



# BUKHARA REGION

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INVESTMENT & TRADE PROFILE

# ECONOMY OF REGION

Track record growth and bright future with proven resilience



**2 M**

Population



**\$3,7 B**

GDP  
in 2023



**\$1,8 B**

Attracted investments  
into fixed asset



**\$2,3 B**

Attracted FDI  
& credits in 2023



**\$1,2 B**

Foreign trade  
turnover in 2023



**\$1,8 K**

GDP per capita  
in 2023



**3,2 M**

Visited  
tourists in 2023



**40.3 K**

sq.km  
Territory

**2379**

Health  
facilities

**639**

Preschool & school  
facilities

**19,7 K**

Manufacturing  
entities



**28,5 K**

Business  
entities



**867**

Investment Projects  
Implemented in 2023



## ROADS

**4 200** km



## RAILWAYS

**514,2** km



## POWER LINES

**18 000** km



## GAS PIPELINES

**10 200** km

## KEY DATA



**~75%**

Urbanization  
rate



**1**

Railway  
stations



**1**

International  
Airports

Universities

**11**

Higher  
educational  
institutions



Uzbek (official language)  
Russian (widely used)  
English (increasingly popular)

# HUMAN RESOURCES

11

Higher  
educational  
institutions

13 480  
Graduates

46

Professional  
colleges

11 316  
Graduates

4

Academic  
lyceums

2 436  
Graduates



2 000 005  
Population people



16  
Nationalities



88,8%  
Largest ethnic group  
– Uzbeks



1 072,8 K  
Labor force



24,232 K  
Number of graduate  
students in colleges  
and lyceums / universities







210,2 K  
Economically active  
population



788,4 K  
Employed population

# COST OF UTILITIES & TAXES

INDICATOR	PRICE
 Electricity, \$ per 1 kWh	0,07
 Drinking Water \$ per m <sup>3</sup>	0,06
 Natural gas, \$ per m <sup>3</sup>	0,12
 Wage, \$	266

TAXATION	RATE
 Personal income tax	12%(flat)
 Tax on profit	15%
 Value added tax	12%



Gas

**66,7** bln m<sup>3</sup>



Gypsum

**46,3k** tons



Quartz raw material stock

**35,9** mln tons



Graphite raw material stock

**805,9 k** tons

## STOCK OF CONSTRUCTION MATERIALS

Capacity available in light industry

Production of cotton fiber

**188,6 k** tons

**330,1k**  
tons

Fabric weaving

**101,5k**  
tons

Yarn fabric

**98,1k**  
tons

Fabric dyeing

**251 mln**  
pieces

Ready products



Construction sand

**265** mln m<sup>3</sup>



Gravel raw material stock

**110** mln m<sup>3</sup>



Gas Condensate

**293,8** bln m<sup>3</sup>



Limestone raw materials stock

**21,1** mln tons

# MAIN INDUSTRIES

PRODUCTION OF INDUSTRIAL GOODS IN 2023 (COMPARED TO 2022) INCREASED BY 106.1%

32.8%



Textile

22.6%



Agricultural products

15.4%



Tourism

12.5%



Construction

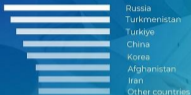
16.7%



Others

# FOREIGN INVESTMENT

Companies with capital of respective countries



Foreign investments by country in 2023



31 K

Total business entities

6,5 K  
2023

New business entities

365

Foreign business entities

27 K

Small & medium entities

# INDICATORS

42

Ongoing investment projects

26

Perspective investment projects

40

Large ongoing investment projects

Foreign investments in 2019-2023  
(in million of dollars)



FOREIGN COMPANIES

DEMIR

TEMA POWER  
تيماء للطاقة

YARNET  
Glasshouse Systems

TRÜTZSCHLER

Himchan

POSCO

KNAUF

LUK LUKOIL  
OIL COMPANY

WYNDHAM  
HOTEL GROUP

HYATT

BESTON  
CONSTRUCTION GROUP LLC



# FOREIGN TRADE INDICATORS

## Export Turnover

\$ 292,3 million

Value of total exports in 2023 

101%

Growth compared to 2022

292

Exporting entities in 2023

114%

Manufactured goods

+50

Type of exported goods

1,6%

Share in total export of Uzbekistan

## STRUCTURE OF EXPORT



Services



Food industry



Chemical products



Mineral fuels & oil



Machinery and equipment



Ferrous and non-ferrous metals



Others

## Import Turnover

Value of total imports in 2023

\$ 910.6 million

6%

Import growth in 2023

+1000

Importing entities in 2023

60%

Manufactured goods

+200

Type of imported goods

3%

Share in total import of Uzbekistan

## STRUCTURE OF IMPORT



\$0,4 M

Services



\$24,2 M

Food industry



\$104,3 M

Chemical products



\$463 M

Mineral fuels & oil



\$220,6 M

Machinery and equipment



\$19,3 M

Ferrous and non-ferrous metals



\$85,9 M

Others

# FOREIGN TRADE INDICATORS

**\$1,2 B**

Total foreign trade turnover

**\$600 M**

Trade with top 3 countries

**\$600 M**

Trade with CIS countries

**\$90 M**

Trade with EU

**77**

Trading countries with Bukhara city



## Dynamics Of Trade

2023 \$ 1,2 billion

2022 \$ 1,2 billion

2021 \$ 1,1 billion

2020 \$ 831,4 million

2019

2018

2017

# INDUSTRIAL ZONES

## "Gijduvon" Free Economic Zone



**30** projects

\$ 50 million are located on the territory of FEZ



**817**

hectares  
Area



**146** projects

\$ 386 million are located on the territory of FEZ



**3 000**

hectares  
Area

## Benefits and preferences of industrial zones

### EXEMPTION



Tax on property



Water  
usage tax



Land tax

**3** years for  
investment of  
**\$0,3M – \$3M**

**5** years for  
investment of  
**\$3M – \$10M**

**7** years for  
investment of  
**\$10M+**



Tax on profit

**10** years for  
investment  
above **\$15M**

**5** years for  
investment of  
**\$3M – \$5M**

**7** years for  
investment of  
**\$5M – \$15M**



# New investment project proposals

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## Production of granite products

### Building materials

Description		
Modern office and residential complexes are being reconstructed in many cities. Given this, all building materials are in great demand and it is covered by imported materials mainly from Russia, Turkey and China. Like other building materials, the production of ceramic and mosaic tiles in the Bukhara region will be a profitable business, as there are enough raw materials.		
Key Figures*		
Production capacity	600 thousand m <sup>2</sup>	
Value of investment	Up to 100 mln	
Products		
granite products		
Production requirements		
Utilities	Gas * Water * Electricity *	0 cent/m <sup>3</sup> 6-8 cent/m <sup>3</sup> 0 cent/kwh
Raw Materials	granite stone	

### Location



Tashkent region	
Size	41.8 km <sup>2</sup>
Population	2.0 million

### Why invest in Uzbekistan's Ceramics sector?

- Abundant source of raw materials
- Import substitution opportunity
- Attractive incentives
- Stable & cheap energy supply
- Proximity to large markets (e. China and Russia)
- Stable political and security environment
- Availability of skilled & unskilled labor
- High growth rates of domestic market
- Building an existing infrastructure and distribution networks

### Existing companies in Uzbekistan

#### International

Name	Key products	Capacity
'Tiancheng stone'	granite	500 thousand m <sup>2</sup>

#### Domestic

'Bukhara gold granite'	granite	120 thousand m <sup>2</sup>
'National stone'	granite	300 thousand m <sup>2</sup>
'Global granite'	granite	100 thousand m <sup>2</sup>
'Cargan stone'	granite	250 thousand m <sup>2</sup>

### Size of autoclaved aerated concrete market

USD m	2021	2022	2023
Export	6.7	6.7	6.6
Import	7.3	6.4	9.3
Production	146	180	275

### Existing facilities and infrastructure in Uzbekistan

- Free economic zones at potential locations
- Granite fields in Bukhara region
- Gas supply at competitive rates

### Incentives available to investors

- Tariff free access to the CIS and EU markets
- Tax and customs benefits\*
- Access to finance for capital investment
- Transport subsidies to the CIS and EU markets
- Infrastructure development at state cost\*
- \* terms and conditions apply

### About Khokimiyat of Bukhara region

Khokimiyat of Bukhara region is the government body in charge of managing investor queries and attraction into the country.

### Contact

Investments Industry and Trade Department of Bukhara region

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## Wooden Plastic Composite panel

Building materials

Description	
Modern offices and residential complexes are being reconstructed in many cities. Even this, all building materials are in great demand and it is covered by imported materials mainly from Turkey and China. Like other building materials, the production of Wooden Plastic Composite panels in the Bukhara region will be a profitable business, as there are enough raw materials.	
Key Figures*	
Production capacity	100 thousand m <sup>2</sup>
Value of investment	up to \$1 mln
Products	
Wooden Plastic Composite panel	
Production requirements	
Utilities	Gas ✓ 12 cent/m <sup>3</sup> Water ✓ 6.40 cent/m <sup>3</sup> Electricity ✓ 7 cent/kwh
Raw Materials	Recycled wood flour, recycled thermoplastic, additives

Size of autoclaved aerated concrete market	2021	2022	2023
USD m	67	67	66
Export	13	6.4	9.3
Import	196	230	275

Existing facilities and infrastructure in Uzbekistan
<ul style="list-style-type: none"> <li>Free economic zones as potential locations.</li> <li>Plastic wasteage fields in Bukhara region</li> <li>Gas supply at competitive rates (\$0.08 per cm)</li> </ul>

Location	
Tashkent region	
Size	41.8 km <sup>2</sup>
Population	2.0 million
Why invest in Uzbekistan's Ceramic sector?	
<ul style="list-style-type: none"> <li>Abundant source of raw materials</li> <li>Import substitution opportunity</li> <li>Attractive incentives</li> </ul>	<ul style="list-style-type: none"> <li>Stable &amp; cheap energy supply</li> <li>Proximity to large markets (e.China and Russia)</li> <li>Stable political and security environment</li> </ul>
<ul style="list-style-type: none"> <li>Availability of skilled &amp; unskilled labor</li> <li>High-growth rates of domestic market</li> <li>Building on existing infrastructure and distribution networks</li> </ul>	

Incentives available to investors
<ul style="list-style-type: none"> <li>Tariff free access to the CIS and EU markets</li> <li>Tax and customs benefits</li> <li>Access to finance for capital investment</li> <li>Transport subsidies to the CIS and EU markets</li> <li>Infrastructure development at state cost*</li> </ul>
* - terms and conditions apply

Existing companies in Uzbekistan		
International		
Name	Key products	Capacity
"Lingji Aiswei International Trade Co., Ltd"	WPC panel	10000 thousand m <sup>2</sup>
Domestic		
"Decormatic plast"	WPC panel	50 thousand m <sup>2</sup>
"ZH Marble"	WPC panel	30 thousand m <sup>2</sup>

About Khokimiyat of Bukhara region	Contact
Khokimiyat of Bukhara region is the government body in charge of managing investor queries and attraction into the country.	Investments, Industry and Trade Department of Bukhara region
	Fatullo Rustiev Head of the Department Building materials and Cerology Email:rustiyevfatullo@m.uz



## Production of hydrogen peroxide

Chemical industry

Description	
Hydrogen peroxide (H <sub>2</sub> O <sub>2</sub> ) is a versatile chemical with bleaching, oxidizing, and disinfectant properties. This project will focus on the large-scale production of hydrogen peroxide using the anthraquinone autoxidation process, the dominant industrial method.	
Key figures*	
Production capacity	10 thousand pieces
Value of investment	530 mln
Products	
Hydrogen peroxide	
Production requirements	
Utilities	Gas ✓ 12 cent/m <sup>3</sup> Water ✓ 6-8 cent/m <sup>3</sup> Electricity ✓ 7 cent/kWh
Raw Materials	Local raw materials -100% Hydrogen, Oxygen, Anthraquinone



Why invest in Uzbekistan's Ceramics sector?		
<ul style="list-style-type: none"> <li>Abundant source of raw materials</li> <li>Import substitution opportunity</li> <li>Attractive incentives</li> </ul>	<ul style="list-style-type: none"> <li>Stable &amp; cheap energy supply</li> <li>Proximity to large markets i.e. China and Russia</li> <li>Stable political and security environment</li> </ul>	<ul style="list-style-type: none"> <li>Availability of skilled &amp; unskilled labor</li> <li>High growth rates of domestic market</li> <li>Building on existing infrastructure and distribution networks</li> </ul>

Existing companies in Uzbekistan		
International		
Name	Key products	Capacity
"Kork"	Leather	400 thousand pairs
Domestic		
Air Kimyo Invest	Hydrogen peroxide	15 thousand pairs
Optimal Kimyo	Hydrogen peroxide	10 thousand pairs
Chemlon Zone	Hydrogen peroxide	18 thousand pairs
Exim-Chemical	Hydrogen peroxide	15 thousand pairs

Size of autoclaved aerated concrete market	Existing facilities and infrastructure in Uzbekistan			
USDm	2021	2022	2023	<ul style="list-style-type: none"> <li>Free economic zones as potential locations</li> <li>Cement factory and quartz sand in Andijan region</li> <li>Gas supply at competitive rates (\$0.08 per cm)</li> </ul>
Export	6.7	6.7	6.6	
Import	1.1	6.4	9.3	
Production	196	230	275	

Incentives available to investors
<ul style="list-style-type: none"> <li>Tariff free access to the CIS and EU markets</li> <li>Tax and customs benefits</li> <li>Access to finance for capital investment</li> <li>Transport subsidies to the CIS and EU markets</li> <li>Infrastructure development at state cost*</li> </ul>
* - terms and conditions apply

About	Contact
The Ministry of Investments, Industry and Trade is the government body in charge of managing investor queries and attraction into the country.	Investments, Industry and Trade department of Bukhara region
	Kodirbek Kodirov chief specialist of "Chemistry and Energy" department Email: kodirbekkodirov@gmail.com



## Establishment of Restaurant Complex

Description	
Creation of a restaurant project, taking into account the increase in the number of foreign tourists and the improvement of the tourism potential of the Bukhara region.	
Key figures*	
Production capacity	35,000 customers/annually
Value of investment	Up to \$ 4,00 mln.
Products	
Restaurant Complex	
Production requirements	
Utilities	Gas ✓ 12 cent/m <sup>3</sup> Water ✓ 6-8l cent/m <sup>3</sup> Electricity ✓ 7 cent/kWh

### Existing facilities and infrastructure in Uzbekistan

- City center locations
- All necessary amenities
- Gas supply at competitive rates (\$0.08 per m<sup>3</sup>)
- Available infrastructure

### Location



### Tashkent region

Size	40,216 km <sup>2</sup>
Population	23 million

### Why invest in Uzbekistan's Restaurant sector?

- Among the advantages of the restaurant is the ability to hold an event for any number of people at significant expense.
- Restaurants can earn income from different sources. In addition to selling food, you can make money by organizing events, renting space for parties or holding meetings.
- Restaurants are a popular place among the population, and demand continues to grow.
- Today, guests can visit not only a unique interior, but also a special atmosphere.
- High growth rates of domestic market.

### Incentives available to investors

- Tariff free access to the CIS and EU tourist markets
- Tax and customs benefits\*
- Access to finance for capital investment
- Transport subsidies to the CIS and EU markets
- Infrastructure development at state cost\*
- Terms and conditions apply

### Existing companies in Uzbekistan

#### International

Name	Key products	Capacity
China old town	service	21000 customers

#### Domestic

'Chinor restaurant'	service	20000 customers
'The plot'	service	23000 customers
'Sardoba'	service	18000 customers
'Turkish terrace'	service	12000 customers

### About

#### Ministry of Bukhara region

The Ministry of Investment, Industry and Trade is the government body in charge of managing investor queries and attraction into the country.

### Contact

Ministry of Investments Industry and Trade

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