



IMPROVEMENT OF ATTRACTION OF INVESTMENTS IN REGIONAL ECONOMIC DEVELOPMENT

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Abstract: The article examines the processes related to investments in the national economy, including attracting foreign investments and improving the ways of their effective use. The importance of capital investments in the economic development of the regions was considered. A scientific proposal and practical recommendations on improving the system of attracting investments to innovative-investment activities in enterprises have been formulated.

Key words: investment activity, investment attractiveness, investment efficiency, investment risk, market mechanism, investment management, innovation-investment activity.

Investments, including foreign investments, are of great importance in the rapid development of the economy of our republic and the introduction of innovations in production, in ensuring macroeconomic stability and high rates of economic growth. A broad and detailed analysis of the achievements and successes achieved in this regard, important practical conclusions based on it, among the most urgent issues that we should pay attention to in the future, it is noted that the main focus is on foreign investments in determining the priority directions of our country's development and development programs. should be noted.

President of the Republic of Uzbekistan Sh.M. Mirziyoev "...investment is the driver of the economy, it is no exaggeration to say that it is the heart of the economy in Uzbek terms. We will achieve rapid development of our economy only by actively attracting investments and launching new production facilities", and recognizes the importance of foreign investments in the development of the economy and the urgency of attracting them.

A number of measures aimed at increasing the investment attractiveness of our country's economy and improving the system of effective use of the existing investment potential are the measures of the President of the Republic of Uzbekistan dated April 29, 2019 "Measures to further improve the mechanisms of attracting foreign direct investment to the economy of the Republic" Resolution No. PQ-4300 on the activities of priority is given to the tasks related to informing about opportunities and potential¹.

The role of foreign investments in the development of the national economy, the scientific and methodological problems of increasing investment flows have been studied by many foreign and domestic economists.

The results of foreign studies show that direct investment is a mechanism that has a positive effect on economic growth in industrialized countries². Foreign investment, especially direct

¹ O'zbekiston Respublikasi Prezidentining 2019 yil 29 apreldagi "Respublika iqtisodiyotiga to'g'ridan-to'g'ri xorijiy investitsiyalarni jalb qilish mexanizmlarini yanada takomillashtirish chora-tadbirlari to'g'risida"gi PQ-4300-sonli Qarori.

² P.Panagiotis The impact of FDI on economic growth in Eurozone countries. The journal of Economic Asymmetriess, 2015 No17, pp. 7–8

investment, serves as a source of capital income in both manufacturing and service sectors.³

One of the economists of our country, U.S. Nodirkhanov, through his scientific research, studies the methods of increasing investment activity at the regional level, the assessment of the investment environment in the regions, the processes of forming a favorable investment environment that supports preferential investment projects by the state.⁴ D. Gozibekov, E. Nosirov's scientific research studies the processes related to the effective implementation of measures to reduce the tax burden, sharply increase the position of stock markets, and create a favorable investment and business environment for the wide attraction of private foreign investments. In the studies of F. Umarov, the organizational and economic mechanisms and specific features of expanding the scale of attracting investment to the relevant branches and sectors of the economy are analyzed⁵. In his research, A. Burkhanov studied the scientific and theoretical aspects of attracting foreign investments to the regions, based on the problematic aspects of attracting foreign investments to the regions, and developed proposals aimed at eliminating them⁶.

In the above studies aimed at justifying the ways of attracting foreign investments to the national economy and their effective use, the possibilities of ensuring the active pace of investment processes and economic growth by creating macroeconomic conditions were studied.

Research methodology. Studying the experience of foreign countries, comparing and analyzing statistical and economic data, logical thinking, scientific abstraction, the methods of information grouping, analysis and synthesis, induction and deduction are widely used.

Analysis and results. A well-thought-out investment policy is important in ensuring the rapid pace of economic development and maintaining macroeconomic stability in our republic. After all, investments, as an important factor of economic development, provide modernization of production, technical and technological renewal and stimulation of innovations, creation of new jobs and increase of income of enterprises.

In recent years, the scope of measures aimed at increasing the volume of investments has been significantly increased both legally and practically. Especially as a result of active investment policy, positive growth in the dynamics of investment flow is observed in our republic.

Table 1

Information on fixed capital investments in Uzbekistan and their distribution by region
(billion soums)⁷

³ K.J.Boudreau, N.Lacetera and K.R.Lakhani Incentives and Problem Uncertainty in Innovation Contests: An Empirical Analysis. Management Science, 2016 vol. 57, No5, pp. 843–863.

⁴ Нодирханов У.С. Прямые иностранные инвестиции в Узбекистане: опыт проблемы, перспективы роста. - Т.: "Фан ва технология", 2011. 184 б.

⁵ Umarov F.U. Innovatsion-investitsiya faol tadbirkorlikning muhim omili. "Iqtisodiyot va innovatsion texnologiyalar" ilmiy elektron jurnali. No 1, yanvar- fevral, 2018 yil

⁶ Burxanov A. Hududlarga xorijiy investitsiyalarni jalb qilish-milliy iqtisodiyot barqarorligini ta'minlashning asosiy omili. Biznes-Ekspert, 2018 yil. No10.,7-13 bet.

⁷ O'zbekiston Respublikasi Davlat statistika qo'mitasi ma'lumotlari. <https://www.stat.uz/uz/>.

Name of regions (provinces).	years						2016- 2021 increase in times
	2016	2017	2018	2019	2020	2021	
Total for the republic	51232,0	72155,2	124231,3	195927,3	210195,1	239552,6	4,7
Republic of Karakalpakstan	3778,3	2822,0	6757,8	8750,6	7089,8	8110,7	2,1
Andijan	2188,5	2986,0	4711,9	7452,1	9622,6	11176,6	5,1
Bukhara	5922,9	11613,4	9610,9	10366,6	12183,9	20528,3	8,5
Jizzakh	1449,7	1788,2	3606,3	7900,9	12545,4	9233,6	6,4
Kashkadarya	7304,4	11175,3	16518,5	24462,5	20557,6	17359,1	2,4
Navoi	2963,2	3977,9	10579,5	17646,3	15688,4	15020,1	5,1
Namangan	2824,5	3586,7	8158,1	12084,9	12007,2	12982,0	4,6
Samarkand	3623,5	4384,2	7061,4	10266,7	14656,4	15641,6	4,3
Surkhandarya	2142,4	3551,0	7240,6	11835,1	10068,2	12037,8	5,6
Syr Darya	1322,9	1628,0	2699,3	5869,1	7191,9	8051,8	6,1
Tashkent	4238,7	5938,4	11226,9	20353,9	21148,6	28113,6	6,6
Ferghana	2643,6	2954,5	5539,1	8685,4	11040,0	12625,2	4,8
Khorezm	1560,5	2175,9	3013,8	5032,0	5391,8	8292,0	5,3
Tashkent sh.	9268,9	13573,7	26435,7	42458,1	50371,3	58172,7	6,3

If we pay attention to the main results of investment activities in the regions of our republic, in 2016, investments in fixed capital in the country amounted to 51232.0 billion. amounted to 239,552.6 billion soums, and this indicator has a consistent growth rate and will reach 239,552.6 billion by 2021. reached soums and increased by 4.7 times (Table 1). A high growth rate is observed in the regions of Bukhara (8.5 times), Tashkent (6.6 times), Jizzakh (6.4 times), Syrdarya (6.1 times) and Tashkent city (6.3 times).

245.0 trillion from the total sources of financing for the development of economic and social spheres in the Republic of Uzbekistan in January-December 2021. soums were appropriated. 23.1 billion in dollar equivalent. USD. was absorbed and made 105.2% compared to 2020.

In January-December 2021, 61.9% of investments in fixed capital or 151.5 trillion. 38.1% or 93.5 trillion soums were financed from the funds raised, from the own funds of enterprises, organizations and residents. Soum was financed.

According to official statistics, the share of foreign direct investments and loans in the financing of fixed capital in our country is 36 percent, of which 13.7 percent are foreign direct investments. organized.

In January-December 2022, investments in fixed capital from all financing sources amounted to 269,857.5 billion soums, and the growth rate compared to the same period last year was 100.9 percent.

The share of foreign loans under the guarantee of the Republic of Uzbekistan in the total volume of capital investments is 5.6%, commercial bank loans and other debt funds - 7.8%, public funds - 9.5%, development and reconstruction fund - 0.9 percent, the Water Supply and Sewerage System Development Fund - 1.1 percent of the Republic's budget funds.

Compared to the corresponding period of 2021, higher growth rates of fixed capital investments: foreign direct investment (FDI) - 110.7 percent, enterprise funds - 110.6 percent, direct foreign investments and loans - 104.3 percent, public funds - 103.2 percent.

In 2017, the volume of foreign investments and loans made to the economy of our republic amounted to 3.3 billion dollars, and by the end of 2022, this indicator has tripled to 9.8 billion dollars. As a result, the share of foreign investments and loans in total investments increased from 23.8 percent to 40.5 percent.

At the same time, the volume of foreign direct investments and loans amounted to 2.5 billion dollars in 2017, and by 2022 it will increase 3.4 times to 8.5 billion dollars. Their share in total investments increased from 17.7% to 35.4%.

The number of enterprises and organizations with foreign investments is increasing year by year. Their number was 5.5 thousand in 2017, and by 2022 their number will reach 15.8 thousand. 6,400 of them are joint ventures, 9,300 are wholly foreign enterprises.

30.5% of enterprises with foreign capital are trade, 27.5% are industry, 8% are construction, 4.8% are agriculture, 4.1% are accommodation and catering facilities, 2.9% are storage and transportation, 4, 8 percent work in communication and information fields, 17.4 percent work in other fields.

The importance of investments in fixed capital is high in the economic development of regions. The importance of investments in fixed capital in the socio-economic development of regions can be expressed as follows:

- the increase in the volume of investments in fixed capital, as a factor of high technological development and intensive economic growth, has a positive effect on the annual growth rate of GDP;
- as a result of diversification of modern industrial sectors of the economy, implementation of structural reforms, it will be possible to start the production of import-substituting and export-oriented products;

- on the basis of the rational use of the existing investment potential, it is possible to increase the standard of living of the population through the wide development of business activities and the creation of new jobs. As a result, the expansion of gross demand in the economy due to the regular increase in the income of the population creates conditions for further development of production.

It is known that the financing of innovation-investment activities in enterprises is one of the most urgent issues of today. Therefore, implementation of investment provision based on modern effective sources of state and private partnership programs will increase the production and technical potential of enterprises, increase the level of legal and property protection for foreign investors by state management bodies, and reduce the investment risk they take.

The composition of investment resources is of great importance in the investment activities of industrial enterprises. Investors choose investment resources based on their economic and entrepreneurial abilities and opportunities.

In our republic, the weight of financing investment projects with the help of centralized funds was large in the early years. However, due to the rational economic policy conducted in our country,

the state budget funds in investment processes are gradually decreasing, and the volume of other financial resources is increasing year by year.

Today, the participation of the population in financing the investment activities of industrial enterprises is still imperceptible. The main reason for this is the inability of the population to become an active participant in the financial market.

The decrease in investments based on budget funds is also a positive indicator, which indicates that the economy is modernizing, as well as the state's intervention in the economy is decreasing. The main reasons for the decrease in the weight of the personal resources of economic entities in the investment activity are the lack of financial resources at the disposal of enterprises and the slow attention of enterprises to the reinvestment process.

In our opinion, it is appropriate to organize the use of additional sources only when the need arises.

In conclusion, it should be noted that the organization and promotion of innovation-investment cooperation based on public and private cooperation may depend on the following:

- introduction of new innovative technologies in business activities;
- wide and effective use of scientific achievements;
- introduction of the most modern technologies into production;
- to develop innovations in all branches and sectors of the national economy;
- potential customers to use resource-saving, import-substituting, ecologically safe technology by improving their institutional foundations;
- to introduce small innovative projects in the industry, to use the opportunities available in entrepreneurs and private financing in order to quickly receive its benefits, etc.
- we believe that the main directions of increasing the attractiveness of investments in industrial enterprises include increasing the export potential of products, intensifying production, developing types of diversification, etc.

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