AVESTA INVESTMENT GROUP

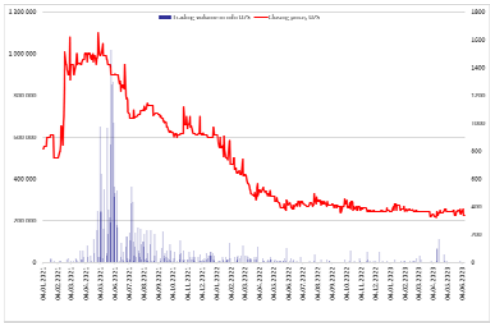
# Uzbekistan Weekly

**Weekly Review**
**June 5 - 9, 2023**

## OVERVIEW OF THE TASHKENT STOCK EXCHANGE

| Ticker | Sectors | Sum, UZS | Num. of deals | Closing price, UZS | Change. % | % of turnover |
|---|---|---|---|---|---|---|
| OHSM | Cement | 1 940 757 343 | 18 | 391 993 | 0,00% | 48,15% |
| UZMK | Metallurgy | 933 411 869 | 195 | 9 000 | 1,70% | 23,16% |
| HKIL3 | Leasing | 250 000 000 | 1 | 1 000 000 | 0,00% | 6,20% |
| UZMT | Automotive industry | 176 155 617 | 77 | 70 000 | 1,45% | 4,37% |
| QZSM | Cement | 138 926 439 | 136 | 3 200 | 0,47% | 3,45% |
| URTS | Service | 99 572 215 | 81 | 20 600 | -1,90% | 2,47% |
| HMKB | Bank | 63 178 047 | 283 | 127 | 15,90% | 1,57% |
| KVTS | Glass | 61 026 756 | 223 | 2 606 | -8,56% | 1,51% |
| BFMT3 | Bank | 60 091 096 | 3 | 1 018 493 | 0,00% | 1,49% |
| IFMT3 | Bank | 49 000 000 | 8 | 1 000 000 | 0,00% | 1,22% |
| Others | | 258 311 471 | 6 819 | | | 6,41% |
| **Total** | | **4 030 430 852** | **7 844** | | | **100,00%** |

**KSCM price and volume dynamics**



Over the current week, there has been some revival in the stock exchange in comparison to the previous week's trading activity. Particularly, the total number of deals amounted to 7,844 (+6.5%) while the total volume of trading increased by 1.6 times making up over 4bln UZS overall. 72 (+3) types of securities were traded this week, the Top-10 provided 93.6% of the stock exchange's total turnover.

The largest transaction, 48.2% of the total turnover, registered with OHSM with a closing price of 391,993 UZS in the amount of about 1.9bln UZS. The next comes UZMK with a closing price of 9,000 UZS in the amount of about 933mln UZS amount, which makes up 23.2% of the total turnover. Price for UZMK is starting to pick up after the long flat. This is followed by relatively active trading with HKIL3, UZMT and QZSM.

| | 09.06.2023 | Change in 1D, % | Change in 3M, % | Change in 1Y, % |
|---|---|---|---|---|
| AWACRI | 20,47% | 0,00% | -3,85% | 5,52% |
| USD/UZS | 11 435,0 | -0,16% | 0,44% | 3,58% |
| EUR/UZS | 12 268,6 | 0,15% | 1,12% | 3,82% |
| RUB/UZS | 139,4 | -0,96% | -7,65% | -23,98% |

## Weekly News:

### ECONOMICS

- WB improved the GDP growth forecast for Uzbekistan from 4.9% and 5.1% to 5.1% and 5.4% for 2023-2024 years;
- Watermelons export may hit the new record of over 100k tons after 70-90% growth rates in 2020-2021;
- Uzbekistan became the fourth largest population in Eurasia and may overtake third place from Poland in the coming years;
- Foreign reserves decreased by $0.83bln from the last month and reached $34.37bln. Physical gold reserves decreased by 0.3mln ounces to 11.9mln.

### BUSINESS

- Nebras Power to build a 1.6GW capacity power-station in Sirdarya;
- Masdar installed the first wind turbine at the 500MV capacity project in Navoi region;
- Italian export financing agency SACE to provide 2.2bln EUR to modernize energy systems in Tashkent;
- Pastoral, the agritech AI-based application, attracted funding from UzVC;
- Mr.Raximov Botir Ikromjonovich disclosed as an owner of 100% of the shares of the recently registered Hayot Bank JSC;
- UCG is adding Uzbekkimyomash JSC (UZHM), the leading producer of equipment for the oil&gas and chemical industry, into their portfolio of projects in Uzbekistan. At least six out of 11 members of the Supervisory Board represent the UCG or the companies of the group. Kazakh Fast Trans LLC indicated as the only shareholder with more than 20% stake in the company;
- Hamkorbank JSCB (HMKB) decided to pay 1.5 UZS per preferred share (2.1% dividend yield on the last closing price) as dividends with no distribution on ordinary shares. At the same time, the company approved the issuance of the two bonus shares per one existing by capitalizing the retained profits. The authority to approve the decision and register closing date is granted to the Supervisory Board. Unless the company will not voluntarily disclose the date of the Supervisory Board meeting and the expected register closing date, we recommend carefully considering any operation with HMKB stocks;
- Mr.Vexler Aleksander Semenovich increased his stake in Seal Mag JSC by 44.64%;
- Seems that OTP Bank is taking control over the Ipotekabank JSCMB (IPTB). The latest AGM appointed the new management team (the CEO kept his position, but has new deputies now) and Supervisory board, including three representatives of the OTP, one from the government and four INEDs;
- Dividends recommendations (according to new legislation, companies should disclose the recommendation of the Supervisory Board on dividends distribution prior date of an AGM): - Alskom JSC (ALSM) plans to pay 966 UZS per preferred share with no dividends on ordinary shares; - Ipak Yuli Bank JSCB (IPKY) plans to pay 0.79 UZS per ordinary (2.6%) and preferred share; - Boshtransloyiha JSC plans to pay 219 UZS per share (7.3%); - Biokimyo JSC (BIOK) plans to pay 2,550 UZS per share (7.5%); - Andijon Biokimyo Zavodi JSC (ABKZ) plans to pay 587.25 UZS per share (8.9%); - Uzbekistan Post JSC plan to pay 95.25 UZS per preferred (4.76%) share with no dividends on ordinary shares; - Uzkabel JSC (UZKB), Uzvtrocvetmet JSC (UVCM), Qoqon Biokimyo JSC, Ipotekabank JSCMB (IPTB), Ravnaq Bank JSCB (RBQB) recommended not to pay dividends.

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