



2023

I HALF

**BALANCE OF PAYMENTS AND
INTERNATIONAL INVESTMENT POSITION
OF THE REPUBLIC OF UZBEKISTAN**

What is the publication about?

The publication provides information on the balance of payments and international investment position for the I half of 2023, which was compiled in accordance with the sixth edition of the Balance of Payments and International Investment Position Manual of International Monetary Fund (BPM6, IMF, 2009).

What date are data relevant?

The data, presented in the publication, are relevant as of September 22, 2023.

Where can data be found?

Statistical tables on the standard and analytical presentations of the balance of payments and international investment position are available on websites of the Central Bank of Uzbekistan <http://www.cbu.uz/> and International Monetary Fund <http://data.imf.org/>.

Whom to contact with questions and proposals concerning the publication?

J. Fayzullaxodjaev

Director of Currency regulation and balance of payments department

(+998) 71 212-60-38

j.fayzullaxodjaev@cbu.uz

O. Tojiddinov

Deputy director of the department – head of balance of payments division

(+998) 71 212-60-77

o.tojiddinov@cbu.uz

Sh. Khayitboev

Deputy head of balance of payments division

(+998) 71 212-60-42

sh.khayitboev@cbu.uz

Any questions and proposals can also be sent to e-mail address val@cbu.uz.

BRIEF REVIEW

During the I half of 2023, in the conditions of increases in costs of attracting liquidity and vulnerabilities in international financial markets, a slower-than-expected recovery in economic activity in major trading partners and increased use of transport corridors in the Central Asian region amid logistics disruptions, the **current account balance** of Uzbekistan was negative and amounted to USD 3.2 bln. (*negative balance of USD 637.7 mln. in the I half of 2022*).

In the I half of 2023, the dynamics of the current account remained exposed to risks associated with such factors as the aggravation of the geopolitical situation and high inflation processes in leading economies.

The negative trade (goods and services) balance (*USD 7.7 bln.*) was partially offset by the positive balance of primary and secondary income (*USD 4.5 bln.*).

During the reporting period, external trade turnover amounted to USD 31.9 bln. (*USD 26.7 bln. in the I half of 2022*). The volume of export amounted to USD 12.1 bln., and the volume of import – USD 19.8 bln., which increased by 16% and 22%, respectively, compared to the I half of the previous year.

Export of goods amounted to USD 10 bln. and services to USD 2.1 bln., while import of goods and services accounted for USD 16.3 bln. and USD 3.5 bln., respectively.

The balance of the primary income was positive and accounted for USD 98.9 mln. (*USD 746.4 mln. in the I half of 2022*). Moreover, the positive balance of secondary income amounted to USD 4.4 bln. and remained almost unchanged compared to the corresponding period of the previous year (*USD 4.3 bln. in the I half of 2022*).

The high growth rate of remittance inflows, occurred in 2022, was observed to return to its historical (fundamental) trends during the reporting period.

In the I half of 2023 the **financial account balance** was negative and accounted for USD 3.3 bln. (*negative balance of USD 709.3 mln. in the I half of 2022*).

Financial assets decreased by USD 792.6 mln., in which operations related to other investments increased by USD 1.2 bln., while operations related to international reserve assets decreased by USD 2 bln.

Operations on financial liabilities amounted to USD 2.5 bln, in which direct and other investments accounted for USD 952 mln. and USD 1.5 bln., respectively.

During the reporting period, the net increase in foreign direct investment into share capital amounted to USD 454.6 mln. (*USD 369.2 mln. in the I half of 2022, respectively*), whereas the net increase in loans attracted from parent companies accounted for USD 275 mln. (*USD 492.2 mln. in the I half of 2022*). The net decrease in investment by enterprises operating on the basis of product sharing agreements (PSA) amounted to USD 163.3 mln.

The negative balance of portfolio investments accounted for USD 3 mln. in the I half of 2023.

The **net international investment position** of Uzbekistan reduced by 15% (*or USD 2.8 bln.*) compared to the beginning of 2023 and as of July 1 of 2023 accounted for USD 16.2 bln. The total volumes of assets in the foreign currency and external liabilities of residents were equal to USD 81.4 bln. and USD 65.3 bln., respectively.

Addenda 1. Balance of payments for the I half of 2021-2023

(analytic presentation)

(mln. USD)

Indicators	I half of 2021	I half of 2022	I half of 2023
A. Current account balance	-3 339,0	-637,7	-3 174,5
Goods, credit (exports)	5 972,9	8 607,4	9 955,2
Goods, debit (imports)	10 633,9	12 888,6	16 267,1
Services, credit (exports)	1 004,6	1 850,9	2 135,6
Services, debit (imports)	2 162,1	3 305,8	3 518,5
Balance on goods and services	-5 818,5	-5 736,1	-7 694,8
Primary income, credit	1 115,5	2 038,8	1 975,7
Primary income, debit	1 024,5	1 292,4	1 876,8
Balance on goods, services, and primary income	-5 727,5	-4 989,7	-7 595,9
Secondary income, credit	2 673,9	4 801,9	4 800,3
Secondary income, debit	285,4	449,9	378,8
B. Capital account (excluding reserve assets)	3,9	9,4	3,4
Capital account, credit	3,9	9,4	3,4
Capital account, debit	0,0	0,0	0,0
Balance on capital account and current account	-3 335,1	-628,3	-3 171,1
C. Financial account	-2 963,3	-994,2	-1 231,2
Direct investment: assets	1,2	2,7	10,4
Direct investment: liabilities	1 326,1	880,0	951,7
Portfolio investment: assets	0,0	0,0	0,2
Equity and investment fund shares	0,0	0,0	0,2
Debt securities	0,0	0,0	0,0
Portfolio investment: liabilities	384,5	7,7	3,1
Equity and investment fund shares	4,5	7,3	3,6
Debt securities	380,0	0,3	-0,5
Financial derivatives (other than reserves)	6,2	5,8	1,3
Financial derivatives: assets	0,0	0,0	0,0
Financial derivatives: liabilities	-6,2	-5,8	-1,3
Other investment: assets	984,1	3 569,8	1 218,6
Other equity instruments	0,6	0,4	0,4

Indicators	I half of 2021	I half of 2022	I half of 2023
Debt instruments	983,5	3 569,4	1 218,2
Central bank	0,0	0,0	0,0
Deposit-taking corporations (except the central bank)	-326,1	1 496,5	-1 646,4
General government	-10,1	-10,7	-10,5
Other sectors	1 319,8	2 083,7	2 875,0
Other financial corporations	0,0	0,0	0,0
Nonfinancial corporations, households, and NPISHs	1 319,8	2 083,7	2 875,0
Other investment: liabilities	2 244,2	3 684,8	1 506,9
Other equity	0,0	0,0	0,0
Debt instruments	2 244,2	3 684,8	1 506,9
Central bank	0,0	0,0	0,0
Deposit-taking corporations (except the central bank)	687,2	2 189,1	444,2
General government	467,6	339,1	664,3
Other sectors	1 089,4	1 156,6	398,4
Other financial corporations	2,6	24,9	15,7
Nonfinancial corporations, households, and PISHs	1 086,8	1 131,7	382,7
D. Net Errors and Omissions	-409,9	-81,0	-82,3
E. Overall Balance	781,7	-284,9	2 022,2
F. Reserves and Related Items	-781,7	284,9	-2 022,2
Reserve assets	-781,7	285,2	-2 021,8
Net credits from the IMF (other than reserves)	0,0	0,2	0,4
Exceptional financing	0,0	0,0	0,0

This statistic report uses analytic presentation, described in the 6th edition of the Balance of Payments Manual (BPM6).

Addenda 2. International investment position for 2021-2022 and the I half of 2023

(mln. USD)

Indicators	01.01.2022	01.01.2023	01.07.2023
Assets	70 404,0	82 293,7	81 405,5
Direct investments	197,7	202,0	209,6
Equity instruments and investment fund shares	29,8	31,7	38,1
Investments of direct investor in direct investment enterprises	29,8	31,7	38,1
Investments of direct investment enterprises in direct investor (reverse investment)	0,0	0,0	0,0
Investments between fellow enterprises	0,0	0,0	0,0
Debt instruments	167,9	170,3	171,6
Investments of direct investor in direct investment enterprises	2,5	2,5	2,5
Investments of direct investment enterprises in direct investor (reverse investment)	0,0	0,0	0,0
Investments between fellow enterprises	165,4	167,9	169,1
Portfolio investments	2,5	2,5	2,6
Equity instruments and investment fund shares	2,5	2,5	2,6
Central Bank	0,0	0,0	0,0
Deposit enterprises, excluding the Central Bank	1,1	1,1	1,1
General government	0,0	0,0	0,0
Other sectors	1,4	1,4	1,5
Other financial institutions	0,0	0,0	0,0
Debt securities	0,0	0,0	0,0
Central Bank	0,0	0,0	0,0
Deposit enterprises, excluding the Central Bank	0,0	0,0	0,0
General government	0,0	0,0	0,0
Other sectors	0,0	0,0	0,0
Other financial institutions	0,0	0,0	0,0
Financial derivatives (other than reserves) and employee stock options	0,0	0,0	0,0
Other investments	35 064,6	46 321,7	47 472,9
Other equity instruments	1,2	1,6	2,0
Debt instruments	35 063,4	46 320,1	47 470,8
Central Bank	0,0	0,0	0,0

Indicators	01.01.2022	01.01.2023	01.07.2023
Deposit enterprises, excluding the Central Bank	2 935,4	4 556,9	2 834,9
General government	3,3	3,7	4,0
Other sectors	32 124,7	41 759,5	44 632,0
Other financial institutions	0,0	0,0	0,0
Reserve assets	35 139,2	35 767,5	33 720,3
Monetary gold	20 949,7	23 064,8	23 087,1
Reserve position in IMF	0,0	0,0	0,0
Other reserve assets	14 189,5	12 702,7	10 633,2
Liabilities	53 586,0	63 349,0	65 252,6
Direct investments	11 594,1	13 649,5	14 205,5
Equity instruments and investment fund shares	10 054,1	11 362,0	11 656,0
Investments of direct investor in direct investment enterprises	10 054,1	11 362,0	11 656,0
Investments of direct investment enterprises in direct investor (reverse investment)	0,0	0,0	0,0
Investments between fellow enterprises	0,0	0,0	0,0
Debt instruments	1 540,0	2 287,5	2 549,5
Investments of direct investor in direct investment enterprises	1 376,7	2 020,8	2 247,7
Investments of direct investment enterprises in direct investor (reverse investment)	0,0	0,0	0,0
Investments between fellow enterprises	163,3	266,7	301,8
Portfolio investments	4 720,4	4 192,1	4 229,4
Equity instruments and investment fund shares	83,5	105,8	104,2
Central Bank	0,0	0,0	0,0
Deposit enterprises, excluding the Central Bank	37,1	48,4	46,2
General government	0,0	0,0	0,0
Other sectors	46,4	57,4	58,1
Other financial institutions	0,9	1,3	1,2
Debt securities	4 636,9	4 086,3	4 125,2
Central Bank	0,0	0,0	0,0
Deposit enterprises, excluding the Central Bank	993,2	893,9	923,7
General government	2 669,2	2 375,0	2 353,0
Other sectors	974,5	817,3	848,5
Other financial institutions	0,0	0,0	0,0
Financial derivatives (other than reserves) and employee stock options	11,5	2,0	1,0
Other investments	37 259,9	45 505,4	46 816,7
Other equity instruments	0,0	0,0	0,0
Other debt instruments	37 259,9	45 505,4	46 816,7

Indicators	01.01.2022	01.01.2023	01.07.2023
Central Bank	0,0	0,0	0,0
Deposit enterprises, excluding the Central Bank	6 766,0	10 439,7	10 841,9
General government	15 290,6	18 007,8	18 579,7
Other sectors	15 203,2	17 058,0	17 395,1
Other financial institutions	72,2	103,9	114,1
Net international investment position	16 818,1	18 944,8	16 152,9