

THE FORMATION OF INVESTMENT CLIMATE IN UZBEKISTAN

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Abstract:

This article describes the theoretical and organizational foundations for the formation of a favorable investment climate in Uzbekistan, the existing problems and ways to solve them.

Keywords: investments, investment climate, investment attractiveness, investor.

The level of economic development of the country directly depends on the development of investment activities, and it itself directly depends on the investment environment. It is important to create the necessary conditions for attracting foreign investments to the republic's economy. Because there are economic, political, social and legal conditions in the country, it is possible to invest in the economy of that country. The attractiveness of the investment environment is an important factor in increasing the flow of foreign investments.

It is known from world practice that modernization of economic sectors and their intensive development, increasing the competitiveness of products produced on the basis of modern techniques and technologies, and strengthening the country's export potential are ensured through investments.

Attracting investments to economic sectors remains the main goal of the country's investment policy today. Because the conditions of the pandemic pose complex tasks to the economic sectors, such as protection from wide-ranging crises. Especially, in order to achieve high competition in the domestic and foreign markets, the issue of increasing investment attractiveness appears as one of the main problems necessary.

It is known that the level of economic development of any country, as well as the efficiency and growth rate of the state investment policy, will definitely depend on a favorable investment attractiveness environment. Creation of a favorable investment environment serves as a general criterion for the deployment of investment resources and, first of all, ensures the profitability of capital funds. The general characteristics of the economic, social, organizational, legal, political, environmental and other conditions that determine the feasibility and attractiveness of the investment activity determine the state of the investment environment. Investment environment means a set of economic, social, political, organizational-legal, ecological, cultural and other conditions aimed at ensuring the efficiency and safety of investments made in the country's economy or a certain area of it. It is the expediency and attractiveness of making investments in a certain area means the existing positive and negative aspects of the conditions that define it.

Investment attractiveness is the assessment of investments of a country, sector or individual enterprise in terms of profitability, development prospects and level of investment risk. Investment attractiveness is determined by the simultaneous influence of two groups of factors that form the level of investment potential and investment risk. By evaluating such indicators, the appropriateness and attractiveness of investments, the level of investment risk can be determined. The attractiveness of investment is determined from the point of view of the profitability of investments of a country or a separate industry, investment environment, infrastructure, development prospects and the level of investment risk. Investment attractiveness is determined by the simultaneous influence of the country's investment potential and the level of investment risk. By evaluating such indicators, it will be possible to determine the appropriateness and attractiveness of investments. The level of investment risk is directly related to the investment environment.

The investment climate at the macroeconomic level is bilateral, that is, it is reflected in the relations between the investor and specific state bodies, economic entities. The investment environment is an objective situation for any specific time and includes a set of existing conditions for investing capital. But the investment environment is formed under the influence of the management activities of state bodies. Therefore, the state's investment policy is one of the most important factors. In this sense, each country will have its own capital acceptance system when importing capital.

In order to increase the attractiveness of the investment environment in our country and ensure its convenience, it is appropriate to pay special attention to the following:

- development of investment infrastructure - it is necessary to stimulate the activities of banks, investment funds, insurance and leasing companies and to effectively establish their participation in the implementation of investment projects;
- to further increase the business skills of entrepreneurs, including the experience of working with investment projects and legal knowledge - it is necessary to establish and develop the activity of consulting, marketing and legal service centers in the regions;
- due to the fact that the investment proposals and the technical and economic basis of the project do not meet the specified requirements, it is necessary to organize and constantly monitor the provision of practical assistance by commercial banks, regional chambers of commerce and industry and other responsible agencies to entrepreneurs in the development of investment projects by local governments;
- due to the fact that the financial and economic situation of some project initiators is observed in practice, ensuring the in-depth analysis of the financial and economic situation of the project initiators proposed to be included in investment programs and programs for the socio-economic development of regions by local governments and commercial banks;
- to increase the activity of local governments in providing foreign investors with complete information about the investment environment of the region - it is necessary to provide foreign investors with complete information (base of investment projects and business proposals, regional press publications, economic analysis of raw materials and information on labor potential), conferences, seminars and presentations on investment activities (in the territory of the republic and in foreign countries) should be held, in some enterprises products it is necessary to increase the export potential by studying the financial and economic situation of the enterprise in terms of production and its export and the lack of working capital for the purchase of raw materials, and by carrying out coordination work on its financial recovery and debt restructuring;
- it is necessary to develop and control measures for continuous supply of exporting enterprises with electricity and natural gas, solving problems related to production infrastructure, including interruptions in the supply of enterprises with electricity, natural gas, water and fuel products;
- taking into account the obsolescence of technology and equipment, it is necessary to ensure the participation of local entrepreneurs in international trade fairs, to choose cost-effective technologies and to determine the sources of their financing, in order to ensure the compliance of the manufactured products with international standards and competitiveness;
- in order to properly organize marketing services in enterprises, to regularly provide them with information about foreign markets, producers and buyers, it is necessary to regularly organize training sessions, seminars and exhibitions dedicated to improving the knowledge and skills of employees engaged in marketing in enterprises, production and export potential of small businesses and private entrepreneurship entities, marketing and sales of products.

In our opinion, in order to ensure the stability of the investment climate, first of all, it is appropriate to widely

develop the investment risk insurance or protection system, to achieve the full implementation of regulatory and legal documents. Also, the stability of the investment climate, in our opinion, the state's political attitude to foreign investments, the level of state intervention in the economy, the efficiency of the state administration, the political stability of the state, the general state of the economy (growth or crisis), the inflation rate, the stability of the exchange rate, tax and customs benefits, the value of the labor force and the manner in which labor resources are used, the existence of supply and demand for specific goods and services, the credit rating, as well as foreign capital and it can be ensured on the basis of in-depth study and analysis of such factors as the attitude to the formation of private ownership, the level of ideological knowledge of the society, the organizational and entrepreneurial abilities of the workforce.

Extensive efforts are being made to create a favorable investment climate in Uzbekistan, in this regard foreign investors are given various financial benefits and rights, market infrastructure is being formed. Therefore, the following measures, in our opinion, provide an opportunity to further improve the investment climate: increasing the value of the soum; ensuring the inviolability of property, increasing the protection of investors' rights, stabilizing bank interest rates; improving the tax system on a scientific basis, taking into account the gradual implementation of reforms; putting an end to cases of administrative injunction; To increase the prestige and liquidity of shares of joint-stock companies in Uzbekistan, to attract foreign investors to them, to develop the securities market. In conclusion, it should be noted that it is important to study the experience of developed countries, the way they have traveled, the laws adopted by the country regarding the improvement of the investment environment, the decisions made by the country in order to ensure economic development, and the necessary aspects of the methods and methods developed to attract more investments to the conditions of Uzbekistan. After all, the application of accumulated experience taking into account the specific characteristics of the country leads to a reduction of risk, avoidance of abstraction, and provision of high efficiency.

The effective implementation of these proposals and recommendations will allow to expand the attraction of foreign investments to the economy of Uzbekistan.

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