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- Central Asian region is leader according to volume of average payments**
 Uzbek and Turkmen market are at an initial stage of development, as well as was Ukraine in the middle of 90s.
- «Sibirtelekom» sold shares of «Golden Telecom»**
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- Comments on trading results at UzSE «Toshkent»**
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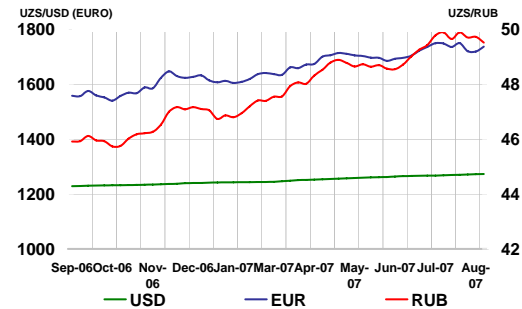
Official exchange rate of the CB RU to major world currencies (UZS)

	04.09.2007	28.08.2007	chg./%
1 USD	1272,54	1271,72	0,06%↑
1 EUR	1736,1	1718,09	1,05%↑
1 GBP	2558,49	2530,85	1,09%↑
10 JPY	110,1	110,4	-0,27%↓
1 RUR	49,51	49,72	-0,42%↓

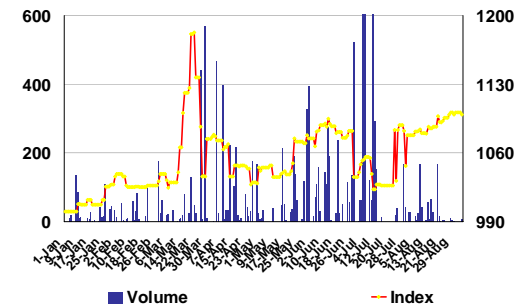
Key interest rates in national currency (in % per annum)

	07.09.2007	Change in 3 months
CBU rate	14,00	-2%
UZIBOR (12 m.)	14,00	+1,37%
AIBC	1099,128	+0,99%

Dynamics of exchange rates for 52 weeks



AIBC dynamic



The main macroeconomic indicators of Uzbekistan for 2002-2007.

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 07.09.2007

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	0%

Representation of German Company «Metro Group» has opened in Tashkent

The representation of well-known German company "Metro Group" has been opened In Tashkent, informs internet site "cbu.uz".

On event, taken place in this case it was marked that cooperation between Uzbekistan and Germany consistently developing in all spheres, including in trade and economic one. Uzbekistan and Germany are realizing a big number of joint projects. Today, the greatest volume of foreign investments in economy of Uzbekistan is being invested by Germany. Up to present moment, more than hundred joint projects for 1 million euro has been realized with participation of investments of Germany, while the volume of commodity turnover between countries is constantly growing and in the last year it has made USD324 million.

"Metro Group" is one of the largest companies of the world engaged trade with foodstuffs and consumer goods. Its trading network covers 30 countries.

Agricultural production of Uzbekistan differs excellent quality, - the member of board of the company "Metro Group" F.Muller has told. - Therefore there is high demand for Uzbek foodstuffs in the world, and activity of our company in Uzbekistan also is connected with export of agricultural production.

Central Asian region is leader according to volume of average payments

Ukrainians speak less and bring less income to operators of mobile communication than subscribers of Uzbekistan and Turkmenistan. Therefore, mobile operators in Ukraine are passing in an economy effort, informs internet site «24.ua».

Operators of mobile communication spend more and more money for gaining Ukrainian subscribers. Quarterly reports of Russian companies MTS and "Beeline" operating in Ukraine testify this. To attract one subscriber, the first company spends USD13,7, the second – more than USD9. At the same time, mobile phone operators in Ukraine are earning less and less from one subscriber. Monthly, subscribers of MTS in Ukraine on average spend USD6,4 per months while users of "Beeline" – only USD4,2.

As a result, in 2nd quarter of 2007, income of MTS in Ukraine have grown only by 10% in comparison with the similar period of the last year, up to USD393 million, while profit of the company for the first time has started to fall: it has decreased by 4%, to USD84 million. Earlier, incomes quarterly increased, at least, for third.

On which part of Central Asia the business of MTS is going better. The answer is in Uzbekistan and Turkmenistan. Subscribers in both countries talk longer, and pay more than Ukrainian users. Only in 2nd quarter of current year, the proceeds of the company in Uzbekistan have grown twice, while net profit – more than in 4 times. In Turkmenistan, where only 350 thousand people out of 6,6 million use mobile communication and 10 times more per month than Ukrainians – USD63,4.

Uzbek and Turkmen market are at an initial stage of development, as well as was Ukraine in the middle of 90s. It means that in the nearest years it will grow many times more than Ukrainian one.

High incomes of MTS in Turkmenistan explain higher tariffs: they almost in 10 times above averages Ukrainian. But, it is not capable to constrain a boom of connections there. Near by offices of two operators of mobile communication in Turkmenistan - MTS and NTS "Altyn Asyr" - are built turns. In such conditions, MTS is not going to decrease tariffs: subscribers with money and so will come.

The same situation with the second Russian operator, operating in Ukraine which is "Beeline". In the 2nd quarter, income of the company have made USD22,7 million, while there is no profit, one losses - for more than USD17 million. But, the situation of the company in Central Asia is much better. For a year, the pure proceeds of the operator in Tajikistan have grown in 43 times, and quantity of subscribers - in 23 times, up to 204,9 thousand people. "Beeline" for acceleration of rates of growth of business has increased investments into marketing and sales.

However, to refuse investments into the Ukrainian market in favor of Asian operators do not gather. "In Ukraine, we will continue to focus on escalating of our user's base, paying special attention to its quality", - it is marked in the report of "Beeline". It means that subscribers who long do not use the packages, will be disconnected especially ruthlessly. With this, operators will achieve growth of incomes from one subscriber, assure Danilin. Besides, operators are going to cut back their additional expenses. Already now, MTS has completely stopped on cheap stuff selling mobile phones to subscribers, and also will cut down commission fee to sellers for connection of new clients.

«Sibirtelekom» sold shares of «Golden Telecom»

"Sibirtelekom" has left structure of shareholders of Joint-Stock Company "TeleRoss-Novosibirsk" (the trade mark "Golden Telecom").

"Sibirtelekom" has sold in the end of August 50% ordinary shares of telecommunication holding "Golden Telecom" (renders services of the fixed communication and access to the Internet to Russia, Kazakhstan, Uzbekistan and in Ukraine).

The transaction is lead within the limits of realization of model of reorganization of affiliated business "Sibirtelekom". The amount of the transaction is not disclosed.

Comments on trading results at UzSE «Toshkent»

According to trading results carried out on 7th of September 2007 at UzSE "Toshkent", the total volume of trades amounted to UZS59 683 370. Transactions with 2 112 units of shares from 5 issuers have been carried out.

The leader in volume of the tenders became - "1-son Temir-Beton Buyumlari Zavodi" - one transaction for total amount of UZS56 million (162 units of shares at price which has exceeded its nominal value by 86.45 times) has been concluded with the shares of the company. In second place "Uzbekekspertiza" - one transaction for a total amount of UZS1.7 million (312 units of shares at price which has exceeded its nominal value by 10%) has been concluded.

Trading results at UzSE «Toshkent» for 07.09.2007

Issuer	Region	Sector	Max. Price of transac., UZS/USD	Number of shares	Amount of transaction, UZS	Price / nominal
1-son Temir-Beton buyumlari zavodi	Tashkent	Construction	345 800	162	56 019 600	86,45
Uzbekekspertiza	Tashkent	Other	5 500	312	1 716 000	1,10
Ipotekabank	Tashkent	Bank	1 000	1 526	1 526 000	1,00
Uzneftegazqazibchiqarsih	Tashkent	Energy sector	3 740	78	291 720	3,74
Uzgeoburneftegaz	Kashkadarya	Energy sector	3 825	34	130 050	3,38
Total:				2 112	59 683 370	

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

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