

- Uzbekistan has increased export volume by 63%**
 Foreign trade turnover of Uzbekistan during January-September has increased 15,73 bln USD, thus having risen by 40,9% in comparison with the corresponding period of 2007, «gazeta.uz» informs.
- Outcomes of the activity of JSCB «Kapitalbank» during the nine months of 2008**
 During the nine months of 2008 own capital of the bank has increased 1,42 times and on October 1 has made 17,6 bln sum. On the same date the assets of the bank made 249,6 bln sum, reported on the web site of the bank «kapitalbank.uz».
- GM Uzbekistan plans on modernization of production**
 JV GM Uzbekistan will be holding modernization of production infrastructure in 2008-2009 for the total cost of about 50 mln USD, «gazeta.uz» writes.
- «Uzbekiston havo yullari» has compiled a contract on supply of air planes**
 During 2011-2016 NAC «Uzbekiston havo yullari» will purchase 16 new air planes, including 4 of Boeing -767-300ER, 2 of Boeing -787-8 Dreamliner, and 10 A-320-200, informed on the site of the company «uzairways.com».
- Comments on the results of trades in RSE «Toshkent»**
 On November 5, 2008 the turnover of the stock exchange made more than 21,4 mln sum.

Main macroeconomic figures of Uzbekistan for 2004-2007

Figures	2002	2003	2004	2005	2006	2007	9M 2008
GDP, trillion sum	7,45	9,8	12,2	15,2	20,8	28,2	24,7
Real GDP growth, %	4,0	4,4	7,7	7	7,3	9,5	9,4
Administration of the state budget, to GDP	-0,8	-0,4	-0,4	+0,1	-0,5	1,1	--
Foreign trade turnover, bill. USD	5,7	6,7	8,7	9,5	10,7	14,2	15,7
Inflation, %	-	3,8	3,7	7,8	6,8	6,8	4,5

Source: State Committee on Statistics of RU, Avesta Investment Group

Events Calendar

- November 6:** Special meeting of the shareholders of OJSC «STM»
- November 14:** Special meeting of the shareholders of OJSC «Kuvayasayement»
- November 15:** Special meeting of the shareholders of OJSMCB «Ipak Yuli»
- November 21:** General meeting of the shareholders of OJSC «Delta Qurmah»
- November 27:** Special meeting of the shareholders of OJSC «Republic Stock Exchange «Toshkent»

Daily Update

November 5, 2008

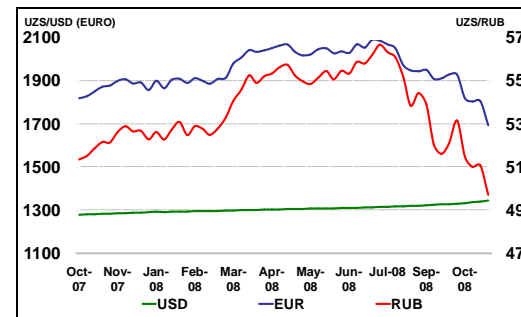
Official exchange rates of CB to the main international currencies (sum)

	04.11.2008	28.10.2008	Chg./%
1 USD	1 350,26	1 345,43	0,36↑
1 EUR	1 734,95	1 694,70	2,38↑
1 GBP	2 194,98	2 118,11	3,63↑
10 JPY	136,17	143,16	4,88↓
1 RUR	49,86	49,72	0,28↑

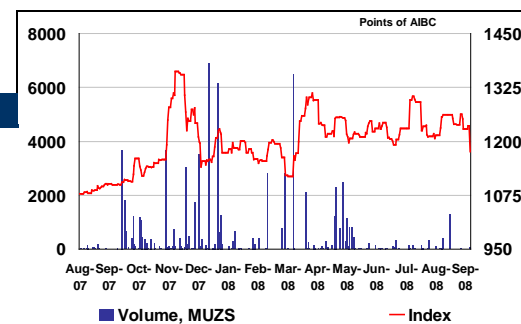
Main interest rates in national currency (in % annual)

	05.11.2008	3-months change
Rate of CB RU	14,00	0%
UZIBOR (12 months)	13,75	0%
AWACRI	17,61	0%
AIBC	1 320,4	+9,00%

Dynamics of the change in the exchange rate of international currencies to sum



Dynamics of AIBC index



Uzbekistan has increased the export volume by 63%

Foreign trade turnover of Uzbekistan during January-September has increased 15,73 bln USD, thus having risen by 40,9% in comparison with the corresponding period of 2007, «gazeta.uz» informs.

5,85 bln USD or 37,2% (increase of 3,4%) of that amount falls on the share of CIS countries, almost 9,88 bln USD or 62,8% (increase of 9,6%) on the share of other countries. Positive balance of the country's foreign trade operations made 4,46 bln USD, including 566,6 mln USD with CIS countries, 3,89 bln USD with others.

The export volume from Uzbekistan made more than 10 bln USD, and import volume exceeded 5,6 bln USD (increase of 62,9% and 13,5% correspondingly). Export volume to the CIS countries made more than 3,21 bln USD or 31,8% of the amount (increase of 3,8%), and to other countries 6,88 bln USD or 68,2% of the amount (increase of 2,2 times). Import volume from CIS countries made 2,64 bln USD or 46,9% of the total amount (growth of 2,9%), from other countries 2,99 bln USD or 53,1% of the total amount (growth of 24,8%).

Main export articles from Uzbekistan consist of energy carriers and oil products (21,7%), cotton (9,6%), services (8,7%), machinery and equipments (7,5%), ferrous and non ferrous metal (7%), chemical products (5,6%), and food stuffs (3,8%). Main import articles are machinery and equipment (49,7%), chemical production (12,9%), ferrous and non ferrous metals (8,3%), food stuffs (7,9%), services (5,3%), and energy carriers and oil products (4,5%).

The largest foreign economic partner of Uzbekistan is Russia, on whose share falls 19,1% of the total amount of foreign goods turnover of the country. It is followed by Ukraine (7,3%), Kazakhstan (6,8%), China (5,7%) and South Korean (4,7%). Switzerland (4,6%), Turkey (4,4%), Iran (3,2%), Afghanistan (2,5%), and Germany (2,3%) are among the top ten.

Foreign trade turnover of Uzbekistan in 2007 had increased by 32,8% in comparison with 2006 and made 14,21 bln USD. The volume of export last year had increased by 40,7% up to 8,86 bln USD, the import volume by 21,6% up to 5,35 bln USD. According to the results of 2007 a positive balance of 3,51 bln USD had been received against 1,927 bln USD in the previous year.

Results of operation of JSCB «Kapitalbank» during the nine months of 2008

During the 9 months of 2008 all the main financial activities of the bank have increased. Own capital of the bank has increased 1,42 times, and on October 1 it has made 17,6 bln sum. Credit portfolio of the bank has increased by 79% and on October 1 it has exceeded 107,8 bln sum. On the same date the assets of the bank made 249,6 bln sum. Clients' funds have also demonstrated a great increase. Client base of the bank has increased by 69% since the beginning of the year and made 611 053 clients, reported on the web site of the bank.

In 2008 the bank continues operating within the framework of the program on further expansion into regions. During the nine months 12 new offices providing services to in Tashkent city, Fergana, Nukus, and Termez have been opened. Thus, nowadays the network of the branches and sub divisions of the bank includes 7 branches and 32 mini banks, which are partially situated in the regions.

At the moment more than 400 terminals have been installed by the bank in different areas of Tashkent city, and this number will be growing further. Total number of the plastic cards issued by the bank on October 1 of current year made 18 207 units. During the 9 months of this year the bank has issued 6 182 plastic cards, which exceeds the number for the corresponding period of the year 2007 3 times.

Recently international issue Euromoney had given JSCB «Kapitalbank» an award of «The best bank in corporate management 2008». According to the specialists of Euromoney, this award shows that such areas of corporate management of the bank as: defining corporate goals, managing current activity, providing conformability of corporate activity and corporate behavior of the bank with the requirements of safe banking practice, current legislation, and regulations.

GM Uzbekistan plans to modernize production

JV GM Uzbekistan will be holding modernization of production infrastructure in 2008-2009 for the total cost of about 50 mln USD, «gazeta.uz» reports.

Supervisory board of the JV has approved a list of new projects on reconstruction and modernization of production base of the plant that includes construction of a new press-room, and replacement of worn out equipment.

The new press-room for about 25 mln USD and the projected capacity of 1,6 mln body panels will increase the overall production from 7,3 mln up to 8,8 mln panels annually counting on production of Lacetti.

In November GM Uzbekistan plans to start serial production of Lacetti cars for the total of 47,7 mln USD and production capacity of 30 ths cars a year.

It is also planed to hold modernization of main and auxiliary production equipment within two years.

Realization of this program is a part of the general strategy of the enterprise that makes provision for starting producing 250 ths cars annually. Financing of the modernization will be carried out due to the own means of GM Uzbekistan.

It should also be reminded that, at the of March General Motors and «Uzavtosanoat» have finished the process of creating JV GM Uzbekistan on the base of CJSC «UzDAWEOOavto» with the charter capital of 266,7 mln USD.

In accordance with the conditions of creating a joint venture, General Motors owns 25% plus one share of the enterprise, along with possible increase to 40%. Remaining shares belong to «Uzavtosanoat».

According to the official statistics, during January- September of 2008 the enterprise had increased car production by 8,5% in comparison with the corresponding period of the last year up to 139 ths. Car production at «UzDAWEOOavto» according to the outcomes of 2007 has increased by 22,7% in comparison with 2006 and has made 171,8 ths units. The export volume has reached 109,5 ths (+32,7%).

The enterprise plans to proceed to the projected capacity of producing 200 ths cars a year this year. GM plans to take the production capacity to the higher levels of producing up to 250 ths cars a year.

«Uzbekiston havo yullari» has signed a contract on the supply of air planes

In accordance with the program on modernization of the air lane park of National airline company «Uzbekiston havo yullari» in assistance of Uzbek government the company is intended to purchase 8 more air planes: four of long-haul Boeing -767-300ER and four of middle-haul A-320-200, reported on the website of the company.

According to the agreement, signed on October 30 of 2008, American «Boeing» corporation will supply Uzbekistan with four Boeing -767-300ER during 2012-2013. It should be stated that, in accordance with the contract signed in 2007, «Uzbekiston havo yullari» should receive another two Boeing -787-8 Dreamliners in 2016.

On October 30 of 2008 a protocol has been signed by national airline company of Uzbekistan and «Airbus» consortium on the purchase of four A-320-200, the supply of which is planned for 2013-2014. These planes will join another six A-320-200, that should be delivered to Uzbekistan in 2011-2012 according to the contract signed in 2007.

Thus, in 2011-2016 the park of air lines of National airline company «Uzbekiston havo yullari» will replenish with 16 new airplanes, among which are four of Boeing -767-300ER, two of Boeing -787-8 Dreamliners, and ten of A-320-200.

Comments on the results of trades in RSE «Toshkent»

Total turnover of the stock exchange on November 5 of 2008 made more than 21,4m sum. 21 exchanges on the shares of 11 companies and 3 bank went through exchanges at RSE «Toshkent». 20 exchanges were held for national currency on ordinary shares of 8 companies and three banks, and ordinary shares of 2 companies and 2 banks. 1 exchange was held for hard currency on the shares of OJSC «Kishlokkhujalikkimyo».

The greatest amount of sales was observed on ordinary shares of JSCB «Khamkorbank» for the total of 6,5 mln sum that was registered during 1 exchange. 50000 ordinary shares of the company participated in the exchange. However this amount made only 0,028% of the total issued shares.

The next issuer with the largest exchange volume is OJSC «Kishlokkhujalikkimyo» with 5,7 mln sum (4,2 ths USD). This amount was registered during 1 exchange on 2170 ordinary shares of the company (0,2% of the total amount issued).

Largest quantity of exchanges (8) was registered on ordinary shares of OJSC «Uzpakhtamash». Although, the total amount of these exchanges doesn't exceed 1,5 mln sum.

Total turnover at RSE «Toshkent» since the beginning of 2008 has reached 98,693 billion sum. Turnover at RSE «Toshkent» during October made 2,494 billion sum.

Results of the exchanges at RSE «Toshkent» for 5.11.2008

Issuer	Type	Region	Sector	Max. Price of the deals, UZS/\$	Qty of the shares, units	% of the charter capital	Volume, sum
JSCB «Khamkorbank»	Ord.	Andijan	Bank	130	50 000	0,028%	6 500 000
OJSC «Kishlokkhujalikkimyo»	Ord.	Kashkadarya	Construction	\$1,95	2 170	0,2%	5 713 625
OJSC «UzKKhMLising»	Ord.	Tashkent city	Finance	2 200	1 215	0,029%	2 675 200
OJSC «Kvars»	Ord.	Fernagan	Construction	92 000	20	0,014%	1 840 000
JSC «Uztransgaz»	Prem.	Tashkent city	Energy	4 400	348	0,0001%	1 531 200
OJSC «Uzpakhtamash»	Ord.	Tashkent city	Cotton	400	3 624	0,47%	1 449 600
OJSC «Samgeoltechservis»	Ord.	Samarkand	Other	1 050	784	0,28%	823 200
JSCB «Turonbank»	Prem.	Tashkent city	Bank	1 100	245	0,002%	269 500
OJSC «Toshneftgazqurilish»	Ord.	Tashkent city	Construction	921	244	0,034%	224 724
JSC «Uzneftmahsulot»	Prem.	Tashkent city	Energy	1 406,25	150	0,0001%	210 938
JSCB «UzPSB»	Prem.	Tashkent city	Bank	2 500	37	0,0001%	92 500
OJSC «Pakhta tozalash IChB»	Ord.	Tashkent city	Cotton	1 764	39	0,13%	68 796
OJSC «Eggar»	Ord.	Karakalpakstan	Food	19 455	1	0,002%	19 455
OJSC «Kuvasayshifer»	Ord.	Fergana	Construction	625	17	0,013%	10 625
Total:							21 429 363

Source: RSE «Toshkent», Calculations: Avesta Investment Group

General statistics of the market at RSE «Toshkent» since the beginning of 2008

	January	February	March	April	May	June	July	August	September
Total turnover (m. shares)	10,2	15,4	13,1	11,7	45,3	12,4	7,8	17	1,7
Total turnover (b. sum)	3,3	9,1	16,0	7,8	13,5	16,0	7,8	4,8	15,7
Average daily turnover (thousand shares)	537	734	688	534	2 158	592,6	370	810	81
Average daily turnover (m. sum)	175	433	844	353	643	761	370	199	748
The volume of primary distribution (m. sum)	918,5	2 121	8 857	2 008	5 068	4 139	0	1 603	1 965
Turnover in national currency (m. sum)	3 214	8 125	15 450	7 508	9 743	7 200	4 104	3 724	5 579
Turnover in USD (m. sum in equivalent)	120	961	594	264	3 760	8 783	3 663	458	10 130

Source: RSE «Toshkent», Calculations: Avesta Investment Group

Shares of the sectors at the exchange market from the beginning of 2008

Sector	January	February	March	April	May	June	July	August	September
Services	64%	72%	90%	72%	61%	40%	33%	52%	12,2%
Industry	26%	16%	9%	19%	26%	59%	64%	35%	86,6
Agriculture	9%	12%	1%	8%	12%	1%	2%	6%	0%
Other	1%	4%	0%	1%	1%	0%	1%	8%	1%

Source: RSE «Toshkent», Calculations: Avesta Investment Group

Top -10 according to the turnover volume at the RSE «Toshkent» since the beginning of 2008

Company	Turnover volume, m sum		Last price, sum	Average price, sum	% of the charter capital	% of the volume for the year	Dividends in 2007, sum	
	Year	Month					sum	% of the nom.
Pakhta bank	14 590	0,0	1 000	1 058	29,1%	15,9%	160	16,0%
Kvartz	9 251	1,8	92 000	101 018	2 760,9%	10,1%	0	0,0%
Kizilkumcement	6 729	0,0	\$95	116 352	4,0%	7,3%	5 950	7,4%
Ipotekabank	6 646	0,0	1 530	1 050	9,8%	7,2%	120	12,0%
Alokabank	3 966	0,0	120	120	11,7%	4,3%	11	11,0%
Kapital sugurta	3 924	0,0	250	235	98,1%	4,3%	0	0,0%
Suv mash	2 976	0,0	\$42,47	\$42,47	262,7%	3,3%	2 534	25,3%
Kredit-standard	2 404	0,0	\$282,78	\$282,78	21,4%	2,6%	0	0,0%
Khamkorbank	2 356	6,5	130	103	21,8%	2,5%	400	400,0%
UzKKhMLizing	2 145	2,7	2 200	2 098	22,9%	2,3%	-	-

Source: RSE «Toshkent», Calculations: Avesta Investment Group

Main indicators for the year 2008, billion sum

	Last figures	A month ago	2007
Cumulative turnover of RSE	98,69	85,27	110,21
Cumulative turnover of ESNET	6,38	6,15	12,94
AWACRI, %	17,91	17,51	18,52
Refinancing rate of CB RUz, %	14,00	14,00	14,00
AIBC, units	1 320	1 228	1 079,94
Total assets of the banks	11 798,00	11 097,00	9 106,70
Total capital of the banks	1 760,00	1 657,00	1 349,60
Average price of property, \$/sq.m	814,00	785,00	727,00
Lease of offices, \$/sq.m	9,40	11,40	9,90
Trade volumes at the SEN	2,75	2,00	78,70
Exchanges amount at the SEN, thn.	0,26	0,3	9,70

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