

**LOCALIZATION OF PRODUCTION IN INDUSTRY AT THE EXPENSE OF ATTRACTING  
DIRECT FOREIGN INVESTMENTS**

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**Abstract:** *This article covers the essence of the concept of investment and investment activity, its subjects and the analysis of types of investment and investment activities on the basis of international and national legal instruments.*

**Keywords:** *Investment, investment activity, subjects of investment activity, capital investment, financial investment, real investment.*

This year, the plan to absorb foreign investment and loans to the district is set at 24.4 million dollars.

From this, in January and July, the district planned to absorb 16.6 million dollars, including 1.2 million dollars of foreign investments and loans in July.

In practice, 16.6 million dollars of foreign investment and loans were absorbed within the framework of 7 projects, and the set plan was fulfilled by 100%.

1) 2,0 dollars of foreign investment funds within the framework of the “Marble stone processing” project on the basis of LLC “Samarqand stone trade corporation” in the form of JV;

2) 8.84 million dollars of foreign investment funds within the framework of the project “Storage, processing and export of agricultural products” on the basis of LLC “Hengfeng foods”;

3) “Processing and export of agricultural products” project by “Ishtikhan Yimin Import Export Group” LLC, foreign investment funds of 1.0 million dollars

4) 2.0 million dollars of foreign loan funds by “Bearing Manufactory” LLC within the framework of the “Production of bearings for trucks and cars”;

5) On the basis of “Dong Stone Progress” LLC, within the framework of the “Marble stone processing” project, foreign direct investment funds of 1.8 million US dollars;

6) 0.3 million. within the project “Organization of wine production” on the basis of JV “Fei Chi Winery” in the form of LLC dollar foreign direct investment funds;

7) 0.6 million. within the framework of the project “Construction of multi - store residence and hotel” on the basis of JV “Jia You Estate Investment” in the form of LLC. dollars of foreign direct investment funds were absorbed.

T/ p	Territory	2024 plan	January- July plan	In practice	From this		Differen ce	January- August plan
					TTHI	Credi t		
1.	Ishtikhan district	24,4	16,6	16,6	14,6	2,0	-	17,4

In addition, a number of investment projects are being carried out in the district this year.

The district delegation organized 4 business trips to China this year. During the service trip, about 60 foreign partners who expressed interest in implementing investment projects in the district visited the district and got a closer look at vacant land, buildings and structures of business entities, vacant land in the reserve of the district administration.

About 10 foreign enterprises were established during the visits of foreign partners to the district. Construction in 5 enterprises and the processes of bringing equipment have started.

In order to increase investment attractiveness in the district, practical work is being carried out on the establishment of the only Uzbek-Chinese vocational school in the republic.

In the district, great emphasis is placed on the production of import substitute products.

For example, within the framework of the "Podshipnik" production project by "Bearing manufacture" LLC in the Ko'tarma massif area of the district.

2.0 million. dollar equipment is being brought and installation work is being carried out.

It is no exaggeration to say that things have become more active in industrial zones. Today, construction works are being carried out on 3 lots in Ko'tarma massif of Urgut SEZ.

One example is based on LLC "Hengfeng foods" JV with a value of 12.0 mln. 90% of the construction works have been completed within the framework of the project "Storage, processing and export of agricultural products" worth 8.84 million US dollars in January-July of this year. Project estimate documents are being prepared for 1 lot.

In addition, 4 project initiators are working on the preparation of project business plans for participation in "auction" sales.

2022 of the President of the Republic of Uzbekistan According to the Decree PF-287 dated December 30, "On measures to classify the territories of the Republic into categories and introduce a differentiated system of business support", Ishtikhan district is designated as category 3.

Today, Ishtikhan district is considered to be an actively developing industrial region, there are 293 industrial enterprises in the district, including 1 large and 292 small industrial enterprises.

A total of 106 enterprises in the construction materials and food industry are operating in the “driver” industries of the district.

On the study of industrial enterprises;

First, a staff consisting of 16 people (mayor, deputy mayors, finance, neighborhood, tax, commercial banks, gas, electricity, water supply, etc.) was formed in the district administration building, and an industrial telegram group was established.

Secondly, we divided the dates of each month into 6 for address work with industrial enterprises.

After that, on the 1-5 of every month in the district administration building,

On 6-10, we have scheduled a meeting with industrial enterprises of the 1<sup>st</sup> sector on the 11-15, industrial enterprises of the 2<sup>nd</sup> sector on the 16-20, industrial enterprises of the 3<sup>rd</sup> sector on the 21-25 and industrial enterprises of the 4<sup>th</sup> sector on the 26-30.

Thirdly, together with the members of the Staff and the governor's assistants, we thoroughly studied 594 industrial enterprises.

8 of them were found to have problems.

These problems are divided by level.

Among them, there are 3 problems at the level of the Republic;

For example, the amount of tax payments to JSC “OTABEK BERDIYEV MEBEL SERVIS” affects the company’s profit. There are problems in creating new jobs. For this reason, the head of the enterprise proposed to reduce tax payments from turnover.

It was found that there are 9 problems at the district level. The specified land area was included in the cadastral and tax records and was the reason for the calculation of excess tax. Practical help to reduce this tax liability.

In addition, 12 problems have been positively resolved so far.

- Production volume in January-July is 600.7 billion soums (107.2%) is expected.
- 1<sup>st</sup> sector accounts for 63% of the volume.
- During 7 months of this year, 7 projects were launched in the industrial direction, and 89 new jobs were created.

19.0 billion annually due to these projects. Soum additional product production capacity was created.

Including large, 18.8% share of 33 small enterprises and 17.9% share of informal.

4 11.7 billion in the production of construction materials. soum project;

2 22.0 billion in the food industry. soum project;

For example, the total value by “ISHTIKHON INTER SERVIS” LLC 12.0 billion “Organization of oil production” project at the expense of the appropriation of soum funds.

By the end of the year:

- The production volume of industrial products is 918.4 billion. to soums (increase - 107.3 percent). Including, the output of regional industrial enterprises is 299.4 billion. soum and network enterprises.

619 billion will be delivered to soum.

- In August-December of this year, 24 projects will be launched and 450 new jobs will be created.

From this,

- 37.0 billion in the building materials industry. 7 soum projects (Mumin Agro Service, “Yangi Sulola Uks” LLC), 26 jobs;

- 36.0 billion in the food industry. 9 soums (“ISHTIHAN YIMIN IMPORT EXPORT GROUP” LLC, “ISHTIKHAN METAN AGRO SANOAT” LLC, “SUKROB NURIDDINOV” JSC, “ISHTIKHAN TOMORQA KHIZMATI”) projects, workplaces YTT “Eshpulatov Sardor” 106 people;

The volume of industrial production in 2025.

1.02 trillion. to soums (increase - 109.4 percent). Including products of regional industrial enterprises of 412 million. to soums and network companies 688 million. it is planned to be delivered to soums.

Currently, many reforms are being implemented in the development of industry in Uzbekistan. In particular, in the districts of Samarkand region, agreements are concluded with foreigners in various fields for the purpose of industrial development. As an example of this, we can take the example of the agreement signed by the Ishtikhan district governor with the Chinese. And this contract contributes not only to the development of the district, but also to the development of the entire Samarkand region.

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