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- «Kizilkumtsement»: modernization of production**
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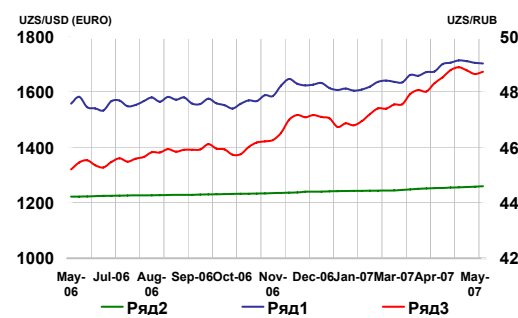
Official exchange rate of the CB RU to major world currencies (UZS)

| | 26.06.2007 | 19.06.2007 | Chg./% |
|--------|------------|------------|--------|
| 1 USD | 1265.02 | 1263.54 | +0.11↑ |
| 1 EUR | 1695.38 | 1691.88 | +0.20↑ |
| 1 GBP | 2513.09 | 2498.65 | +0.57↑ |
| 10 JPY | 102.36 | 103.31 | -0.91↓ |
| 1 RUR | 48.71 | 48.54 | +0.35↑ |

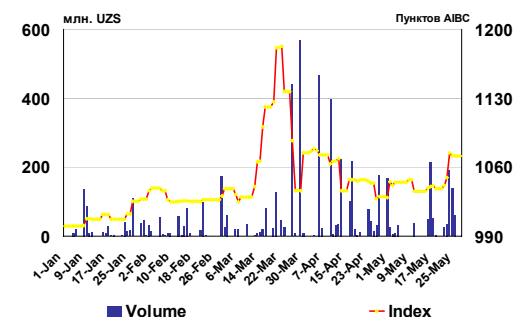
Key interest rates in national currency (in % per annum)

| | 25.06.2007 | Change in 3 months |
|----------------|------------|--------------------|
| CBU rate | 14,00 | -2% |
| UZIBOR (12 m.) | 14,00 | +1,37% |
| AWACRI | 21,74 | -4.6% |
| AIBC | 1081,158 | +0,13% |

Dynamics of exchange rates for 52 weeks



AIBC dynamic



The main macroeconomic indicators of Uzbekistan for 2002-2006.

| indicator | 2002 | 2003 | 2004 | 2005 | 2006 |
|---|------|------|------|------|------|
| GDP, trill. UZS | 7,45 | 9,84 | 12,2 | 15,2 | 20.8 |
| Real GDP growth % | 4,0 | 4,4 | 7,7 | 7 | 7.3 |
| State budget execution % to GDP (-deficit./+surplus.) | -0,8 | -0,4 | -0,4 | +0,1 | -- |
| Foreign trade turnover, billions of USD | 5,7 | 6,7 | 8,7 | 9,5 | 10.7 |
| Inflation (CPI), % | - | 3,8 | 3,7 | 7,8 | 6.8 |

Source: State Committee of Statistics of RUz, Avesta Research

Today

Upcoming events calendar

No events are expected

«Uzbekistan airways» is modernized airline park

The national airline company "Uzbekistan airways" has signed the contract with the international consortium "Airbus Industry" on purchasing six medium distance planes A-320-200, informs an internet site "uza.uz".

General director of NAC "Uzbekistan airways" Valery Tjan at ceremony of signing of the contract has noted that the airline company continues updating and unification of an aircraft depot, in framework of which it is planned to purchase air courts of the western manufacture, and also domestic liners IL -114-100.

Due to attraction of foreign credits, the airline already essentially modernized airline park. Today NAC owns 16 modern planes. These are American BOEING-767-300ER and BOEING-757-200, European A-310 and RJ-85. These airplanes carry out all volume of transportations from the country to abroad, and also a part of flights inside of the republic. Nowadays, along with above mentioned ones, planes of the domestic manufacturer – medium distance IL - 114-100, produced by SJS "Tashkent aviation production association names after V.P.Tchkalov" have also been supplied to "Uzbekistan airways". That is why, the optimum parity of commercial loading and range of flights, high fuel efficiency, comfortableness and safety is reached.

For the first time the plane of manufacture "Airbus Industry" has landed at airport " Tashkent " on 16th of June, 1993. It was A-310 - the first air vessel of the western manufacture maintained by a national carrier.

Actually, starting from that period of time, the program of optimization of plane park of the Uzbek airline that is replacement of Russian airplanes IL-86, IL-62, TU-154 onto economic, reliable and comfortable planes of the western manufacture has started to be carried out. After some period of time, it became well-known that this was a true step on a way to a gain of the international market of aviatransportations.

Within next few years NAC has bought two more liners A-310 due to attraction of foreign credits which have been given out under guarantees of the government of Uzbekistan. For the expired of time NAC, noted recently the 15 anniversary, has managed to enter into number of leading air carriers of the continent. Nowadays, the Uzbek air liners carry out flights to more than 40 countries of the world. In 24 countries, representations of "Uzbekistan airway" has been opened, a number of foreign companies and firms are cooperating with it. About ten flights are being carried out every day, while about 2 million passengers are being transported per year.

Medium distance airplanes A-320-200 is chosen not casually. It is an optimum version of the plane for performance of many flights of airline. Air vessels of this updating are being in use with great demand at air carriers of all world, and their basic advantage is economic making and more modern updating. These planes are maintained on routes up to 5000 km. Fuel use of A-320-200 is more than twice less, in comparison for example, with TU-154 at the same distance. Besides, A-320-200 weighs less, and it is also economic advantage. The magnificent avionics, threefold duplication of all systems make this type of planes absolutely reliable.

After careful analysis NAC "Uzbekistan airways" has chosen a variant of two-class configuration of the interior providing accommodation of 150 passengers in business and economy classes.

«Kizilkumtsement»: modernization of production

JSC "Kizilkumtsement" produces more than three millions tons of cement of mark 400 and about 2,5 million tons clinker. During the last years, the enterprise as a result of major overhaul and modernization has increased the manufacture of cement on two times, and volumes of export on 11 times, informs an internet site "uza.uz".

"Considering a consumer demand in the internal and external markets, we have started construction of the fourth technological line" - director Radzhabali Dzhumanijazov speaks.

For the last period of this year it has been produced about two millions tons of cement, and this six times more than parameters of the last year. With a view of creation of new workplaces, the further increase of potential of the enterprise the big attention is given to manufacture of other types of production.

In particular, in present year, the enterprise has produced hundred tons of rubble, about fifty thousand shlakoblokov, 2,5 thousand cubic metre of concrete, ten thousand pieces trotuarnyh tiles, two million polypropylene bags.

MTS became the full owner of «Uzdunrobota»

Today it became known that Russian Joint Stock Company "MTS" has purchased the rest of 26% shares in LLC "Uzdunrobota" (trade mark "MTS-Uzbekistan") for 250 million US dollars, having increased its share in the company up to 100%. The share of stocks has been purchased from private investor.

Arrival of MTS on the market of Uzbekistan took place in August 2004 when the company has paid 121 million US dollars for 74% shares of "Uzdunrobota", and also has signed an option for purchasing the rest of 26% shares. Considering decrease in rates of growth in Russian market, company "MTS" aspired to provide essential growth of the incomes in fast growing market of Uzbekistan and it has achieved this aim.

Price of "Uzdunrobota" for almost 3 years has increased on the average in 5,9 times. It has happened due to fast rate of growth of the market of cellular communication in Uzbekistan and the presence of good prospects for its further development. If in 2004, MTS has paid on 777 US dollars per one subscriber, and now it pays 520 US dollars.

For last 7 years the number of subscribers has increased more than in 21 times. If in 2001, the total users of mobile communication in Uzbekistan made 128 thousand person, in May 2007, this number has already reached 3,4 million. Annual rates of growth of mobile market are fluctuating between 70% and 134%. Since September 2004, the number of subscribers of Uzdunrobota has grown from 250 000 up to 1,85 million, and an annual turnover of the company has risen from 32 million US dollars (2003) up to 136,7 million US dollars (2006).

Also, it is very important to note that the market of cellular communication of Uzbekistan is at stage of growth (a level of penetration is 13%), while the Russian or Ukrainian markets are in maturity process (a level of penetration more than 100%). Experts predict continuation of the accelerated growth of user's base in Uzbekistan in nearest 5 years. According to forecasts of telecommunication analysts of "Avesta Research" in the next five years the level penetration will increase in 2 times.

Company "Uzdunrobota" is the leader in the market of cellular communication of Uzbekistan. By estimations of "Avesta Research" the share of the company in mobile market of the country makes about 52%, which is on 20% more than the share of its competitor LLC "Unitel" (the trade mark "Beeline"). Company "Uzdunrobota" could keep the leadership in many respects owing to carrying out marketing policy and significant volume of investments in the company. So, from September 2004 to 2007, the quantity of base stations of company "Uzdunrobota" has increased from 290 up to 1000, while starting from summer of 2006 the given operator began to render completely the services under brand "MTS".

As the president of JSC "MTS" Leonid Melamed has stated "Full consolidation of Uzbek subsidiary, possessing license for servicing mobile communication across all Uzbekistan and services of communication of the third generation (3G), will allow MTS to use completely high potential of the Uzbek market". In addition, director on public relations of MTS Elena Kohanovskaja has told that, the market Uzbekistan is "One of five largest markets of mobile communication in the CIS".

The purchase by MTS of 26% share in company "Uzdunrobota" will promote increase in volume of investments into telecommunication sector of the country and growth of its investment attractiveness.

Comments on trading results at UzSE «Toshkent»

According to trading results carried on 29th of June, 2007 at UzSE "Toshkent", the total volume of trades has made 866 386 906 UZS. Transactions with 1 117 883 units of shares of 13 issuers have been carried out.

The leader on volume of the tenders became - "Pakhtabank" - one transaction in primary market with national currency for a total sum 455 million UZS (423 225 units of shares at price which exceeded its nominal value on 1.08 times) has been concluded with the shares of the bank. The second place has borrowed - "Kapital bank" - one transactions for a total sum 314 million UZS (31 422 units of shares at nominal value) has been concluded.

Trading results at UzSE «Toshkent» for 29.06.2007

| Issuer | Region | Sector | Max. Price of transac., UZS/USD | Number of shares | Amount of transaction, UZS | Price / nominal |
|---------------------------------------|---------------|---------------|---------------------------------|------------------|----------------------------|-----------------|
| Pakhtabank | Tashkent | Bank | 1 080 | 423 225 | 455 225 155 | 1,08 |
| Kapitalbank | Tashkent | Bank | 10 000 | 31 422 | 314 220 000 | 1,00 |
| Gallabank | Tashkent | Bank | 100 | 655 772 | 65 577 200 | 1,00 |
| Ohangaronshifer | Tashkent reg. | Construction | 20 000 | 1 349 | 26 980 000 | 20,00 |
| 80-sonli Olmalik shahar avtokorhonasi | Tashkent reg. | Transport | 600 | 3 667 | 2 200 200 | 1,00 |
| Toshkentdonmahsulot | Tashkent | Food industry | 1 | 1 440 | 1 092 977 | 7,59 |
| Ipoteka-bank | Tashkent | Bank | 1 100 | 740 | 763 205 | 1,10 |
| Samarkandskiy burovoy instrument | Samarqand | Other | 3 000 | 73 | 219 000 | 1,50 |
| Total: | | | | 1 117 883 | 866 386 906 | |

Source: UzSE «Toshkent», Calculations by: Avesta Research

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