AVESTA INVESTMENT GROUP

Uzbekistan Weekly

BiWeekly Review
July 08 – 19, 2024

OVERVIEW OF THE TASHKENT STOCK EXCHANGE

Company	Ticker	Sectors	Trading volume (UZS)	Number of transactions	Closing price (UZS)	Weekly %	Share in total turnover
Biznes Finans	BFMT3V2	Microfinance	1,311,139,781	214	101,775.34	1.03%	44.38%
Uzmetkombinat	UZMK	Metallurgy	238,836,970	557	4,098	-6.86%	8.08%
Uzbek Commodity Exchange	URTS	Service	236,775,523	458	14,221	-1.24%	8.01%
Ipak Yuli	IPKY	Bank	225,686,485	910	205	-28.52%	7.64%
Matbuot tarqatuvchi	MATA	Service	184,140,000	6	17,000	0.00%	6.23%
Ipoteka-bank	IPTB	Bank	99,516,613	12,859	1.11	2.78%	3.37%
Hamkorbank	HMKB	Bank	71,881,566	789	26.18	4.30%	2.43%
Qizilqumcement	QZSM	Cement	65,409,513	332	1,700	0.00%	2.21%
Imkon Finans	IFMT4	Microfinance	63,990,000	20	1,000,000	0.00%	2.17%
Kvarts	KVTS	Glass	62,849,643	506	1,120	1.82%	2.13%
	Others		394,159,888	6,745			13.34%
	Total		**2,954,385,982**	**23,396**			**100.00%**

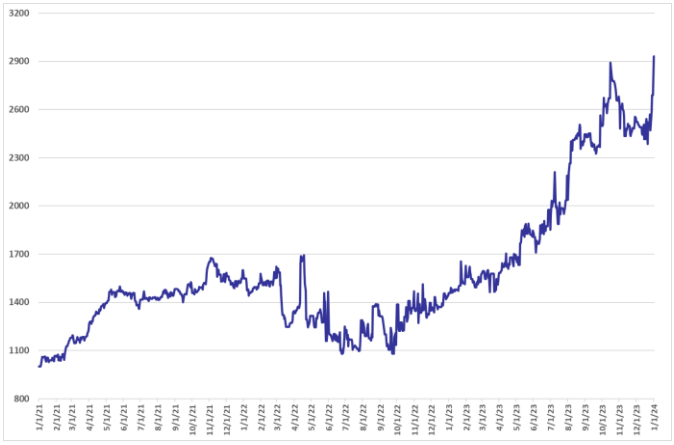
During the given period, trading on the Tashkent Stock Exchange amounted to 2.9bln UZS, which is 63 times lower than the previous period. This difference in volumes is due to an M&A transaction involving KPBA shares, which accounted for 86.5% of the previous period's turnover, totaling 156.7bln UZS at a price of 950 UZS per share. However, there were no M&A transactions during the current period, leading to a substantial decrease in overall trading volumes. Excluding the impact of M&As, the turnover still decreased by 10.7 times compared to the previous period. The number of securities traded totaled 77, seven less than the previous period.

Bonds continue to contribute significantly to the turnover on the exchange, with BFMT3V2 and IFMT4 together accounting for 46.5% of the total volume. Among stocks, UZMK, URTS, and IPKY were the top contributors, each accounting for approximately 8% of the turnover.

The closing price of IPKY declined by almost 29%. Conversely, UZMK experienced a price decline of 6.9%, while the price of URTS declined by 1.2%.

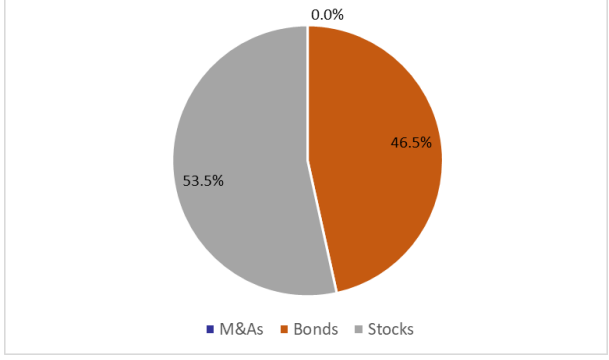
AVEX decreased by 3.3% during these two weeks.

AVEX Index



7/19/2024		Daily %	3M %	Yearly %
AWACRI	21.81%	0.84%	0.84%	6.51%
AVEX	2,551.99	-0.35%	-10.00%	31.00%
USD/UZS	12,601.1	0.10%	-0.76%	8.55%
EUR/UZS	13,774.2	-0.01%	1.47%	5.50%
RUB/UZS	143.5	0.22%	6.26%	11.93%

Turnover breakdown (July 08 – 19, 2024)



Weekly News:

ECONOMICS

- In 1H2024, 3.5mln+ foreign tourists visited Uzbekistan, indicating an increase by 415k or 13% compared to 2023;
- Uzbek-Iranian Petrochemical cluster 'Petrochem' near Bukhara to launch production in autumn and produce goods worth $240mln annually;
- Foreign reserves decreased from $36.6bln to $36.3bln, reflecting an 0.8% decline. However, there is a 0.3mln ounces increase in the physical gold reserves reaching up to 11.7mln ounces or $27.3bln;
- Almalyk Mining JSC (AGMK) exports decreased by 21.8% and reached $283.3mln, including 23,760 tons of copper (-20.8%) and 12,702 tons of zinc (-27.6%) products in 1H2024;
- Fitch affirms Xalq Bank JSCB with BB- with "Stable" outlook;
- Banking NPL in June reached 4.0%, including 4.4% for state-owned banks and 3.3% for private.
- The Asian Development Bank (ADB) to provide Uzbekistan with a $100mln loan to modernize 230 perinatal medical centers;
- Largest logistic hub in Samarkand, "Samarkand-Logopark" with the area of over 40k sq.m. to open in 2025;
- Japan Bank for International Cooperation (JBIC) will invest in a portfolio of joint initiatives worth over $3.7bln in Uzbekistan;
- China's Henan to invest $400mln in developing coal mines in Uzbekistan;
- TBC Bank Uzbekistan attracted $38.2mln from EBRD, IFC and its parent company to introduce new financial products;
- Delivery automation startup, Delever, to attract $100.000 from Aloqa Ventures;

Overview:

- Fitch assigned Navoi Mining JSC (NGMK) BB- rating with Stable outlook;
- Fitch Ratings has affirmed Uzbekistan's Microcreditbank at a 'BB-' rating with a stable outlook;
- Biokimyo JSC (BIOK) attracting the 24.5bln UZS loan from Ipak Yuli Bank JSCB (IPKY) under the collateral of the main productional buildings;
- TBC Bank JSCB established a 100% subsidiary Qulay Insurance LLC with an initial capital of 22bln UZS. It is expected, that the company will apply for a life insurance license;
- Kogon yog-ekstraksiya zavodi JSC (KYEZ, KYEZP) was delisted from the Tashkent Stock Exchange from July 17th, 2024.

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