INVESTMENT POTENTIAL OF SYRDARYA REGION
GENERAL INFORMATION

Administrative center – Gulistan city. 
Distance from Tashkent – 80 km. 
Territory – 4,3 thousand square km. 
Administrative division – 3 cities and 8 districts. 
The length of motorways – 2000 km. 
The length of railways – 400 km. 
Population - 829,7 thousand people. 
Economically active population – 396,0 thousand
ECONOMIC INDICATORS

Region’s gross product (2018) – 8 220.4 billion soums

- Agriculture: 50.3%
- Industry: 21.8%
- Service: 14.0%
- Trading: 5.3%
- Construction: 4.3%
- Transportation and communication: 4.3%

Produced industrial products (2018) – 300,2 billion soums

- Food: 35.3%
- Light industry: 45.5%
- Machine-building: 3.5%
- Chemistry: 1.3%
- Construction: 8.4%
- Pharmaceutical: 4.6%
- Wood processing: 1.4%
ENTERPRISES WITH FOREIGN INVESTMENTS

- 77 joint ventures
- 37 foreign enterprises
- 7 subsidiaries
- 121 FDI

469,8 mln. USD
152%
2015 - 2018

INVESTMENT
FOREIGN INVESTMENTS

Foreign Direct Investments (FDI)

<table>
<thead>
<tr>
<th>Year</th>
<th>2016</th>
<th>2017</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Value</td>
<td>118%</td>
<td>120%</td>
<td>125%</td>
</tr>
</tbody>
</table>

Foreign investments

- Foreign loans: 29%
- Foreign investments: 71%
INVESTMENT FIELDS

- Light industry: 24%
- Food industry: 14%
- Chemical and pharmaceutical industry: 2%
- Industry of Construction: 13%
- Service: 8%
- Mechanical engineering transport: 6%
- Commune industry: 6%
- Electrotechnical: 10%
- Pharmaceuticals: 8%
- Agriculture: 9%
- Service transport: 8%
- Chemical and pharmaceutical industry: 2%
- Food industry: 14%
45 investment projects are processing in “Syrdarya” FEZ which values 305,2 mln. USD where is planning to create 5,3 thousand new job places.
### Privileges and preferences in FEZ

The participants of FEZ are exempted from payment:

<table>
<thead>
<tr>
<th>Category</th>
<th>Rate</th>
<th>Income</th>
</tr>
</thead>
<tbody>
<tr>
<td>Land tax</td>
<td>0%</td>
<td>5-12 mln.soum/ha</td>
</tr>
<tr>
<td>Property tax</td>
<td>5%</td>
<td>5%</td>
</tr>
<tr>
<td>Income tax</td>
<td>7.5%</td>
<td></td>
</tr>
<tr>
<td>Single payment tax</td>
<td>5%</td>
<td>8%</td>
</tr>
<tr>
<td>Tax on improvement and development of social infrastructure</td>
<td>0.5%</td>
<td></td>
</tr>
<tr>
<td>Payment to the non-budgetary Fund for the reconstruction of educational and medical institutions</td>
<td>1.4%</td>
<td></td>
</tr>
<tr>
<td>Payments to the Republican Road Fund</td>
<td></td>
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</tr>
</tbody>
</table>

*Customs payments for raw materials, equipment and components*
Conditions for granting privileges and preferences

- 0.3 - 3 mln. US $
- 3 - 5 mln. US $
- 5 - 10 mln. US $
- more than 10 mln. US $
LOGISTICS POTENTIAL

TASHKENT

SYRDARYA

SAMARKAND

Logistic center of Navoiy

Syrdarya-Tashkent – 75 km
Syrdarya-Navoiy – 318 km
Syrdarya-Samarkand -165 km
Proposed prospective areas for attracting foreign investment

1. LIGHT INDUSTRY OF SYRDARYA REGION

There are 39 enterprises operate in the field of industry in the region, where more than 125 kinds of products are produced, with an annual production volume of 1,704.8 billion soums.

Production of 80 yarns

Processed cotton 11.7%

<table>
<thead>
<tr>
<th>Industry</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Light industry</td>
<td>45.5%</td>
</tr>
<tr>
<td>Food industry</td>
<td>35.3%</td>
</tr>
<tr>
<td>Wood processing</td>
<td>1.4%</td>
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<tr>
<td>Pharmaceuticals</td>
<td>4.6%</td>
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<tr>
<td>Construction</td>
<td>8.4%</td>
</tr>
<tr>
<td>Chemical industry</td>
<td>1.3%</td>
</tr>
<tr>
<td>Engineering</td>
<td>3.5%</td>
</tr>
</tbody>
</table>
240 thousand tons of cotton raw

Cotton fiber

93 thousand tons of cotton seeds

Cottonseed oil

Ready-made production and other garments

There are 327 thousand consumers

Cotton yarn

ready-made material for garments

Cloth from Cotton yarn
2. AGRICULTURE
(processing of agricultural products, livestock, poultry, fish farming, rabbit breeding, vegetable growing, etc.)

In the region successfully operate:
6238 – farmers;
971 – horticultural farms;
166 - greenhouses;
100 – agrofirms;
13 – vineyards.

There are 28 warehouses for 12 thousand tons. 40% are equipped with refrigeration units.
3. Manufacture of leather and leather products.
(raw materials from ostriches, rabbits, cattle and sheep's wool)

Basic technology for the production of leather

All the processes and operations of leather production can be divided into three main groups by their purpose and role in the formation of skin properties:

- Preparing
- Tanning
- Finishing
In the Syrdarya region, there are limited reserves of natural resources, including: brick and tile raw materials, sand and gravel resources.

One of the successful examples of the implementation of major projects in this industry is the commissioning of the Uzbek-Chinese JV "PENG SHENG". The design capacity of the new production is 4 million square meters of ceramic tiles per year. Investing in this area is attractive. In order to further develop the construction industry in 2017-2018, 110 projects for the production of several types of building materials are envisaged.

- Carbide
- Shingles
- Plastic frames
- Construction bricks

Share of total construction by districts
The production of pharmaceutical products is among the most promising areas of the Syrdarya market. Pharmaceutical market of the region is **500 million USD** and it is developing very fast. According to forecasts, in ten years the volume of the pharmaceutical market will be approximately **1 billion USD**.
6. Service in different spheres (hotel, touristic, transport services and catering services).

The main goal is creation of a tourist complex in the Syrdarya region.

The essence of the project is to attract the necessary investments to expand tourism opportunities.

Taking into account the climatic features of the Syrdarya region, one can assert that the work of the tourist complex will not be affected by any external factors.

Where to go?

A paradise for tourists
6. Production of household appliances
7. Production of ready garments
8. Food processing industry
Hotel, transportation and catering services

- Reliable and convenient
- Quick and safe
- Quality and tasty
INVESTMENT LEGISLATION

- The basis of legal regulation in the field of attracting foreign investments in the Republic of Uzbekistan is:

- Law “On Foreign Investments”; 

- Law “On Investment Activities”; 

- Law ”On guarantees and measures to protect the rights of foreign investors” 

- also a number of normative legal acts adopted in the form of decrees of the President of Uzbekistan and government.
Factors of investment attractiveness

- Political and macroeconomic stability
- A broad system of legal guarantees and privileges for foreign investment
- Domestic market and export potential
- Benefits and preferences for foreign investors
- Rich resource and raw materials base
- Close distance to Tashkent
- Gateway to other regions
Thank you for your attention!
Any questions?