AVESTA INVESTMENT GROUP

Uzbekistan Weekly

Weekly Review

July 31 - August 4, 2023

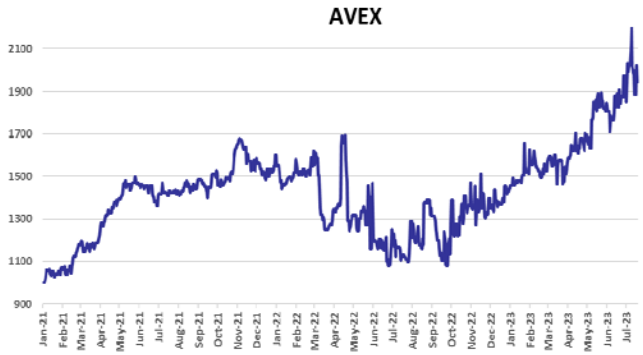
OVERVIEW OF THE TASHKENT STOCK EXCHANGE

Company name	Ticker	Sectors	Sum, UZS	Numb. of deals	Closing price, UZS	Change, %	% of turnover	Close price WoW
Ravnaq-bank JSCB	RBQB	Bank	52 153 138 000	1	1 000	0,00%	97,66%	1 000
UzRTSB JSC	URTS	Service	313 285 207	196	18 870	-0,42%	0,59%	18 950
UzAuto Motors JSC	UZMT	Automotive Industry	214 306 792	45	70 000	-1,41%	0,40%	71 000
Uzmetkombinat JSC	UZMK	Metallurgy	186 387 854	221	8 350	-1,75%	0,35%	8 499
Uzbekko'mir JSC	UZIR	Mining industry	80 469 300	12	25 500	0,00%	0,15%	25 499
Biokimyo JSC	BIOK	Chemical industry	62 793 000	18	35 000	-16,67%	0,12%	42 000
Uzmetkombinat JSC pref	UZM1	Metallurgy	54 901 607	91	2 322	-1,19%	0,10%	2 350
Kvarts JSC	KVTS	Glass	49 511 349	512	2 130	8,23%	0,09%	1 968
Dori-Darmon JSC	DORI	Pharmaceutical industry	34 849 937	193	9 051	-11,18%	0,07%	10 190
Toshkent yog'-moy kombinati JSC	TYMK	Fat and oil industry	33 384 000	15	24 000	0,00%	0,06%	24 000
	Others		220 818 218	6 267			0,41%	
	Total		**53 403 845 265**	**7 571**			**100,00%**	

During the first trading week of August, the trading volume of RSE soared to over 53 bln, marking a significant increase of approximately 29.6 times compared to the previous month's first week. A wide range of 75 types of securities were actively traded, but the single transaction with RBQB accounted for a staggering 99.6% of the total turnover on the stock exchange. According to the published information, Mr.Iskandar Tursunov, Chairman of the bank consolidated 72.05% equity stake in the bank.

Among the RVQB top three in terms of trade volume were URTS, UZMT, and UZMK, each averaging a 0.5% contribution to the total turnover.

Interestingly, BIOK experienced the most substantial decline with a week-on-week decrease of 16.7%. Its closing price stood at 35,000 UZS. Similarly, DORI witnessed a notable drop of 11.2%, closing at 9,051 UZS.



	8/4/2023	Change in 1D in %	Change in 3M in %	Change in 1Y in %
AWACRI	20.47%	0.00%	0.00%	7.80%
AVEX	2,265.97	2.44%	34.64%	86.96%
USD/UZS	11,647.8	-0.06%	1.64%	6.44%
EUR/UZS	12,733.4	-0.51%	0.64%	14.24%
RUB/UZS	124.4	-0.74%	-13.96%	-31.22%

Weekly News:

ECONOMICS

- Average deposit rates in local banks hit a record high of 21.1% since 2014.
- Inflation in July reached -0.16% or 8.94% Y-o-Y.
- The volume of trade between China and Uzbekistan in 2022 amounted to $8.92 billion, and in the first half of 2023 - $5.6 billion. The volume of Chinese investments in the economy of Uzbekistan has increased 5 times in recent years and reached $2.2 billion in 2022.
- On July 31, agreements were signed on the implementation of 33 projects with Hungary, 27 projects with Azerbaijan, and 13 projects with Japan, in the areas of energy, chemistry, transport, construction, and others.
- PowerChina to build 400MW capacity PV-power station in Andijan region.
- Uzum Market processed over 1 mln orders in July.

BUSINESS

- Wildberries will create a logistics hub in Uzbekistan for $137.5 million.
- Uzbekistan will set up a special industrial zone near Tashkent with preferential regulations designed for Hungarian investors.
- BYD and Volkswagen assembly facilities could be launched in the Jizzakh region.
- Uzbekistan and Egypt have agreed to establish a business council. It is planned to open an Uzbek cooperation and distribution center in Port Said, Egypt.
- Banking privatization of several banks including SQBN is delayed to end of 2024 due to the long transformation process (also IPOs of Qishloq Qurilish Bank JSC (KKBN) by March 1st, 2024, Asakabank JSC (ASBU) by the end of 2025, Xalqbank, Aloqabank (ALKB), Agrobank (AGBA), Mikrokreditbank (MCBA), National Bank - by the end of 2024).
- Madad Invest Bank JSC approved and registeredcapitalization of the retained earning for 50bln UZS into new shares;
- KDB Bank Uzbekistan JSC allocated 2.29trln UZS and 2.2trln UZS into the interbank loans with JPMORGAN CHASE BANK;
- UzRTSB JSC (URTS) allocated 100bln deposit at 18% interest with Trastbank JSCB (TRSB);
- Kapital Sugurta JSC (KASU) investing 10bln UZS into the shares of Anorbank JSC;
- Hamkorbank JSCB (HMKB) approved capitalization of retained earnings for 215bln UZS and will distribute 2 bonus shares per one existing. Distribution will be made according to the register closing by the 10th day after the state registration of the prospectus of issue;
- Dori-Darmon JSC (DORI) announced the liquidation and acquisition of its subsidiary Sirdarya regional Dori Darmon LLC;
- Hayot Bank JSCB announced the establishment of Hayot Ijara LLC subsidiary - most likely a microfinance/BNPL subsidiary for non-collateralized lending based on Islamic banking principles;
- Mr.Muxitdinov Xamidulla Nuritdinovich became the owner of a 25% stake in Apex Bank JSCB worth 30bln. UZS;

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