UZBEKISTAN
BANKING & FINANCIAL SYSTEM
CO-FINANCING OPPORTUNITIES
FOR INVESTMENT PROJECTS

Fund for Reconstruction and Development of Uzbekistan
I. The Central Bank of Uzbekistan

II. Commercial banks - 30:
- 3 state-owned banks
- 13 joint stock banks
- 5 banks with foreign capital
- 9 private banks

Over 4600 branches and retail offices

III. Nonbank financial Institutions:
- 110 Credit Unions
- 82 Microfinance Entities

IV. Fund for Reconstruction and Development
Assets and capital of the banking system

14 Uzbek banks were rated as “stable” by leading international rating companies
Dynamics of banking sector

**Total capital**, **Total assets**, and **Total credits** figures are shown in USD bln for the years 2007, 2008, and 2009. The percentage changes from 2007 to 2009 are as follows:

- **Total capital**: 43.1% increase
- **Total assets**: 30.2% increase
- **Total credits**: 34.3% increase

*in USD bln
Increasing confidence in the banking system

Annual growth in household deposits

- Establishing of **Deposit Guarantee Fund** – since 2002
- **Full guarantee of population deposits** in commercial banks – since 2009
- Since 1991 there is no case of bank liquidation with liabilities unsettled
Stable banking and financial system in strict compliance with the Basel Core principles of banking supervision:

- Bank capital adequacy ratio is over 23%, being almost 3 times higher than international standards;
- Total assets of banks are more than 2 times higher than the total balance of the population and legal entities deposits, insuring complete protection and guarantee of timely payments;
- For the last 10 years domestic sources channeled to financing the real sector of the economy increased by 25 times;
- Total current liquidity of the banking system is 10 times higher than external payments due.
Banking services for Navoi FIEZ investors

- Accounts management
- International payments
- Trade finance
- Credits
- Project financing
- other services

delivered by:
- National Bank of Uzbekistan
- UzKDB bank
- Asaka Bank
Year of establishment: 1991
Shareholder: Government of Uzbekistan
Assets: USD 3 bln
Number of Branches and retail offices: 285
Clients: 1,8 mln

**Correspondent banks in Japan**
- Bank of Tokyo-Mitsubishi UFJ
- SMBC
- Mizuho Financial Group
Asaka bank

Year of establishment: 1995
Shareholders: Ministry of Finance, Uzavtosanoat
Assets: USD 1,18 bln
Number of Branches and retail offices: 27
Clients: over 630 thousand

Correspondent banks in Japan
- SMBC
- Bank Of Tokyo-Mitsubishi
- UFJ Bank Limited
- Mizuho Bank LTD
Investment Credit Facilities in FIEZ Navoi

- USD 100 mln credit line for FIEZ Navoi projects
- USD 40 mln credit line for SME projects
- USD 50 mln credit line for FIEZ Navoi projects
- USD 100 mln credit line for FIEZ Navoi projects
- USD 40 mln credit line for SME projects
- Credit facilities by UzKDB
Fund for Reconstruction and Development

- Established: - 2006
- Founder: - Government of Uzbekistan
- Charter capital: - USD 5 billion
Key tasks

- Financing important investment projects with major contribution to economic development and structural reforms;

- Financing and co-financing national programs and projects aimed at infrastructure development;

- Providing loans for modernizing industrial enterprises in key sectors of the economy;

- Extending credit lines for procurement of new modern technologies, equipment and other strategic goods.
Key areas of investments

- Oil & gas;
- Chemical and petrochemical industry;
- Energy & power sector;
- Metals & mining;
- Transport & communications
- Regional development & Infrastructure projects.
Credit portfolio

- Over 60 projects under implementation and in the pipeline.

- Oil and Gas: 25%
- Energy sector: 24%
- Transport/Infrastructure: 25%
- Metals & mining: 10%
- Machinery: 3%
- Chemicals: 13%
1. Investment loans and credit lines refinanced by authorized commercial banks:
   - National Bank for foreign economic activity;
   - Asaka Bank;
   - Ipoteka Bank;
   - UzPromstroy Bank;
   - Agro Bank.

2. Equity participation;

3. Co-financing of infrastructure development for new project locations.
### Projects

<table>
<thead>
<tr>
<th>Projects</th>
<th>Project cost (USD mln)</th>
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<tbody>
<tr>
<td><strong>Oil &amp; Gas:</strong></td>
<td></td>
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<tr>
<td>- Production of liquefied petroleum gas</td>
<td>243.8</td>
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<td><strong>Chemicals:</strong></td>
<td></td>
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<td>- Construction of potassium fertilizers plant</td>
<td>123.4</td>
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<td><strong>Machinery:</strong></td>
<td></td>
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<td>- Car engines production plant (480 000 engines p.a.)</td>
<td>568.9</td>
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<td><strong>Power:</strong></td>
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<td>- Construction of Guzar-Surkhan power transmission line</td>
<td>468.0</td>
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<tr>
<td>- Modernization of Navoi Thermal Power Plant</td>
<td>137.6</td>
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</tbody>
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Our partners for project financing

- Asian Development Bank
- World Bank
- Japan International Cooperation Agency
- Islamic Development Bank
- State General Reserve Fund of Oman
- Korea Development Bank
- Korea Export-Import Bank
- International Petroleum Investment Company
- Czech Export Bank
- Malaysia Export-Import Bank
- China Development Bank
- China Eximbank
Project finance cooperation with Japan banks

Executed projects:
- USD 56.1 mln JBIC loans to co-finance 6 projects with the total cost of USD 497.4 mln

Ongoing projects:
- USD 425.4 mln JBIC loans to co-finance 2 projects with the total cost of USD 870.4 mln

New projects:
- USD 394.9 mln JICA loans to co-finance 2 projects with the total cost of USD 1326.9 mln
Over 320 projects with the total cost of USD 42.5 bln
Over USD 2.5 bln financed by UFRD

- Light industry USD 870 mln
- "Navoi" Free industrial economic zone USD 596 mln
- Building materials production USD 983 mln
- Transport & Infrastructure USD 5.8 bln
- Petrochemicals USD 9.7 bln
- Energy sector USD 4.5 bln
- Machinery USD 1.2 bln
- Chemical industry USD 3.1 bln
- Metals & mining USD 1.8 bln
- Other USD 2.1 bln
THANK YOU FOR ATTENTION!