

- Investment plans of «Peresvet-Invest» in Uzbekistan**
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- Volume of trades of UZEX**
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- Seten Enterprises has finished its share in «CTZ» up to 98,5%**
 JSC "Chirchiksky transformatorniy zavod" (the former name "Electroshit") has been formed in 1942 on the basis of the factory "Electroboard" evacuated to Uzbekistan.
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 The new company will operate under name "Garant Insurance Group".
- Information about cellular phone operators of Uzbekistan**
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- Comments on trading results at UzSE «Toshkent»**
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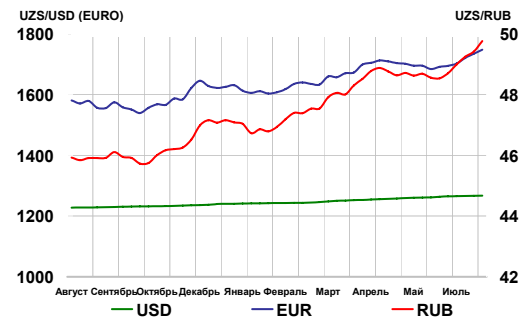
Official exchange rate of the CB RU to major world currencies (UZS)

	14.08.2007	07.08.2007	chg./%
1 USD	1270.03	1269.08	+0,07%↑
1 EUR	1748.70	1734.83	+0,80%↑
1 GBP	2578.80	2574.07	+0,18%↑
10 JPY	107.11	106.94	+0,16%↑
1 RUR	49.88	49.64	+0,48%↑

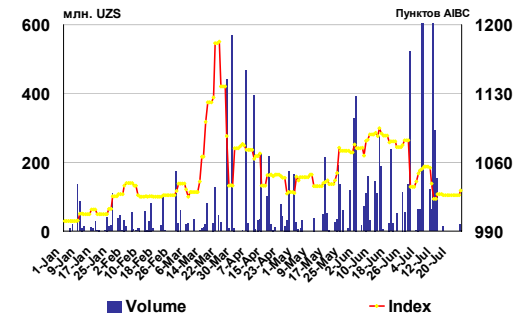
Key interest rates in national currency (in % per annum)

	13.08.2007	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	1П07
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	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	--
Inflation (CPI), %	-	3,8	3,7	7,8	6,8	2,7

Source: State Committee of Statistics of the Republic of Uzbekistan

Quotations of share prices at exchange list of UzSE «Toshkent» for 17.08.2007

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	1 000,0	0%	Kapital bank	10 000,0	0%
Pakhta Bank	1 100,0	+10%	Aloka bank	100,0	0%

Investment plans of «Peresvet-Invest» in Uzbekistan

The Russian developers have not enough markets of Russia, Ukraine and Kazakhstan. "Peresvet-Invest" enters into market of Uzbekistan. The group plans to invest in construction of offices and shopping centers in Tashkent up to USD50 million, informs internet site "*kommersant.ru*".

In the middle of July, general meeting of "Peresvet-invest" has approved opening representation in Uzbekistan. The new structure will supervise modernization of Samarkand lift producing factory, 75% shares of which "Peresvet-invest" has redeemed in January of this year for USD1,3 million on tender, carried out by the State Property Committee of Uzbekistan. In that time, the company has declared its plans about investing USD7,5 million for increasing production capacities of the factory.

In other words, "Peresvet-invest" is not going to stop at production of lifts in Uzbekistan. At the present moment, the company is considering areas in Tashkent, where company is planning to construct offices and shopping centers. Investments in developing projects will make USD30-50 million, and the representation in Uzbekistan will supervise their realization.

Local participants of the market are at a loss to estimate possible charges of "Peresvet-Invest" on purchase of sites, having referred to opacity of the ground market in Uzbekistan. To buy the ground in the secondary market is practically impossible; the most liquid sites are allocated administratively.

"Peresvet-Invest" is created in 1995. Among realized projects in by the company Moscow, there are - an inhabited complex "Cascade" and "House on Frunze". The largest regional project is construction of almost 2,25 million square meters of habitation in Voronezh region of Russia. The turnover of the company in 2006, according to own data has made 4,4 billion roubles.

Average cost of construction of commercial areas in Tashkent, representative of State Department of Architecture estimates in USD120 per square meter of area, while according to independent estimations it makes USD366 square meters. So it means, for USD30-50 million "Peresvet" will construct 80-135 thousand square meters of office apartment in Uzbekistan.

It is cheaper than in Russia. In any Russian city the cost of construction of similar apartment has reached USD1 thousand per square meter, senior analyst of Prime City Properties Antonina Lairova has noted. The Russian developer can save on labour and cheap building materials. In Moscow, market cost of 1 tons of cement makes USD140, the general director of developing company "Komstrin", Maxim Sotnikov explains.

"Peresvet" is entering in perspective market: "Total area of offices in Tashkent is little more than 1 million square meters. At annual growth of rates on 20%, time of recovery of outlay of projects in office real estate is estimated in six-seven years". According to SKS Consulting, the total area of shopping centers in Tashkent hardly reaches 60 thousand square meters. But only about 5% of city dwellers visit supermarkets, over 60% of population does purchases in the markets.

"Peresvet-Invest" is the second Russian company engaged in construction business which has decided to enter into market of Uzbekistan. In August of the last year "Eurocement group" has purchased local factory "Ahangarantsement" whose production capacity is 1,73 million tons of cement per year (the second-largest manufacturer of cement in the republic).

Volume of trades of UZEX

From the beginning of current year through exchange system of exhibition tenders of UZEX, it has been realized various types of commodity output for total sum UZ\$97,7 billion, informs internet site "*bankir.uz*".

Sold goods in the given trading system are structured in 22 profile groups among which, traditionally the most part of cumulative commodity circulation are on 3-4 of them. So, in particular, more than 75% of exhibition turnover in current year was provided by groups "mechanical and electric equipment", "products from metals" and "mineral products".

As to intense activity of participation in the exhibition exchange tenders of the companies from regional attribute, in current year, the leadership in this market was strengthened by companies from the capital of the republic, the share of which in general commodity circulation has grown from 57 up to 60%.

Seten Enterprises has finished its share in «CTZ» up to 98,5%

Seten Enterprises Ltd has increase its shares in JSC "Chirchiksky transformatorniy zavod" up to 98,5% due to complete purchase of shares issued for total sum USD3,326 million, informs internet site "*ma-journal.ru*". According to terms and conditions of issue, shares were placed among in advance known investor.

In the end of 2005, Seten Enterprises Ltd has purchased 34,5% of state assets of JSC "Chirchiksky transformatorniy zavod" for USD1,2 million. The British company has increased its shares at the enterprise up to 78,5% due to purchase of issue of shares on account of investment obligations.

JSC "Chirchiksky transformatorniy zavod" (the former name "Electroshit") has been formed in 1942 on the basis of the factory "Electroboard" evacuated to Uzbekistan. At the present moment, factory specializes on producing power transformers, transformer substations and high-voltage equipment of a class of a pressure 10, 35, 110 kv with capacity up to 63000 kva.

According to results of 2006, the net profit of the enterprise has increased in 11,1 times up to UZS1,173 billion, while pure proceeds from realization of production - up to UZS10,07 billion (increase in 2,1 times). Assets of the enterprise in 2006 have made UZS10,371 billion (increase in 1,5 times).

The government of Uzbekistan managed to attract investors in privatization of electrotechnical branch of the economy. In April 2004, American Zeromax Group has purchased 64% shares of SJSC "Uzkabel", the largest manufacturer of cable-wire producing company in Central Asia for USD10,5 million (in the beginning of 2005, the company has been re-registered in Swiss Zeromax GmbH). In May of current year, Adel Al Hussain General Trading Co from the United Arab Emirates has purchased from Zeromax, 64% shares of the enterprise and has finished the share at the enterprise up to 78,7%.

In May 2006, Russian Joint-Stock Company "Electroshit" (Samara) has purchased 75,36% shares of Uzbek-British-Russian joint venture JSC "Uzelektroapparat" for USD168,9 thousand, planning to invest in 2006-2008 periods nearby USD3 million in modernization of the enterprise which is specialized on manufacture of low-voltage equipment.

In 2002, Russian group of companies "Farial" (Samara) has bought 51% shares of JSC "Andijankabel", the second manufacturer of cable production in the republic for USD1,5 million with investment obligations in amount of USD5 million.

In January of current year, Russian Joint-Stock Company "Peresvet-Invest" (Moscow) has bought 75% shares of JSC "Samarkand liftostroitelniy zavod" for USD1,3 million. The Russian company within five years plans to invest USD7,5 million in development of the enterprise.

«Savdogar bank» has established new insurance company in Uzbekistan

The new insurance company has received the license of the Ministry of Finance of Republic Uzbekistan for realization of insurance activity. The new company will operate under name "Garant Insurance Group", informs internet site "*forinsurer.com*".

The insurance company "Garant Insurance Group" has received the license for realization of voluntary and obligatory types of insurance on 13 classes of branch of general insurance.

Charter capital of the company "Garant Insurance Group" makes USD1,3 billion sum (USD1 million). Its founder is Uzbek-German bank "Savdogar".

Thus, the quantity of insurers having corresponding license in Uzbekistan for today makes 28, 26 of which carry out the insurance activity and two insurance companies are in a stage of self-liquidation.

Due to default of specifications of the solvency, established by the current legislation, the Ministry of Finance of the Republic of Uzbekistan has suspended the license for the right of realization of insurance activity of JSC "Toshkent Sugurta" for the period of 10 days; from 20th of August, 2007 is suspended.

Information about cellular phone operators of Uzbekistan

According to research conducted by Russian consulting company ACM-Consulting, the user's base of operator of cellular communication "MTS-Uzbekistan" for July 2007, has grown on 87 671 person, having reached a mark in 2 033 626 subscribers, while quantity of users of "Beeline" in territory of Uzbekistan has raised on 104 434 persons, having made 1 329 278 subscribers.

The consolidated user's base of "MTS" and "Vypelcom" makes 78 536 473 and 59 593 785 respectively for the end of July 2007. The share of their Uzbek divisions makes 2,59% and 2,23% respectively. According to parameters for the end of June, the share of "MTS-Uzbekistan" in the consolidated user's base of "MTS" has made 2,49%, while share of "Beeline" in "Vypelcom" - 2,07%.

The provisional share of the market in Uzbekistan, belonging MTS makes about 55%, while "Vypelcom" own 30% of market share. The rest of market shares are divided among companies Coscom, Perfectum Mobile and Uzbektelecom Mobile.

Subscribers' base of MTS and WimPelKom

Company	01.08.2007	share, %	growth, person.	growth, %	01.07.2007	share, %
MTS, including	78 536 473	100,00%	383 509	0,49%	78 152 964	100,00%
Russia	52 872 823	67,32%	193 361	0,37%	52 679 462	67,41%
Moscow	12 160 589	15,48%	202 571	1,69%	11 958 018	15,30%
Ukraine (UMC)	19 830 731	25,25%	20 588	0,10%	19 810 143	25,35%
MTS-Uzbekistan	2 033 626	2,59%	87 671	4,51%	1 945 955	2,49%
Turkmenistan (Barash Communications)	251 796	0,32%	16 635	7,07%	235 161	0,30%
Belorusia	3 547 497	4,52%	65 254	1,87%	3 482 243	4,46%
WimPelkom, including	59 593 785	100,00%	544 107	0,92%	59 049 678	100,00%
Russia	49 772 864	83,52%	178 696	0,36%	49 594 168	83,99%
Moscow	10 351 516	17,37%	-147 598	-1,41%	10 499 114	17,78%
Kazakhstan (KaR- Tel)	4 992 878	8,38%	155 707	3,22%	4 837 171	8,19%
Ukraine (WellCOM)	2 707 733	4,54%	46 312	1,74%	2 661 421	4,51%
Tadjikistan	242 612	0,41%	24 589	11,28%	218 023	0,37%
Uzbekistan	1 329 278	2,23%	104 434	8,53%	1 224 844	2,07%
Armenia (Armentel)	529 646	0,89%	32 003	6,43%	497 643	0,84%
Georgia	18 774	0,03%	2 366	14,42%	16 408	0,03%

Source: ACM-Consulting, Calculation by: Avesta Research

Comments on trading results at UzSE «Toshkent»

According to trading results carried on out 17th of August, 2007 at UzSE "Toshkent", the total volume of trades amounted to UZS72 700 740. Transactions with 72 681 units of shares from 9 issuers have been carried out.

The leader in volume of the tenders became - "Sirdaryo viloyat qishloqchilik kimyo" - one transaction for total amount of UZS33 million (32 361 units of shares at price which has exceeded its nominal value by 1.02 times) has been concluded with the shares of the company. In second place "Pakhta-bank" - four transactions for a total amount of UZS26.3 million (25 916 units of shares at price which has exceeded its nominal value by 1.02 times) has been concluded.

Trading results at UzSE «Toshkent» for 17.08.2007

Issuer	Region	Sector	Max. Price of transac., UZS/USD	Number of shares	Amount of transaction, UZS	Price / nominal
Sirdaryo viloyat qishloqchilik kimyo	Sirdarya	Chemical Industry	1 020	32 361	33 008 220	1,02
Pakhta-bank	Tashkent	Bank	1 019	25 916	26 300 704	1,02
Qishloqchilik kimyo	Djizzakh	Chemical Industry	1 000	10 005	10 005 000	1,00
19 Nukus avtobus korxonasi	Karakalpakstan	Transport	570	3 839	2 188 320	1,00
Alfa Group	Tashkent	Finance	3 526	246	867 396	3,53
Ingichka tajriba texnologiya ekspeditsiyasi	Samarqand	Other	1 705	125	213 125	1,71
Yangikurgon tuma 29-avtokorhona	Namangan	Transport	500	180	90 000	1,00
Samarkand liftsozlik zavodi	Samarqand	Machine building	4 450	4	17 800	1,09
Korasuv paypoq tuqish fabrikasi	Andijan	Light industry	2 035	5	10 175	2,02
Total;				72 681	72 700 740	

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

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