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- «Ipotekabank»: increasing charter capital up to UZS67 billion**  
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- Interest-free credit of China**  
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- Comments on trading results at UzSE «Toshkent»**  
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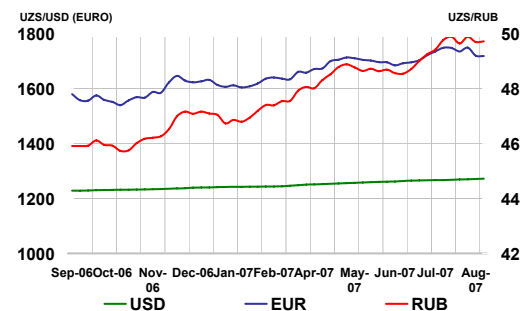
#### Official exchange rate of the CB RU to major world currencies (UZS)

	21.08.2007	14.08.2007	chg./%
1 USD	1270.80	1270.03	+0,06%↑
1 EUR	1719.39	1748.70	-1,68%↓
1 GBP	2538.55	2578.80	-1,56%↓
10 JPY	107.18	107.11	+0,07%↑
1 RUR	49.69	49.88	-0,38%↓

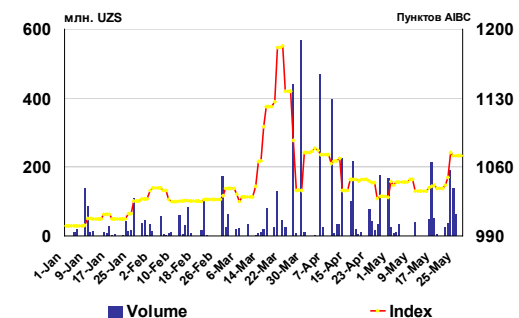
#### Key interest rates in national currency (in % per annum)

	28.08.2007	Change in 3 months
CBU rate	14,00	-2%
UZIBOR (12 m.)	14,00	+1,37%
AWACRI	1101,084	+2,9%
AIBC	14,00	-2%

#### 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

#### Quotations of share prices at exchange list of UzSE «Toshkent» for 28.08.2007

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	10 500,0	0%
Pakhta Bank	1 000,00	0%	Aloka bank	117,00	17%

### **Central Bank of Uzbekistan has not changed rate of refinancing**

The board of directors of Central bank of Uzbekistan has left the rate of refinancing of the Central bank without change at level of 14% annual, informs internet site "*cbu.uz*".

The monetary policy of the Central bank has completely satisfied demand of economy for money and at the same time has provided preservation of volume of monetary weight within the limits of established parameters. This, in turn, has enabled on elimination of influence of monetary factors on formation of the prices of consumer goods.

As a result, in the first half of 2007, the rate of inflation has made 2,7%, that below by 0,8% in comparison with the similar period of the last year. The low rate of inflation has provided stability of interest rates in the money market of the republic.

The central bank has taken a number of measures on sterilization of surplus of liquidity in the banking system. At the same time, on settlement accounts of Fund of reconstruction and development of Uzbekistan, created for decreasing rate of inflation, caused by external factors, and maintenance of stable development of economy, as for 1st of July of current year, additional accumulation of means at a rate of more USD622 million has served prevention of growth of monetary weight.

The central bank will accept a number of consecutive measures for continuation of positive tendencies up to the end of year, that is will spend the consecutive analysis under the factors influencing a rate of inflation, to optimize a level of liquidity, proceeding from demand for money in bank system, to conduct monitoring under the factors influencing change of interest rates in the interbank market and change of monetary and credit parameters, to apply market tools of a monetary and credit policy in ordering monetary weight, to expand participation of commercial banks on a securities market.

### **«Ipotekabank»: increasing charter capital up to UZS67 billion**

Shareholders of Ipotekabank has taken decision on increasing declared charter capital of the bank up to UZS67,0 billion, informs internet site of the bank "*ipotekabank.uz*".

As it is known, according to the Decision of the President of the Republic of Uzbekistan, part of profit of the Central bank of Uzbekistan, according to results of 2006, which is subject to be transfer in the state budget, will be directed by the Ministry of Finance on increasing charter capital of the bank and expansion of resource base of investment of Ipotekabank in the sum UZS25 billion, including UZS15 billion on increasing charter capital and UZS10 billion on opening the demand line of credit with a special-purpose designation on expansion of volumes of hypnotherapy crediting.

Assets of Ipotekabank, as for 1.08.2007 have increased in comparison with the beginning of year by 28,8% and made UZS570,4 billion. The capital of bank makes UZS43,9 billion, including the generated charter capital in amount of UZS11,0 billion. At the present moment, there are 38 high-grade branches of Ipotekabank in all regions of the republic, as well as 153 mini-banks, 147 currency exchange offices, 91 money transfer offices and more than 600 savings and municipal cash departments of the bank.

### **Interest-free credit of China**

China provided Uzbekistan with an interest-free \$6.2 million loan to reconstruct the Karakul pump station in Uzbekistan's Bukhara region.

"The memoranda the Uzbek and the Chinese governments exchanged were signed by Uzbek Minister for Foreign Economic Ties, Investment, and Trade Elyer Ganiyev and Chinese Ambassador to Uzbekistan Yu Hunjun," the Uzbek ministry told Interfax on Friday.

The parties noted at the meeting the steady development of mutual cooperation between Uzbekistan and China in the social, political, trade, economic, and humanitarian areas and exchanged opinions on the development and implementation of joint projects.

"Uzbekistan is ready for active cooperation with China and views it as a secure partner, » the ministry quoted Ganiyev as saying. The minister also expressed gratitude to China for supporting major projects in Uzbekistan.

Bilateral trade totaled \$698 million in 2006. It rose 92 percent in the first six months of 2007 year-on-year to over \$600 million, the ministry said.

**Comments on trading results at UzSE «Toshkent»**

According to trading results carried on out 27<sup>th</sup> of August, 2007 at UzSE "Toshkent", the total volume of trades amounted to UZS87 965 288. Transactions with 56 222 units of shares from 8 issuers have been carried out.

The leader in volume of the tenders became - "Qishloqhujalikkimyo" (Sirdarya region) - one transaction for total amount of UZS76.6 million (32 773 units of shares at price which has exceeded its nominal value by 2.34 times) has been concluded with the shares of the company. In second place "Qishloqhujalikkimyo" (Andijan region) - one transaction for a total amount of UZS3.1 million (3 198 units of shares at nominal value) has been concluded.

**Trading results at UzSE «Toshkent» for 27.08.2007**

Issuer	Region	Sector	Max. Price of transac., UZS/USD	Number of shares	Amount of transaction, UZS	Price / nominal
Qishloqhujalikkimyo	Sirdarya	Chemical industry	\$1,84	32 773	76 632 188	<b>2,34</b>
Qishloqhujalikkimyo	Andijan	Chemical industry	1 000	3 198	3 198 000	<b>1,00</b>
Buz-155 avtokorhonasi	Andijan	Transport	1 350	2 300	3 105 000	<b>1,00</b>
Kapitalinvest	Tashkent	Finance	150	12 342	1 851 300	<b>1,50</b>
Kvarts	Ferghana	Construction	5 100	344	1 754 400	<b>2,21</b>
Uta kattik metallar va asboblari	Tashkent	Other	7 800	65	507 000	<b>1,02</b>
Halq parvarlik	Tashkent	Finance	130	3 000	390 000	<b>1,30</b>
Alokabank	Tashkent	Bank	117	2 200	257 400	<b>1,17</b>
<b>Total:</b>				<b>56 222</b>	<b>87 695 288</b>	

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

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