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- JSC «Uzvinsanoat-holding»: results of 2006**  
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- «Ingosstrah» up to end 2007 will buy insurance companies of Uzbekistan**  
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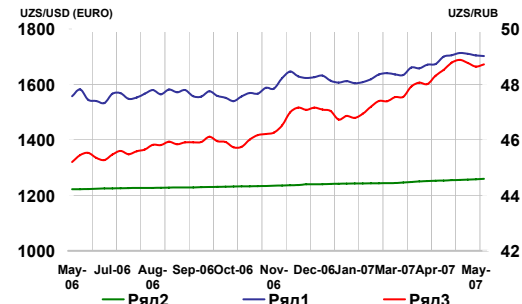
#### Official exchange rate of the CB RU to major world currencies (UZS)

	31.08.2007	24.07.2007	chg./%
1 USD	1267.96	1267.01	+0,07%↑
1 EUR	1747.50	1748.35	-0,05%↓
1 GBP	2606.16	2592.05	+0,54%↑
10 JPY	105.46	103.95	+1,45%↑
1 RUR	49.88	49.77	+0,22%↑

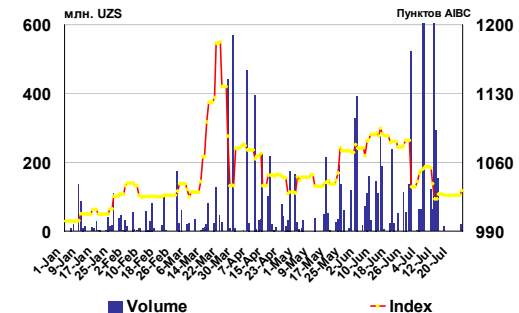
#### Key interest rates in national currency (in % per annum)

	27.07.2007	Change in 3 months
CBU rate	14,00	-2%
UZIBOR (12 m.)	14,00	+1,37%
AIBC	1083,547	-2,94%

#### Dynamics of exchange rates for 52 weeks



#### AIBC dynamic



#### The main macroeconomic indicators of Uzbekistan for 2002-2006.

indicator	2002	2003	2004	2005	2006	1H07
GDP, trill. UZS	7,45	9,84	12,2	15,2	20,8	10,1
Real GDP growth %	4,0	4,4	7,7	7	7,3	9,7
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	6,6
Inflation (CPI). %	-	3,8	3,7	7,8	6,8	2,7

#### Quotations of share prices at exchange list of UzSE «Toshkent» for 01.08.2007

Issuer	Price of last transaction (UZS)	Change (%)	Issuer	Price of last transaction (UZS)	Change (%)
Uzsanoatqurilishbanki	2 000,0	0%	Xamkor Bank	100,0	0%
Galla Bank	100,0	0%	Ipak Yuli Bank	100,0	0%
Ipoteka Bank	1 100,1	+10%	Kapital bank	10 300,0	0%
Pakhta Bank	1 000,0	0%	Aloka bank	100,0	0%

**Change of organizational structure of SJSC «TAPOiCH»**

The government of Uzbekistan has approved a new organizational structure for SJSC "Tashkent Aviation Production Association named after V.Tchkalov" (SJSC "TAPOiCH"), its executive and production boards which provide for a reduction of the aggregate number of personnel of the association by 20 percent. About this informed the association's management. Internet site "*vesti.uz*".

According to the decision of the Cabinet of Ministers "About measures on optimization of operations and financial improvement of SJSC "TAPOiCH", approved in July, a reduction of staff of up to 2,200 employees until year's end is foreseen, including 365 administrative personnel. By early August 2007 the enterprise had about 10,900 employees.

Also the realization of unprofitable social objects attached to the enterprise by tendering as well as part of the association's real estate, including respective premises, has been considered. In particular, administrations of Tashkent, Tashkent and Fergana regions with a total area of 113,2 hectares will be transferred to "TAPOiCH's" real estate and subsequently be tendered..

Parts of the association's real estate, according to this document will be transferred gratuitously to the balances of other ministries and departments, including the Ministry of Defense and SJSC "Uzbekenergo".

The representative of the company admitted that at present the aircraft factory not to be in the best financial-industrial condition. "Reduction of personnel is a very unpopular method, but without this, it will be impossible to save the aircraft factory from crisis", he said.

In November 2006, a special decision of the president of Uzbekistan had been adopted for a complex of measures to optimize the structure and for financial and economic improvement of SJSC "TAPOiCH". For example, assets of Chirchik aviation mechanical-repair factory have been transferred to the balance of the enterprise. Up to January 1<sup>st</sup>, 2010 the aircraft factory has been released from payment of customs on imported accessories and materials, being necessary for manufacturing of aircrafts.

At present, SJSC "TAPOiCH" produces planes of the type IL-76 and IL-114 as well as wings for the An-70.

**JSCB «Uzpromstroybank» has been identified as refinancing bank on credits**

On 27<sup>th</sup> of July, the President of Republic Uzbekistan H.E. Islam Karimov has signed the decision "About the Program of modernization, technical and technological re-equipment of the enterprises of the chemical industry for the period 2007-2011", informs internet site "*bankir.uz*".

The document has been developed and approved with a view to the further steady and balanced development of the chemical industry, rational use of capacities, introduction of effective energy saving and ecologically safe technologies, increase of manufacture of competitive products, which can be exported and substitute import of chemical products.

The program of modernization, technical and technological re-equipment of the enterprises of the chemical industry for the periods 2007-2011 has been developed by SJSC "Uzkimyosanoat" together with the Ministry of Economics, and the Ministry of External Economic Relations, Investments and Trade of the Republic of Uzbekistan.

According to this decision, managers of SJSC "Uzkimyosanoat" as well as heads of branches have been assigned personal responsibility for achievement of targeted parameters and the implementation of projects included in the Program.

SJSC "Uzkimyosanoat" together with relevant ministries and departments are entrusted in two weeks time to prepare and present to the Cabinet of Ministers preliminary feasibility reports on investment projects "Reconstruction with elements of major overhaul-regenerative of manufacture of ammonia AM-76 at JSC "Ferghanaazot" and "Reconstruction and modernization of the large-scale capacity unit of ammonia AM-76 at Chirchik JSC "Elektrkimyosanoat".

The joint-stock commercial bank "Uzpromstroybank" has been confirmed as a bank which will re-finance the project by credits attracted for realization of specified projects from foreign sources. The Fund of Reconstruction and Development of the Republic of Uzbekistan has been entrusted to provide co-financing for the specified investment projects in 2007-2008, according to already approved preliminary feasibility studies.

JSC "Ferghanaazot" and JSC "Elektrkimyosanoat" up to June 1<sup>st</sup>, 2009 are released from customs payments (except gatherings for customs registration) for import of core technological and auxiliary equipments, procured within the framework of realization of the specified projects (with the normative complete set of spare parts).

The Ministry of Economics, the Ministry of Finance, the Ministry of External Economic Relations, Investments and Trade of the Republic of Uzbekistan have been entrusted to provide on annual basis information on the investment program, including new investment projects stipulated in the modernization program.

To resolve to the coordination board on realization of large and strategically important investment projects with participation of foreign investments to bring, on joint representation with Ministry of Economics of the Republic of Uzbekistan and SJSC "Uzkimyosanoat", specifications and additions to the Program of modernization, technical and technological re-equipment of the enterprises of the chemical industry for the period 2007-2011, meaning inclusion of new investment projects on creation of manufactures of modern types of chemical products.

**JSC «Uzvinanoat-holding»: results of 2006**

In 2006, the enterprises of company JSC "Uzvinprom-holding" had an industrial output of UZS103,46 billion and consumer goods for UZS175,46 billion.

Growth rate in comparison with the corresponding period of last year reaches 133.2 percent and 126.8 percent, informs internet site "finance.uz".

The holding company reported for last year exports production of USD7,750 million. Exports grew by 154 percent. According to results of 2006, the enterprises of the company achieved profits of UZS2,1 billion. In total, for the last period, the company paid taxes and payments to the budget in amount of UZS106,8 billion, including UZS67.7 billion in the form of excise tax. Subsequently, the company's task has been executed at 106%. JSC "Uzvinprom-holding" intends to acquire 20 percent of shares of JSC "Asl Oyna". "Uzvinprom-holding" unites in its structure more than 400 enterprises and organizations.

With attraction of direct foreign investments, it formed 15 joint ventures. Companies from Switzerland, Russia, USA, Bulgaria, Italy, Spain and Israel have participated in their establishing. For improvement of quality of goods and extension of export capacities, investment projects on modernization and modernization till 2010 in amount of more than USD11 million have been allocated.

**«Ingosstrah» up to end 2007 will buy insurance companies of Uzbekistan**

Up to the end of current year, the Russian insurance society "Ingosstrah" will buy insurance companies in Kazakhstan, Azerbaijan and Uzbekistan, where insurance companies expected to cost USD10-20 million, and the local market is adhered to Russia's economy, informs internet site "forinsurer.com". In 2007, the company was going to depose its Baltic insurers.

Besides, "Ingosstrah" will spend USD100 million for development of its company "Ingosstrah-investment", which should become one of three leading companies within three years, offering direct investment funds and trust management.

**Integration of transport system**

Questions on integration of Kazakhstan and Uzbekistan in the transport sphere have been discussed at the second session of the Interstate Coordination Council, which has taken place last week in Tashkent, informs internet site "vesti.uz".

Transport projects are mainly connected with updating of existing infrastructure and construction of new objects.

Uzbekistan is carrying out a program of development of roads, including highways, from 2006-2012 within the framework of which it is planned to develop the basic international and transit corridors, which pass through the territory of Kazakhstan as well as exiting roads from Uzbekistan.

Within the framework of the project "Western Europe - Western China", from 2008 to 2012, the reconstruction of a motorway Tashkent - Chimkent - Alma-Ata - Horgos with extension of 1137 km and motorways Tashkent - Chinkent - Kizilorda - Aktobe - Uralsk - Samara with extension of 2048 km will take place.

Up to the end of 2007, reconstruction of border areas with the Russian Federation - Uralsk - Aktobe with extension of 165 km, Aktobe-Karabutak-Irgiz with extension of 273 km will be completed.

Kazakhstan undertakes significant measures to develop the international road route E-40; Western Europe - Russia - Kazakhstan - Uzbekistan - Kazakhstan on site Astrakhan-Atirau-Beyneu-Kungrad, which extent in the territory of Kazakhstan is 788 km.

In the current year, construction of bridge transition through the boundary river Kigach, Astrakhan-Atirau, and reconstruction of the site Atirau-Beyney with extension of 397 km comes to an end. Until 2012, the reconstruction of the whole site should be complete.

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