

INVESTMENT- BASIS OF DEVELOPMENT (IN THE EXAMPLE OF ANDIZHAN REGION)

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ABSTRACT

The article analyzes the role of investments in the development of the economic front, the activities of joint enterprises in Andizhan region during the period of independence with the help of scientific literature and primary sources.

Keywords: investment, joint venture, socio-economic life, development, modernization.

INTRODUCTION

After gaining independence, Uzbekistan's entry into the world community, joining the ranks of the world's leading countries, became the demand of the time to carry out a number of reforms in the socio-economic sphere of our country. If we look at the recent history, we can see a number of activities carried out by our country on attracting foreign investments and establishing joint ventures from the first days of independence. In particular, the Decree of the President of the Republic of Uzbekistan dated July 24, 1992 “On measures to stimulate foreign economic activity, attract and protect foreign investments in the Republic of Uzbekistan” [1], insurance of foreign investments in Uzbekistan based on the decision of the Cabinet of Ministers of the Republic of Uzbekistan No. 565 dated November 23, 1994 The foundation stone was laid by the Decision “On the establishment of the Uzbekinvest export-import national insurance company” [2] and the Decree of the President of the Republic of Uzbekistan on August 21, 1995 “On the establishment of the foreign investment agency” [3].

RESEARCH METHODS

The investment policy of the government of the Republic of Uzbekistan in the economic sphere, with its following main features, also indicates the existence of a unique development path of the socio-economics of Uzbekistan. secondly, gradual activation of investment processes; thirdly, social orientation of investment activity; fourth, to create the legal foundations of investment policy formation, to form a modern legal system; fifthly, it is related to the formation of investment policy as an important sector of the economy [4].

RESULTS AND DISCUSSIONS

We can consider the above points only on the example of Andizhan region. In particular, in 2005-2010, a total of 267.1 mln. It is planned to implement 69 projects in the equivalent of US dollars [5]. Of this, in 2005, 60.1 mln. USD, 99.8 million in 2006. US dollars, and in 2007 it was 107.2 million. Measures for the implementation of investment projects in the amount of US dollars have been defined. According to him, light industry - 136.9 mln. 28 dollar projects; service sector - 69.9 mln. 8 dollar projects; food industry - 18.0 mln. 14 dollar projects; mechanical engineering - 17.0 mln. 4 dollar projects; electrical engineering industry - 5.0 mln.

6 dollar projects; construction industry - 1.6 mln. 3 dollar projects; processing of agricultural products - 19.1 mln. 6 dollar projects [6] were implemented. If the measures provided for in this investment program are successfully implemented within the specified time frame, it is envisaged that the future indicators of the regional socio-economic development will be provided as follows: average annual growth rate of regional GDP - 4.5%; average growth rate of regional export potential - 9.7%; average increase of foreign investments - 2.8 times; an average increase in the employment of labor resources by 18.4 thousand was foreseen, and we can see now that these forecasts have resulted in a surplus.

The analysis shows that 267.1 mln. is planned to be used for the economy of Andijan region at the expense of all financing sources. 30% or 63.4 mln. of the 69 US dollar investment projects are foreign investments and loans. The appropriation of 20 US dollar projects has been ensured [7].

The main reason why this analysis is focused on projects involving foreign investments and the establishment of joint ventures is to describe how attractive and acceptable the investment environment of the region is.

The appropriation of projects with the participation of foreign investments by economic sectors was carried out as follows. In particular, 7 projects for the light industry of the region, 2 projects for the service sector, 3 projects for agriculture, 1 project for the construction industry, 3 projects for the engineering industry, 2 projects for the electronics and energy industry, and 3 projects for the chemical industry of the region arrival and absorption is ensured.

The distribution of the appropriated investment projects by regional districts was carried out in the following order. In particular, 2.6 million to the city of Andizhan. 5 US dollar projects, 8.9 million to the city of Khanabad. 1 US dollar project, 0.3 million to Andijan district. 1 US dollar project, 3.3 million to Asaka district. 1 US dollar project, 3.7 million to Balıkhchi district. 2 US dollar projects, 5.2 million to Jalakuduq district. 1 US dollar project, 21.5 million to Izboskan district. 3 US dollar projects, 7.4 million to Kurgontepa district. 2 US dollar projects, 4.3 million to Marhamat district. 1 US dollar project, 3.1 million to Oltinkol district. 1 US dollar project and 3.1 million to Pakhtaabad district. 1 USD project has been mastered [8].

According to the section of regional districts of these capitalized investments, more direction of investment projects compared to the city of Andijan is mainly characterized by the development of light industry, food industry, small business and service infrastructures and establishment of joint ventures. In the rest of the districts, it is explained by the modernization of the existing production forces, technical and technological rearmament and ensuring the stable operation of social and economic infrastructure facilities.

As a result of these comprehensive measures, regional GDP volume (4.5%) increased by 2 times or 9.1%, regional export potential (9.7%) increased by 7.7%, foreign investment volume increased. (2.8 times) to 12.7% and employment of regional labor resources (18.4 thousand people) to 75.5% or 13.9 thousand people [9]. As a result of the attraction of foreign investments to Andizhan region of Ferghana valley, the most densely populated region of our republic, joint ventures and other production enterprises are established to establish various new sectors of the economy, as a result of which, unemployment in a number of valley regions and providing employment to the population are extremely urgent social issues. It is natural that it serves as an important factor in the positive resolution of problems. It consists of the following:

modernization of production, increasing the level of production based on equipment with new advanced technologies; improving the quality of manufactured products and services and ensuring their competitiveness in the world market; a positive change in the level of employment of the able-bodied part of the population, an increase in their professional skills, and an increase in economic income; as a result of the increase in the volume of exports, the weight of foreign exchange income increases: it is possible to observe the formation of budget revenues due to taxes, rent obligations and other payments to the budget.

Several Decisions of the Cabinet of Ministers of the Republic of Uzbekistan, including Decision No. 336 [10] of February 2, 1997 "On the procedure for establishment, state registration and liquidation of enterprises with foreign investments in the Republic of Uzbekistan" [10] are the first important steps taken in the socio-economic sphere of our country. It is no exaggeration to say.

Almost all existing industries were operating in Andijan region before the independence of our republic. In the years of independence, completely new industrial production and joint ventures were created in the economy of Andizhan region, which historically became leading industries in a short period of time.

Joint ventures established with the attraction of foreign investments, their weight in the economy of the Republic of Uzbekistan, in particular, Andijan region, is constantly increasing. Between 2000 and 2010, the number of joint ventures with foreign investment increased by 2.5 times. In turn, the export of goods and services carried out by enterprises with foreign investment increased four times during this period, and its share in the republic's exports was 13.8%. This indicator averaged 8.8% in 1996-2000, increased to 16% in 2004-2005, and reached 18% by 2010 [11].

To date, the joint venture has produced more than 600 million soums of consumer goods, most of which were sports equipment [12]. Due to the important attention paid by the government to the development of sports, the demand and need for sports goods has also increased. In particular, a contract on the supply of soccer balls was signed with the Children's Sports Development Fund of Uzbekistan, which in turn made it possible to increase the volume of production.

Production productivity in industrial enterprises of Andizhan region is very high. About 500-600 million kWh of electricity is produced in the region, and it is provided by Andizhan SES with a capacity of 100 thousand kW. Oil raw materials, which are important in the chemical and petrochemical industry due to their high quality, are extracted from local mines and sent to the Fergana oil refinery. Joint enterprises "Uz Kara Co" and "Uz Dongju Paint Co" operate in this network.

The production of electric cars is planned in Asaka, Andizhan, South Korean businessmen, the founder of Roopertelcom Co. Ltd. Sung In Song decided to implement the electric car production project based on Korean technology in the production building of the Automotive Engineering College in Asaka district [13].

Direct investment in the amount of 200,000 US dollars was made to organize the first stage - the process of assembly of electric cars. The second stage - the introduction of 2 million US dollars into the process of localization of production. According to the plan, 100 new jobs will be created in the first phase of the project, together with the assembly of equipment for the

national economy. At the same time, college graduates trained to become mature professionals at a shipyard in Geoje, Korea. 6.5 million in "Sing Lida" LLC in the Asaka district of the province. a production line producing 100,000 tons of cement per year was launched at the expense of foreign investment of USD. With the launch of this line, 100 new jobs were created. In the Shahrikhan district of the region, in cooperation with the Turkish company "Khantekstil Sanai ve Tijaret LTD", the "Khanteks" enterprise was established with the annual production capacity of 2215 tons of kalava yarn and 600 tons of knitted fabrics. In the Boston district, between "Muhayyo" LLC and "Inglewood Investment International LTD" of England, 8 million per year. "Muhayyo Tekstil" joint venture, which produces natural fluff, was established. Joint-stock company "Oltinkol" of Oltinkol district and Russian joint-stock company "FAN-Tex" established the joint venture "Elitteks" with the annual production capacity of 2200 tons of knitted fabrics. Uzbek-Greek joint enterprise "Andijan Chigit" with the capacity to sort, depilate and prepare 9 thousand tons of seeds in Andizhan per year, Uzbek-Russian joint enterprise "Eljikhoservis" that produces low-voltage electrical equipment in Korgontepa district, with "Invest LLS" in Andizhan "Vizus" Uzbek-American joint enterprise providing medical services was established in cooperation [14]. 27 joint ventures with foreign investment, including 7 joint ventures in 2002, will be established in Andijan region during 2001-2005. The planned joint ventures, namely: "Asaka motor repair" joint-stock company in Asaka district, "UzRosmotor" joint venture was established with "Vladimir Tractor Plant" of the Russian Federation, and this joint venture has the capacity to assemble 5 thousand units of tractor motors per year. "Uz Tong Hong Ko" Uzbek-South Korean joint venture operating in Andijan since 2010 has produced 16 types of sports equipment. The products were delivered to various sports institutions, general education and sports schools, lyceums and vocational colleges, the Children's Sports Development Fund and the Republican Badminton Federation in Uzbekistan. The enterprise mainly specializes in the production of seats for cars, and at the same time, the production of consumer goods, in particular sports goods, has also been launched. Production of high-quality football, basketball, volleyball and tennis balls, tennis, table tennis and badminton rackets, special equipment for performing acrobatics and gymnastic exercises, as well as various clothes was started at the enterprise based on foreign technologies.

CONCLUSION

In conclusion, it can be said that due to the conditions opened for the introduction of foreign investments into Uzbekistan, the investments made in the economy of our republic serve as the basis of our development. Currently, joint ventures, industrial zones, local production systems are operating with stable production in Fergana Valley regions, including Andijan region. Produced products are mainly exported to the domestic market and markets of foreign countries, making a significant contribution to the country's economy.

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