

Main economic events

- Results of privatization for 9 months of 2005**
 During 9 months 729 public enterprises have changed their form of ownership into private.
- Securities market turnover for 9 months of 2005**
 During 9 months of 2005 the total equity market turnover has made up 115.1 billion soum.
- UzDaewooAuto increased the volume of production by 1.5 times**
 For 9 months of 2005 CJSC «UzDaewooAuto» (Asaka) has extended the output by 57.8% comparing to the analogous period of 2004 – up to 76 162 units of output.
- Assets of Halq Bank went up by 50 billion UZS**
 The major part of assets is distributed among short-term and long-term bonds, inter-bank deposits, and investments for the development of small businesses and private enterprises.

Official exchange rate of the CB RU to major world currencies (USZ)

	25.10.2005	18.10.2005	Chg./%
1 USD	1152.03	1148.87	+0.28 ↑
1 EUR	1374.49	1391.05	-1.19 ↓
1 GBP	2034.14	2034.07	+0.01 ↑
10 JPY	99.45	100.92	-1.46 ↓
1 RUR	40.33	40.19	+0.35 ↑

Key interest rates in national currency as of 26.10.2005 (in % per annum)

Refinancing rate of CB RU	16.00
UZIBOR (12 months)	17.83
AWACRI	23.17
CBCAP (UZS)	190.39
CBCAP (USD)	161.79

Corporate Bond Coupon Rates

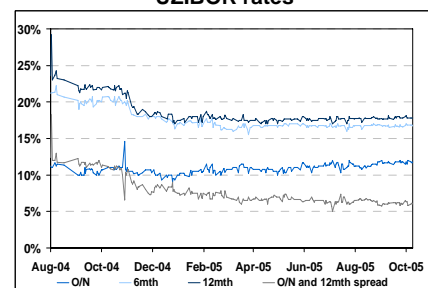


Main macroeconomic Indicators of Uzbekistan, 2000-2005

Indicators	2002	2003	2004	2004 1st Q	2005 1st Q
GDP, trillion sums	7.45	9.84	12.2	2.1	2.5
Real GDP growth, %	4.0	4.4	7.7	4,8	4,8
State budget execution, % to GDP (-def./+prof.)	-0.8	-0.4	-0.4	4.0	1.9
Foreign trade turnover, billion USD	5.7	6.7	8.7	2.1	2.3
Inflation (CPI), %	-	3.8	3.7	1.1	2.2

Source: State Statistics Committee, Avesta Research

UZIBOR rates



Sources: Avesta Research, Central Bank of RU, Uzbekistan Banking Association

Today

- JV LLC «TS-Technology»-6 (556 mln UZS) 6th coupon payment**
 - coupon rate – CB+5%
 - amount of coupon payment – 29.19 mln UZS

Upcoming events calendar

- October 30:** Payment of 6th coupon of the 1st CB issue of LLC «Intrako-S».
- October 30:** Payment of 3rd coupon of the 2nd CB issue of JV «Tezintom Ltd».
- November 1:** Payment of 7th coupon of the 1st CB issue of OJSC «Marvel juice Co. ».
- November 1:** Payment of 2nd coupon of the 1st CB issue of LLC «Sardor-Lider-Savdo».

Results of privatization for 9 months of 2005

During 9 months of 2005 the particular focus of the State Property Committee was given to implementation of the Privatization Program in 2005-2006, as reported on the website of *SPC RU*.

As a result of change of ownership form, on the basis of 729 public enterprises 2 JSCs and 68 LLCs were founded, 659 enterprises and objects were redeemed by private owners. In particular, “Novoangrenskaya TES” and trade-exhibit center “Uzekspomarkaz” were transformed into OJSCs with statutory fund of 30.6 and 8.4 bln UZS respectively. Shares of 130 JSCs (totalled 19.15 bln soum) and state stakes in 180 LLCs (totalled 2.46 bln soum) were sold on exchanges and over-the-counter markets.

5.2 thousand state objects (totalled 11.7 bln soum), including 314 objects under Privatization program for total amount of 7.67 bln soum were sold by auction.

26 purchase-sale agreements on public assets in amount of \$20.95M and 339.8M UZS were closed, including 11 contracts with the acceptance of investment commitments in amount of \$45.9M and 6.03M UZS (the largest deal was purchase of property complex of “Samarkandskaya chayerazvesochnaya fabrika” and «All Americans International Inc», USA for 6.4M USD).

Share holdings of leading JSCs like “Bukhara gips” (30%) were sold to company “Knauff” (Germany), “Samarkandskiy liftostroitelnii zavod” (75%) - company “Condor” (Iran), “Uychi ip-yigiruv” (73.1%) – company “Limest Group” (Great Britain), and others.

Successful execution of investment programs as in case of “Samarkandskaya chayerazvesochnaya fabrika” and “Coca Cola ichimligi Uzbekistan Ltd” resulted in the attraction of funds amounted to \$2 758.9K and \$4M and the opportunity to resume the production standing for several years.

Additional 145 sub-accounts were opened for investors, ensuring safety and purposive usage of means.

Securities market turnover for 9 months of 2005

During 9 months of 2005 the total equity market turnover has made up 115.1B UZS. Compared to the same period of 2004 this amount increased by 6.2% as it mentioned on the website of *SPC*.

Shares in amount of 25.2 bln UZS were sold at stock exchange (92.7% as compared to amount of 9 months of previous year), including: primary market - 5.8 bln UZS; secondary market – 19.4 bln UZS. Corporate bond deals amounted to 331.0 M UZS.

Shares in amount of 70.5 bln UZS were sold over-the-counter, including: primary market – 45.9 bln UZS; secondary market – 24.6 bln UZS. Corporate bond deals over-the-counter made up 19.0 bln UZS.

Aggregate turnover at secondary market for 9 months of 2005 amounted to 52.8 bln UZS, that is higher than equivalent indicator of 2004 by 6.0 M UZS (or by 13.1%), including: equity market – 19.4 bln UZS (increased by 20.3%), corporate bonds market – 331.0 mln UZS (by 9.5 times), over-the-counter equity market – 24.6 bln UZS (by 9.4%), and OTC corporate bonds market – 8.4 bln UZS (by 4.7%).

UzDaewooAuto increased the volume of production by 1.5 times

During 9 months of 2005 CJSC «UzDaewooAuto» (Asaka) has raised the output by 57.8% compared to the similar period in 2004 – up to 76 162 units (as reported by “RBC” referring to the company).

For the analyzed period 46,414 models of Daewoo Nexia (+72%), 17,299 models of Daewoo Matiz (+27.9%), 10,647 models of Daewoo Damas (+74%) and 1,802 models of Daewoo Lacetti (increased by 3.7 times) have been manufactured.

Note, that in 2005 UzDaewooAuto is planning to produce 110.5 thousand units, and to export 56.9K units.

Assets of Halq Bank went up by 50 billion UZS

During 9 months of current year the assets of Halq bank have increased by 50 billion soum compared to the beginning of the year, is said on the website of “Uzreport.com”. As reported before, the total assets as of January 3, 2005 made up 75 bln UZS.

The major part of assets is distributed among short-term and long-term bonds, inter-bank deposits, and investments for the development of small businesses and private enterprises.

As of October 1, 2005 portfolio credit amounted to 40B UZS. Since beginning of year 30B UZS, including 6 bln for support of small enterprises, has been appropriated in the form of credits.

The number of HB plastic cards in circulation has reached 36 thousand. 350 terminals were installed in trade and other centers of paid services. According to plan on extension the system of payment through plastic cards, 3 mln plastic cards are to be issued and more than 10 000 terminals to be installed by 2006.

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