhta-bank	Banking	1 050	1 050	1 000	1050	18 039	18 069 800	0.7%
Bogdod tumani 78-korhona	Transport	1 002	1 002	1 002	1002	17 558	17 593 116	0.7%
Chust tuman MTP	Other	1 500	1 500	1 500	1500	10 330	15 495 000	0.6%
Fargonanon	Food	4 880	4 880	4 880	4880	2 869	14 000 720	0.6%
Jizzaxpaxtasanoat	Cotton	2 000	2 000	2 000	2000	7 000	14 000 000	0.6%
Bofanda	Industrial	1 750	1 750	1 750	1750	7 733	13 532 750	0.5%
Foykon	Financial	550	550	107	550	40 600	12 470 000	0.5%
Namangan markaziy MTP	Agriculture	600	600	600	600	14 198	8 518 800	0.3%
Buhoroenergomarkaz	Energy	\$0.89	\$0.89	\$0.89	\$0.89	6 968	8 288 518	0.3%
O'zbekko'mir (i.e. Uzbekcoal)	Mining	10 000	\$11.5	10 000	11530	588	8 014 664	0.3%
Chimyon MTP	Agriculture	1 735	1 735	1 735	1735	4 331	7 514 285	0.3%
Sirdaryo vino	Food	305	305	305	305	20 744	6326920	0.3%
Ohalik-Lomann-parranda	Food	8 250	8 250	8 250	8250	712	5 874 000	0.2%
Ipoteka-bank	Banking	1 100	1 530	1 000	1530	5 321	5 602 020	0.2%
Turon bank	Banking	1 000	1 025	1 000	1025	4 886	4 990 650	0.2%
Namanganagromash	Agriculture	5 582.1	5 582.1	5 582.1	5582.1	814	4 543 829	0.2%
Uzmetkombinat (i.e. Uzbeksteel)	Metallurgy	\$13.6	\$13.6	\$13.6	\$13.6	240	4 341 120	0.2%

Gallabank	Banking	200	200	200	200	19 607	3 921 400	0.2%
Portlatishsanoat	Constructions & materials	25 000	25 000	25 000	25000	156	3 900 000	0.2%
Fargona nasilli paranda	Food	10 000	10 000	10 000	10000	341	3 410 000	0.1%
Quvasoycement	Constructions & materials	20 000	20 000	16 000	20000	163	3 176 000	0.1%
O'zneftgazqazibchiqarish	Energy	1 350	1 350	1 350	1350	2 133	2 879 550	0.1%
Samarkandhimstroy	Constructions & materials	4 000	4 000	4 000	4000	700	2 800 000	0.1%
Delta qurmah	Constructions & materials	4 176	4 176	4 176	4176	639	2 668 464	0.1%
Kurgontepa don mahsulotlari	Food	1 000	1 000	1 000	1000	2 508	2 508 000	0.1%
Algoritm	Engineering	1 000	1 000	1 000	1000	2 158	2 158 000	0.1%
Ohangaronshifer	Constructions & materials	15 000	15 000	11250	15000	155	2 013 750	0.1%
UzPSB	Banking	2 000	3 000	2 000	3000	895	2 002 530	0.1%
UzBMZ	Engineering	47 700	47 700	47 700	47700	39	1 860 300	0.1%
Trastbank	Banking	1 000	1 000	1 000	1000	1 329	1 329 000	0.1%
Chilonzor buyum bozori	Wholesale & retail trade	1 061	1 061	1 061	1061	1 250	1 326 250	0.1%
O'zpahtamash	Engineering	750	750	423	750	1 668	1 186 684	0.0%
Fargonaulgurjisavdo	Wholesale & retail trade	600	600	570	600	1660	982 290	0.0%
Sredazenergosetproekt	Energy	\$17.81	\$17.81	\$17.81	\$17.81	38	902 344	0.0%
Samarkand liftsozlik zavodi	Engineering	4 450	4 450	4 450	4450	194	863 300	0.0%
Qaraqalpaqstan dan onimlerin	Food	750	750	750	750	978	733 500	0.0%
Popdonmahsulot	Food	2 625	2 625	2 625	2625	194	509 250	0.0%

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