AVESTA INVESTMENT GROUP

Uzbekistan Weekly

BiWeekly Review
June 24 – July 5, 2024

OVERVIEW OF THE TASHKENT STOCK EXCHANGE

Company	Ticker	Sectors	Trading volume (UZS)	Number of transactions	Closing price (UZS)	Weekly %	Share in total turnover
Kapitalbank	KPBA	Bank	156,684,620,050	1	950	0.00%	84.22%
UzAuto Motors	UZMT	Automotive Industry	20,523,030,028	88	67,740	-2.11%	11.03%
Andijon tajriba-sinov zavodi	ATSZ	Mechanical engineering	1,158,335,633	2	16,242.98	0.00%	0.62%
Trastbank	TRSB	Bank	1,115,581,482	110	9,790	15.18%	0.60%
Biznes Finans	BFMT3V2	Microfinance	1,111,168,031	221	100,740	-0.11%	0.60%
Janubsanoatmontaj	JASM	Construction materials	1,050,135,623	1	54,866	0.00%	0.56%
Ipak Yuli	IPKY	Bank	792,926,339	1,070	286.80	21.01%	0.43%
Imkon Finans	IFMT4	Microfinance	701,900,000	11	1,000,000	0.00%	0.38%
Maxsuselektrtarmoqqurilish	METQ	Telecommmunications	541,146,664	1	13,051	0.00%	0.29%
Universal bank	UNVB	Bank	502,568,173	16	10,000	0.00%	0.27%
	Others		1,855,186,246	16,536			1.00%
	Total		**186,036,598,268**	**18,057**			**100.00%**

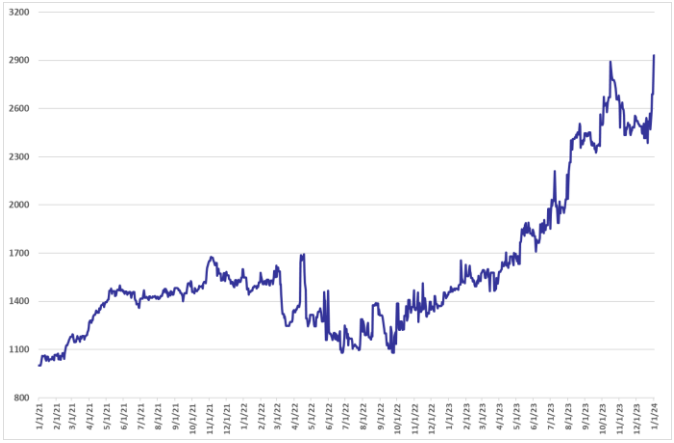
During the given period, trading on the Tashkent Stock Exchange amounted to 186bln UZS, which is 23.9 times higher than the previous period. This difference in volumes is due to an M&A transaction with KPBA shares for 156.7bln UZS at 950 UZS per share which accounted for 86.5% of the turnover. Other M&A deals included ATSZ for 1.2bln UZS at 16,242.98 UZS per share, JASM for 1.1bln UZS at 54,866 UZS per share and METQ for 541.1mln UZS at 13,051 UZS per share. The number of securities traded totaled 84, ten more than the previous period.

Excluding the effect of KPBA and ATSZ deals, UZMT was the biggest contributor accounting for 72.8% of the turnover. Bond transactions contributed to 6.4% of the volume, while previous period their presence was much higher comprising 20.2% of the total volume.

IPKY and TRSB saw their closing prices rise by 21.01% and 15.18%, respectively. Conversely, UZMT (-2.11%) and BFMT3V2 (-0.11%) prices declined. The prices of remaining securities in the top 10 by volume remained unchanged.

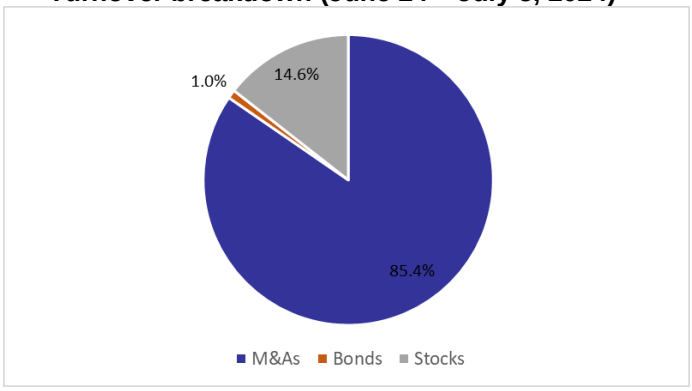
AVEX decreased by 8.8% during these two weeks.

AVEX Index



7/5/2024		Daily %	3M %	Yearly %
AWACRI	21.81%	0.84%	0.84%	6.51%
AVEX	2,640.36	0.73%	-7.32%	30.88%
USD/UZS	12,600.1	0.13%	-0.63%	9.18%
EUR/UZS	13,605.5	0.52%	-1.19%	8.16%
RUB/UZS	143.2	-0.44%	4.18%	11.17%

Turnover breakdown (June 24 – July 5, 2024)



Weekly News:

ECONOMICS

- Seasonal deflation in June reached 0.24% or 10.6% y-o-y inflation;
- Almalyk Mining JSC (AGMK) to invest $15bln to double the copper production;
- Chinese MingYuan to build $1.2bln technology park in Jizzakh region;
- Czech Nymwag to build a factory for production of 2,000 wagons per year;
- Canadian Condor Energies to initiate multi-well workover campaign for eight gas-condensate fields it operates in Uzbekistan;
- Agency for Strategic Development proposed to construct a shopping mall for $60mln in Tashkent region;
- Uzbekistan plans to lift price caps on medical products and over-the-counter drugs introduced in 2017;
- Korea Western Power (KOWEPO) has initiated a significant greenhouse gas reduction project in Uzbekistan, expected to cut approximately 120K tons of greenhouse gas emissions over the next decade;
- Chinese Shiyan Zhenke Industrial Technology to produce special equipment in Fergana for $40mln;
- IFC to provide a sustainability-linked loan of $250mln to Coca-Cola Icecek and its subsidiaries in Uzbekistan, Tajikistan and Iraq;
- Spain is exploring the possibility of hiring workers from Uzbekistan to address labor shortages of around 700k in its construction sector;

Overview:

- S&P assigned Navoi Mining JSC (NGMK) BB- rating with Stable outlook;
- Fitch assigned Kapitalbank JSCB (KPBA) B rating with Stable outlook;
- S&P Global upgraded Kapitalbank's JSCB (KPBA) rating from B to B+ with a Stable outlook;
- National Bank of Uzbekistan JSC (NBU) placed bonds on London Stock Exchange in two tranches totaling $411mln:

  - 5-year maturity USD-denominated bonds for $300mln;

  - 3-year maturity UZS-denominated bonds for 1.4trln UZS ($111bln).

Contacts

Avesta Investment Group LLC

Address: 22, Shahrisabz str., 100 015, Tashkent, Uzbekistan
Tel: +998 71-207-90-70

E-mail: info@avestagroup.com
Official website: http://www.avestagroup.com

The information and opinions in this report were prepared by Avesta Investment Group or one of its affiliates (collectively "Avesta"). The information herein is believed by Avesta to be reliable and has been obtained from public sources believed to be reliable, but Avesta makes no representation as to the accuracy or completeness of such information. Important Information Regarding Our Independence. The research analysts responsible for the preparation of this report receive compensation that is based upon, among other factors, Avesta's overall revenues. Avesta may engage in securities transactions in a manner inconsistent with this research report and with respect to securities covered by this report, will sell to or buy from customers on a principal basis. Disclosures of conflicts of interest, if any, are discussed at the end of the text of this report or on the Avesta Investment Group's website at http://www.avestagroup.com.
Opinions, estimates and projections in this report constitute the current judgement of the author as of the date of this report. They do not necessarily reflect the opinions of Avesta and are subject to change without notice. Avesta has no obligation to update, modify or amend this report or to otherwise notify a reader thereof in the event that any matter stated herein, or any opinion, projection, forecast or estimate set forth herein, changes or subsequently becomes inaccurate, or if research on the subject company is withdrawn. Prices and availability of financial instruments also are subject to change without notice. This report is provided for informational purposes only. It is not to be construed as an offer to buy or sell or a solicitation of an offer to buy or sell any financial instruments or to participate in any particular trading strategy in any jurisdiction. The financial instruments discussed in this report may not be suitable for all investors and investors must make their own investment decisions using their own independent advisors as they believe necessary and based upon their specific financial situations and investment objectives. If a financial instrument is denominated in a currency other than an investor's currency, a change in exchange rates may adversely affect the price or value of, or the income derived from, the financial instrument, and such investor effectively assumes currency risk. In addition, income from an investment may fluctuate and the price or value of financial instruments described in this report, either directly or indirectly, may rise or fall. Furthermore, past performance is not necessarily indicative of future results. Unless governing law provides otherwise, all transactions should be executed in the investor's home jurisdiction. Additional information relative to securities, other financial products or issuers discussed in this report is available upon request.
This report may not be reproduced, distributed or published by any person for any purpose without Avesta prior written consent. Please cite source when quoting.

© 2003-2024 «Avesta Investment Group».