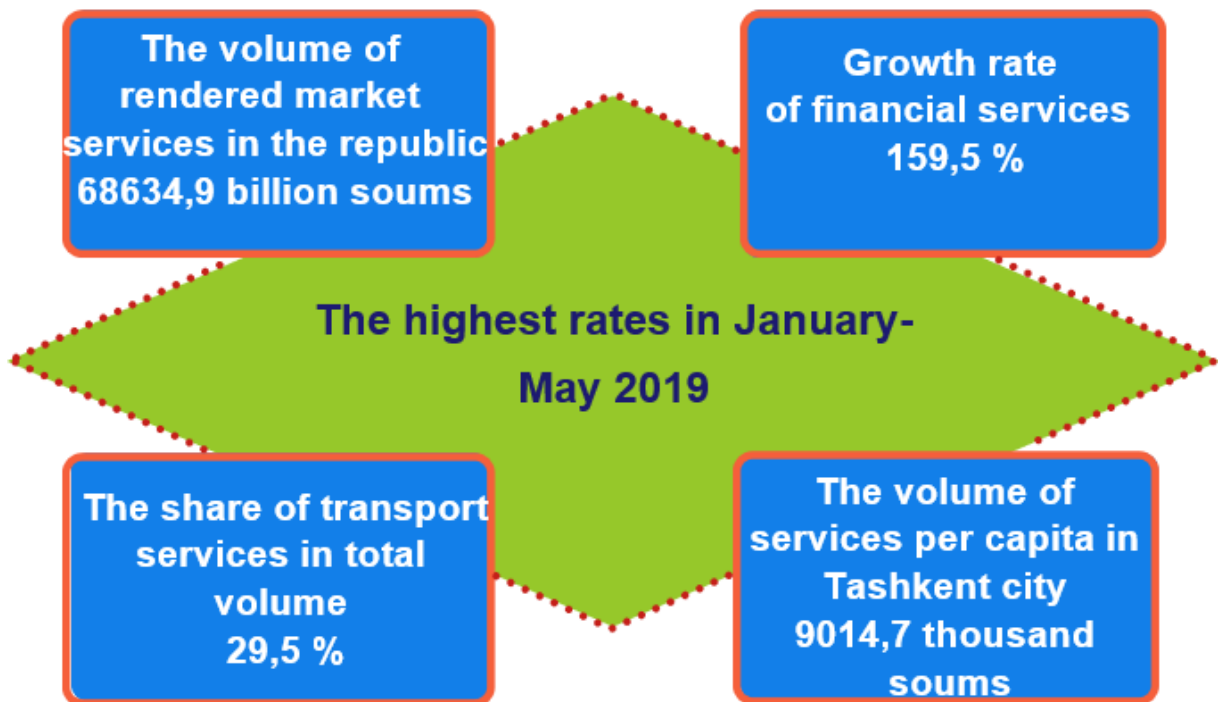


The development of the service sector is a reflection of ongoing reforms

Currently, the service sector plays a crucial role in the economies of developed countries. In Uzbekistan, the tertiary sector is sometimes referred to as the service sector, which one of the fastest growing sectors of the country's economy.

According to preliminary data, the volume of market services rendered in January-May 2019 was equal to 68,634.9 billion soums. Its nominal volume increased by 13,405.5 billion soums. In comparable context, increased by 13.2% compared to the same period of last year.

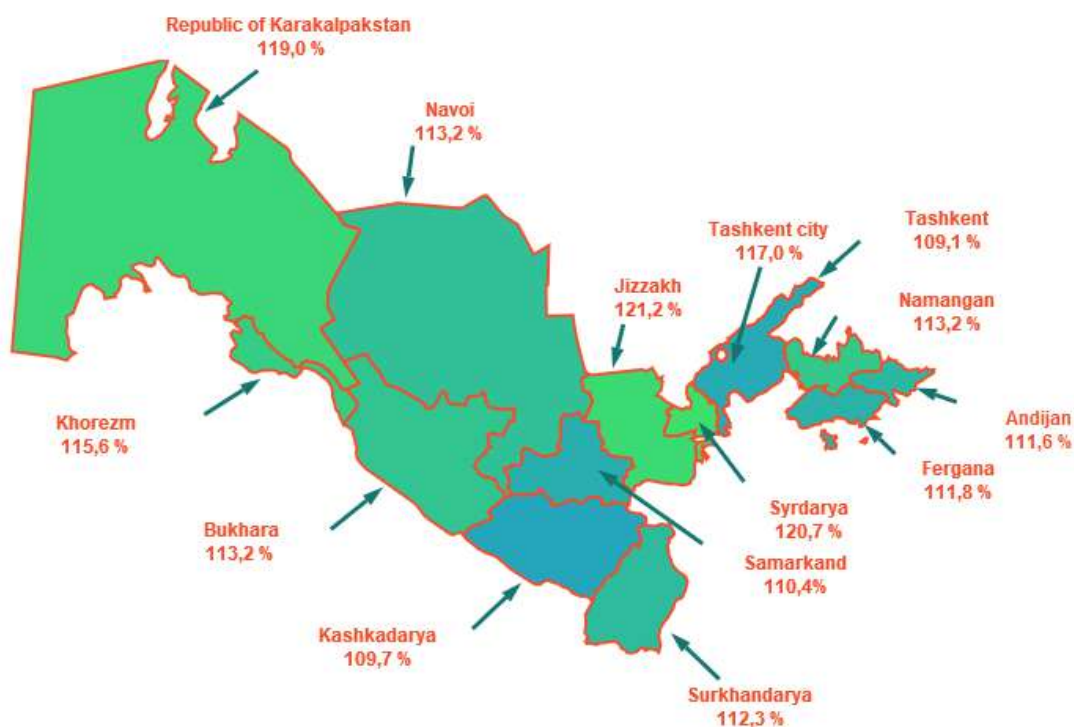


**Main indicators of services production by regions
in January-May 2019**

	The volume, bln. soums	Growth rate to the previous year, %	Per capita volume, thousand soums
Republic of Uzbekistan	68634,9	113,2	2060,1
Republic of Karakalpakstan	2093,3	119,0	1117,9
regions:			
Andijan	3574,0	111,6	1163,4
Bukhara	2915,0	113,2	1536,3
Jizzakh	1474,6	121,2	1088,0
Kashkadarya	3078,8	109,7	956,3
Navoi	1739,0	113,2	1772,5
Namangan	2726,4	113,2	988,5
Samarkand	4466,8	110,4	1173,5
Surkhandarya	2526,9	112,3	981,2
Syrdarya	909,2	120,7	1093,5
Tashkent	4919,5	109,1	1694,7
Fergana	4114,1	111,8	1115,1
Khorezm	2042,6	115,6	1111,1
Tashkent city	22684,5	117,0	9014,7

In January-May 2019, the leading position was occupied by Jizzakh (121.2%), Syrdarya (120.7%), Khorezm (115.6%) regions, Republic of Karakalpakstan (119.0%) and Tashkent city (117.0 %).

Growth rate of rendered market services by regions in January-May 2019, %

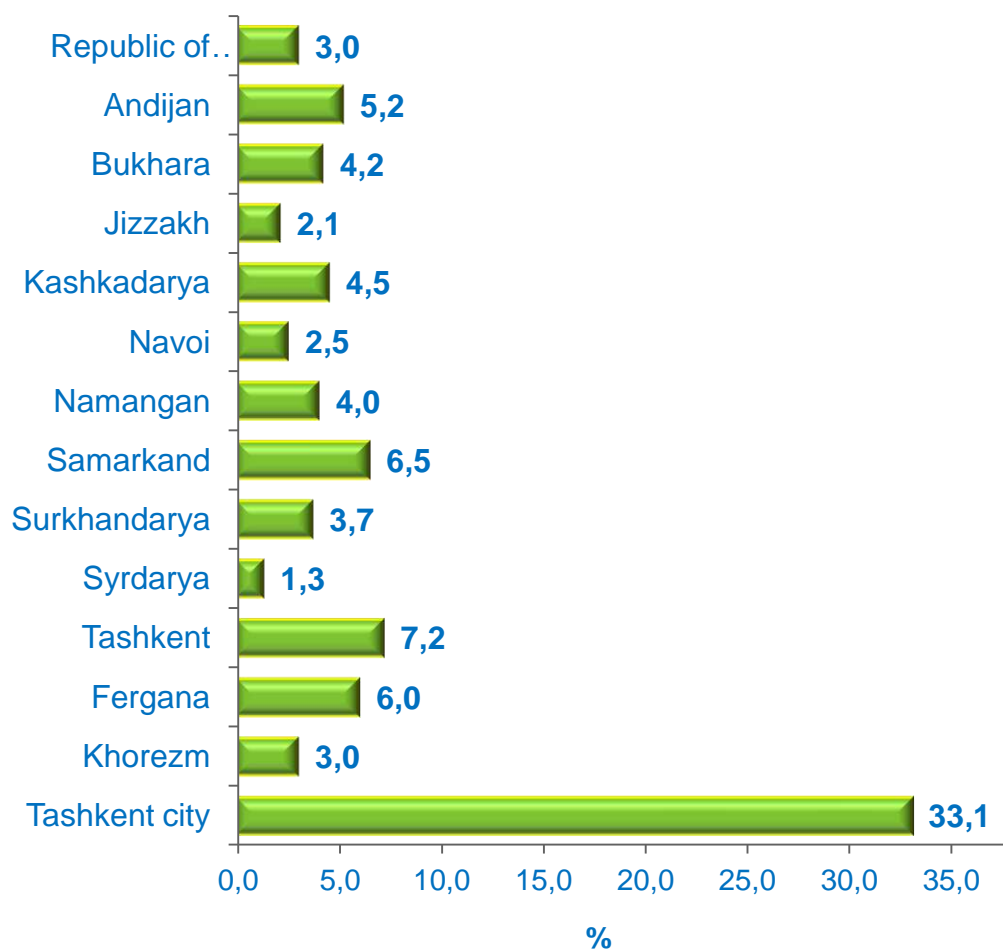


Prospects for the socio-economic development of modern Uzbekistan depend on the rational use of all the resources of each economic region and region of the republic in national and local interests.

The high growth rates in the service sector in Tashkent city are due to the fact that, unlike other regions, the real income of population is higher. In addition, the impetus for the growth of various types of services in this area is the development of infrastructure for the production of final consumer products.

The share of Tashkent city in total volume of services was the most significant - 33.1%. Also, the largest share was recorded in Tashkent (7.2%), Samarkand (6.5%), Fergana (6.0%) and Andijan (5.2%) regions.

The share of regions in total volume of rendered market services in January-May 2019, %

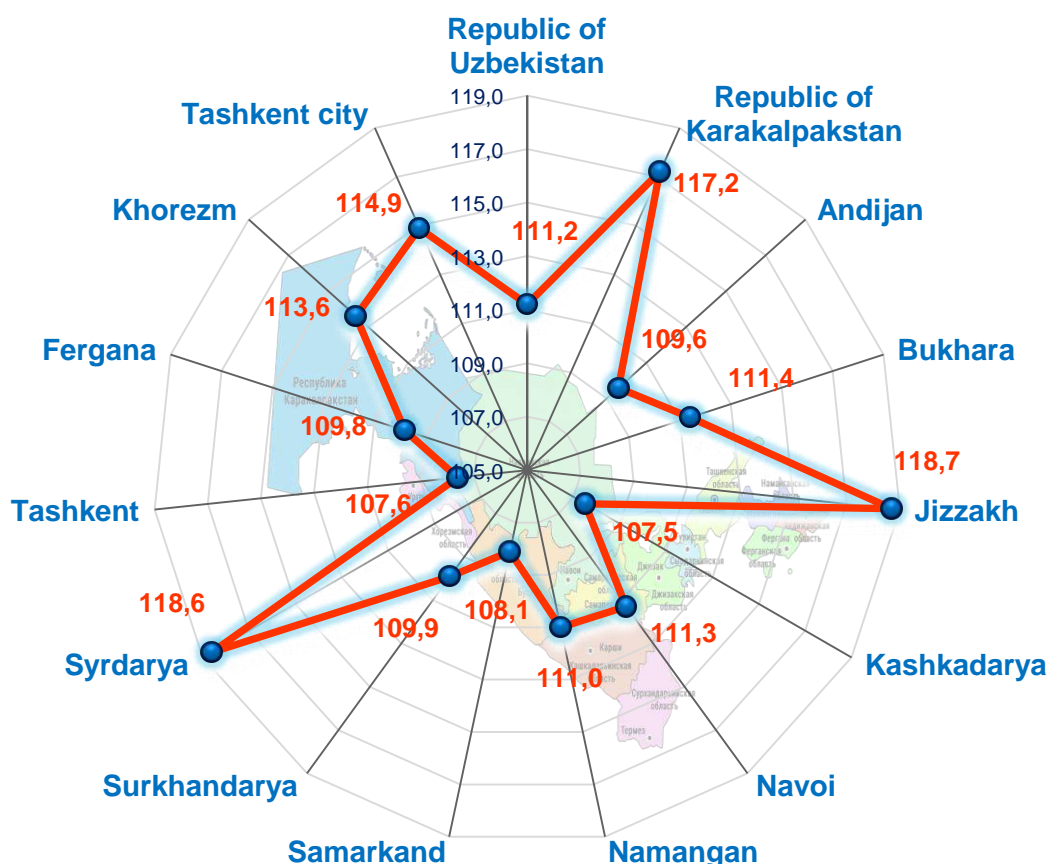


The lowest figures of the service sector were observed in Syrdarya (1.3%), Jizzakh (2.1%), Navoi (2.5%), Khorezm (3.0%) regions and Republic of Karakalpakstan (3.0%).

The region is a territorially distinct part of the country's economy. Each region differs from each other with specialization, the complex development of the economy and the possibility of its management.

Compared to last year, the volume of rendered market services per capita increased by 371.6 thousand soums and was equal to 2060.1 thousand soums, its growth was 11.2%

Average per capita growth rates by regions in January-May 2019, %



The growth in volume of rendered market services per capita was recorded in Jizzakh (18.7%), Syrdarya (18.6%), Khorezm (13.6%) regions, the Republic of Karakalpakstan (17.2%) and Tashkent city (14,9%).

Low growth rates were recorded in Kashkadarya (107.5%), Tashkent (107.6%) and Samarkand (108.1%) regions.

One of the factors affecting the increase in volume of market services per capita was population size. In regions where the population size is smaller, the volume per capita is greater. For instance, as of April 1, 2019, the population in Navoi region was fixed at 981.1 thousand people, the rendered volume of market services per capita in January-May 2019 reached 1772.5 thousand soums.

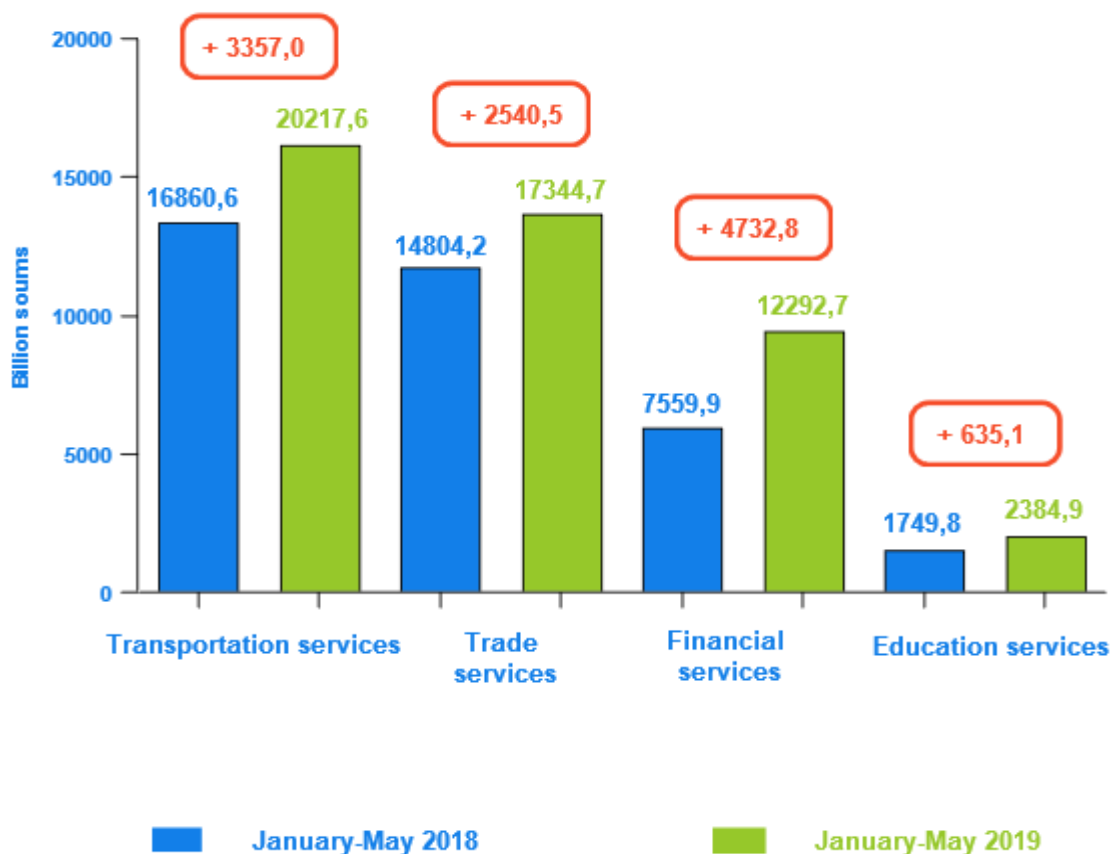
A comparison of average figures of selected regions in January-May 2019



At the same time, the population in Kashkadarya region was three times more (3,219.4 thousand people), but volume of services per capita was only 956.3 thousand soums.

In January-May 2019, there was an increase in volume of trade, transport, financial services, as well as services in the field of education.

Increase in certain types of services compared to January-May 2018, billion soums



This increase can be explained by a number of factors, in particular the appearance on the market of new services, such as Internet sales, the opening of new shopping centers, catering, hotels, expansion of organizations in educational services, a huge choice in entertainment and others.

**Main indicators of services production by types of economic
activity in January-May 2019**

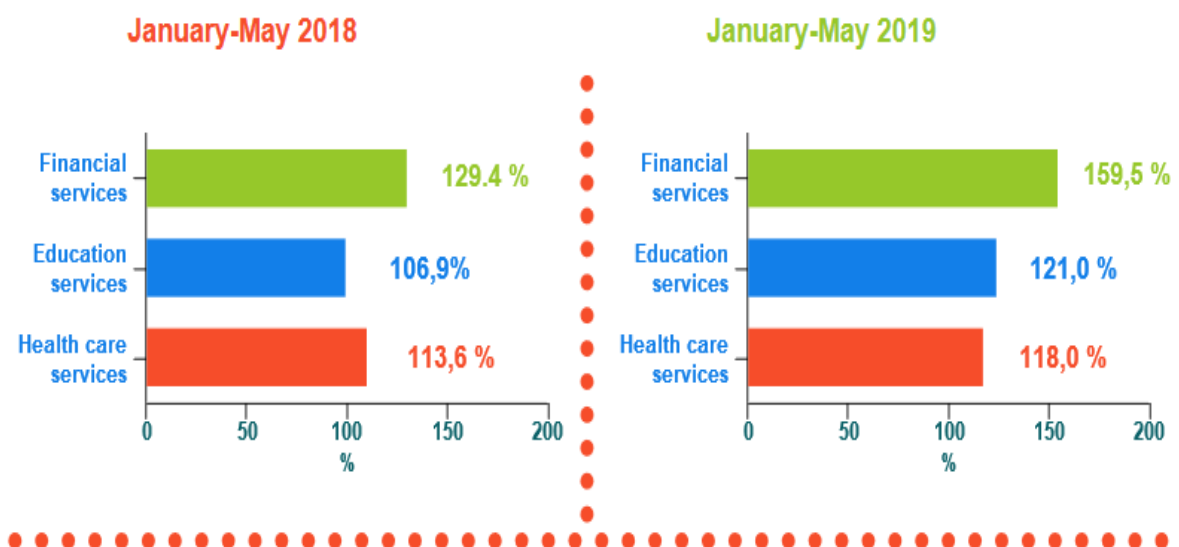
	Volume, billion soums	Growth rate to the previous year, %
Services - total	68634,9	113,2
including:		
Communication and information services	3849,7	107,8
Financial services	12292,7	159,5
Transportation services	20217,6	104,8
including motor transport services	8965,0	101,0
Accommodation and food services	1998,2	105,5
Trade services	17344,7	104,1
Real estate services	2101,7	104,5
Education services	2384,9	121,0
Health care services	991,4	118,0
Lease and rental service	1369,9	101,6
Repair services of computers and household goods	1133,0	103,3
Individual services	1679,7	104,5
Architecture, engineering research, technical testing and analysis services	1159,2	129,9
Other services	2112,2	103,6

For information: as international experts consider, “a solid financial situation, including low government debt and a narrow budget deficit, strong economic growth, a profitable and well-capitalized banking system remain the country's credit advantage” (<https://raexpert.eu/>).

At present, the financial and banking system of Uzbekistan operates stably and meets strictly established international standards. Simplified in recent years, the procedure for crediting provides convenience for entrepreneurs and foreign investors.

In January-May 2019, the growth rate of financial services amounted to 159.5%. In addition, the highest growth rates were recorded in architecture, engineering surveys, technical tests and analysis services (129.9%), as well as in education (121.0%) and health care (118.0%).

For information:

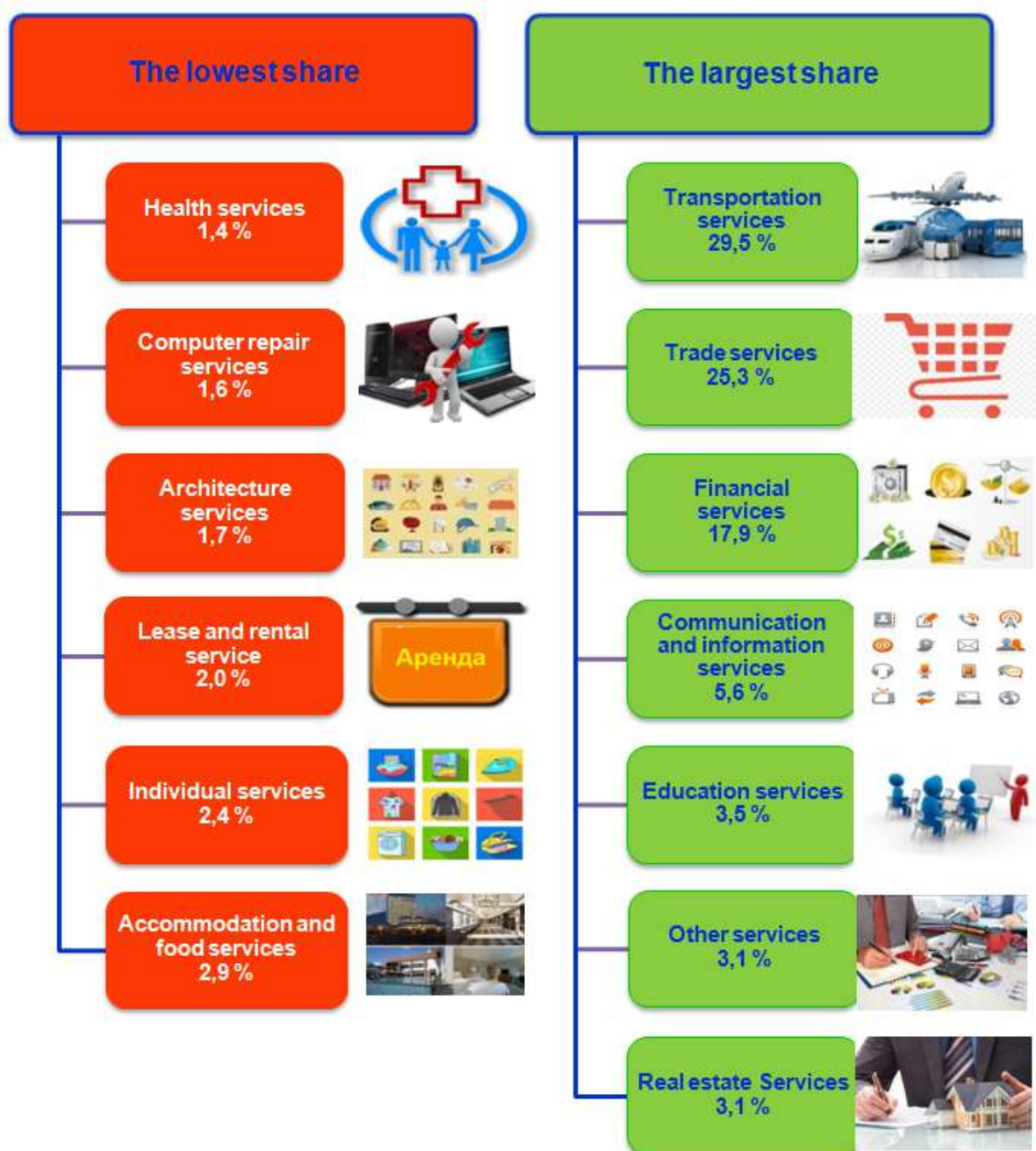


Growth rates of rendered market services by economic activity
in January-May 2019, %



The increase in volume of transport services is associated with an increase in demand for freight and passenger transportation services, which, in turn, is due to the accelerated development of tourism activities, the expansion of trading network, the further implementation of construction projects, and the reconstruction of buildings and structures.

Structure of services by economic activity in January-May 2019, %

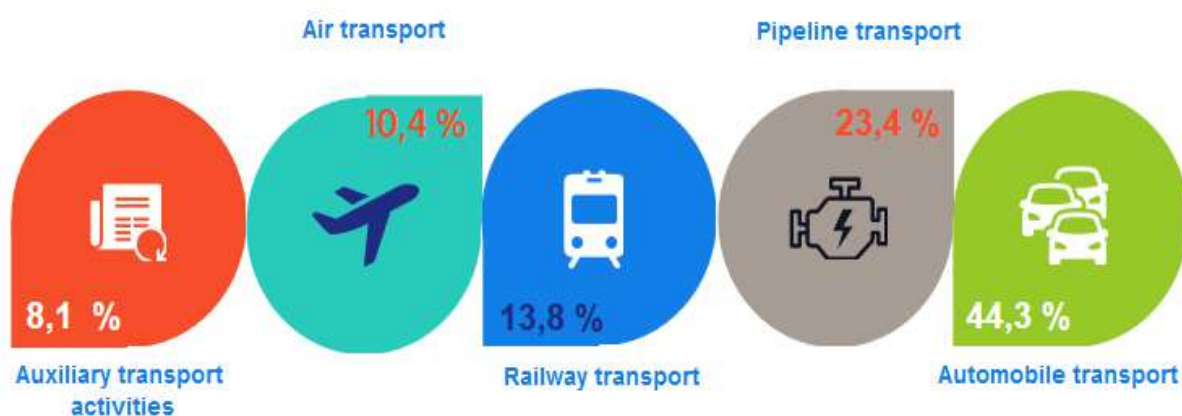


Their share in total volume of rendered market services for the current period was 29.5%.

At the same time, the largest share was recorded in trade services (25.3%), financial services (17.9%), communication and information services (5.6%), education services (3.5%), and real estate services (3.1%).

Today, Uzbekistan has a huge transport potential and unique capabilities to meet the needs of the country in movement of goods and passengers in all directions and all possible modes of transport.

Structure of transport services by modes of transport in January-May 2019, %



The largest part of transport services is accounted for transport services of goods and passengers by road. This is due to the mobility of transport and the relatively low prices for the cost of services compared to air and rail transport.

Of total transport services, the share of road transport was 44.3%.

The volume of pipeline transportation in transport services was 23.4%. In turn, services rendered by rail transport in total volume of transport services reached 13.8%. The share of freight and passenger transportation services by air was 10.4%, and auxiliary transport activities - 8.1%.

The economic essence of trade lies in mediating the promotion of goods from producers to consumers through sale and purchase. Trade, as a field of activity, is closely connected with monetary circulation and the financial system of the country. Through trade, the bulk of goods are sold through their exchange for cash income of population, which regularly provides the banking sector.

In January-May 2019, the share of trade in total volume of rendered market services was 25.3%, which corresponds to 17344.7 billion soums.

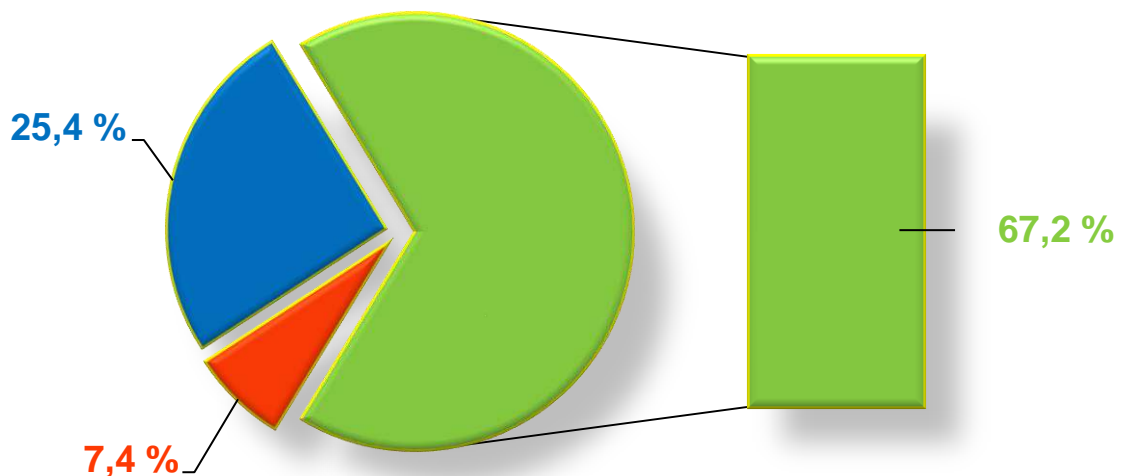
Trade services



Retail trade took almost three quarters of total volume of trade services, more precisely, 67.2%.

In January-May 2019, the share of services in wholesale trade (except for car and motorcycle trade) reached 25.4%.

The structure of trade services in January-May 2019, %

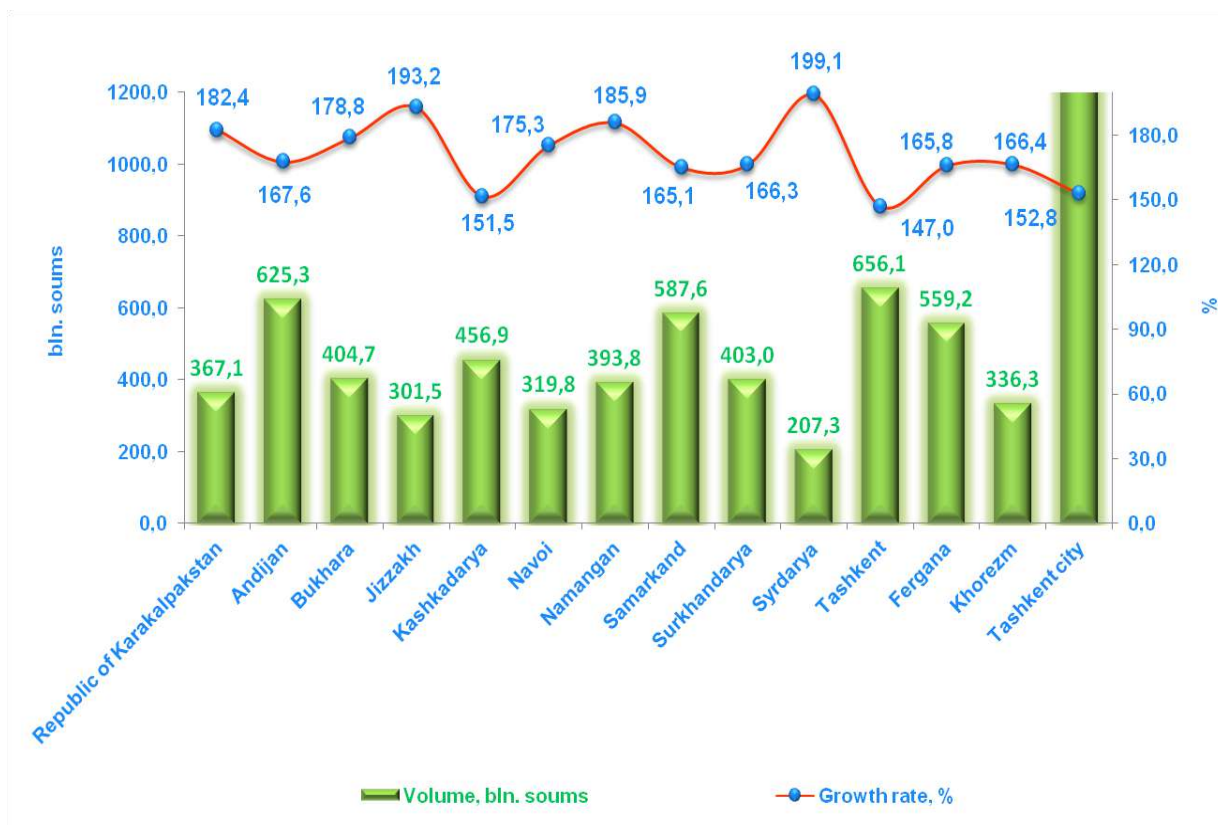


- Wholesale and retail trade services of motor vehicles and motorcycles, including car and motorcycle repair services
- Wholesale trade services (excluding cars and motorcycles)
- Retail trade services, (except for trade in cars and motorcycles)

Services in wholesale and retail trade of motor vehicles and motorcycles, including services for repair of cars and motorcycles, in total volume of trade services are 7.4%.

Reforming, liberalizing and improving the sustainability of the country's banking financial system is one of the most important areas of state policy. The program documents for reforming the banking financial system focus on ensuring its sustainability, attracting additional investments, further improving the performance of the system in accordance with the international standards, expanding the volume of financial services provided, as well as increasing public confidence.

The volume and growth rate of financial services in the context of regions in January-May 2019



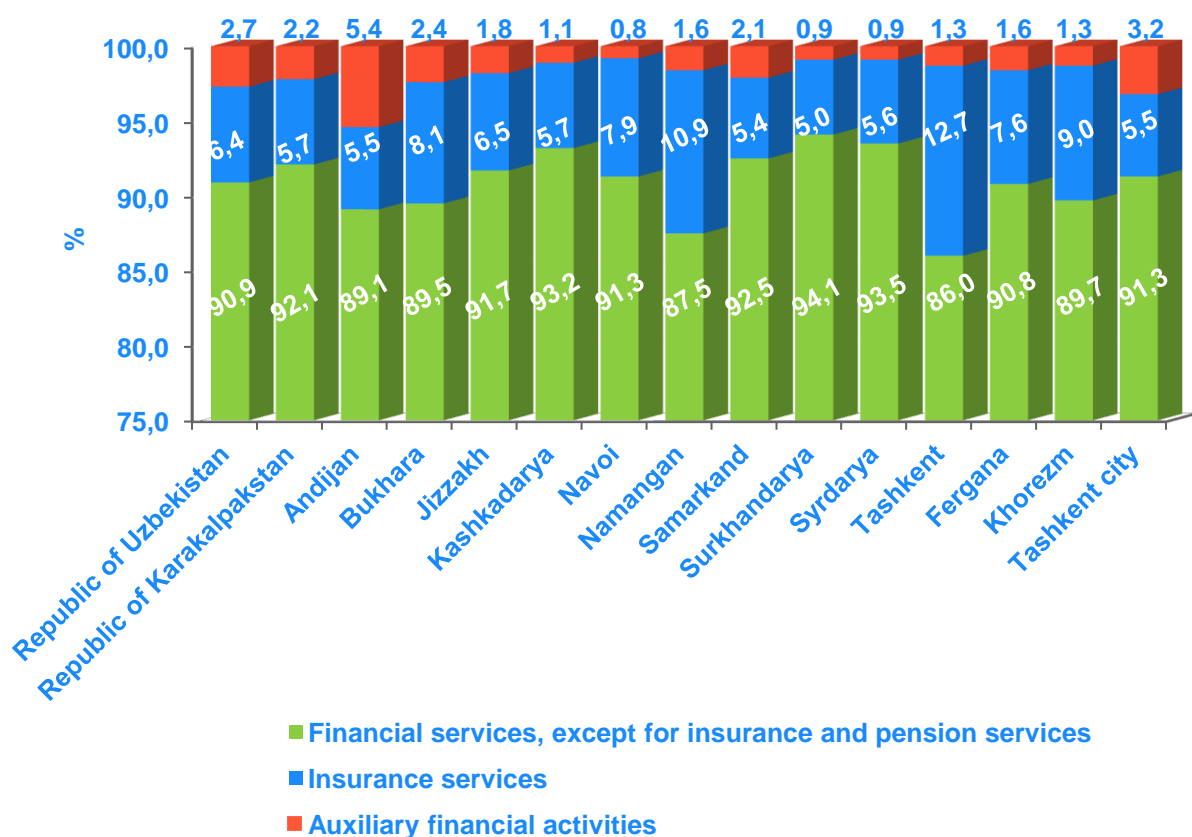
In January-May 2019, the volume of financial services was equal to 12292.7 billion soums, compared to the same period of last year, the growth rate reached 159.5%.

In relation to January-May 2018, the growth of financial services was observed in Syrdarya (99.1%), Jizzakh (93.2%), Namangan (85.9%), Bukhara (78.8%), Navoi (75, 3%) regions and Republic of Karakalpakstan (82.4%).

Compared to other regions, growth rates in Tashkent (147.0%), Kashkadarya (151.5%) regions and Tashkent city (152.8%) were insignificant over the same period.

The share of financial services, except for insurance and pensions, was 90.9% of total financial services.

**The structure of financial services by regions
in January-May 2019, %**



The share of these services was considerable in Surkhandarya (94.1%), Syrdarya (93.5%), Kashkadarya (93.2%), Samarkand (92.5%) regions and Republic of Karakalpakstan (92.1%). The lowest indicator was recorded in Tashkent region (86.0%).

Among the regions in the structure of financial services, the volume of insurance services prevails in Tashkent region. In January-May 2019, it reached 12.7%.

The lowest indicator for insurance services is noted in Surkhandarya region. As a percentage, it was 5.0%.

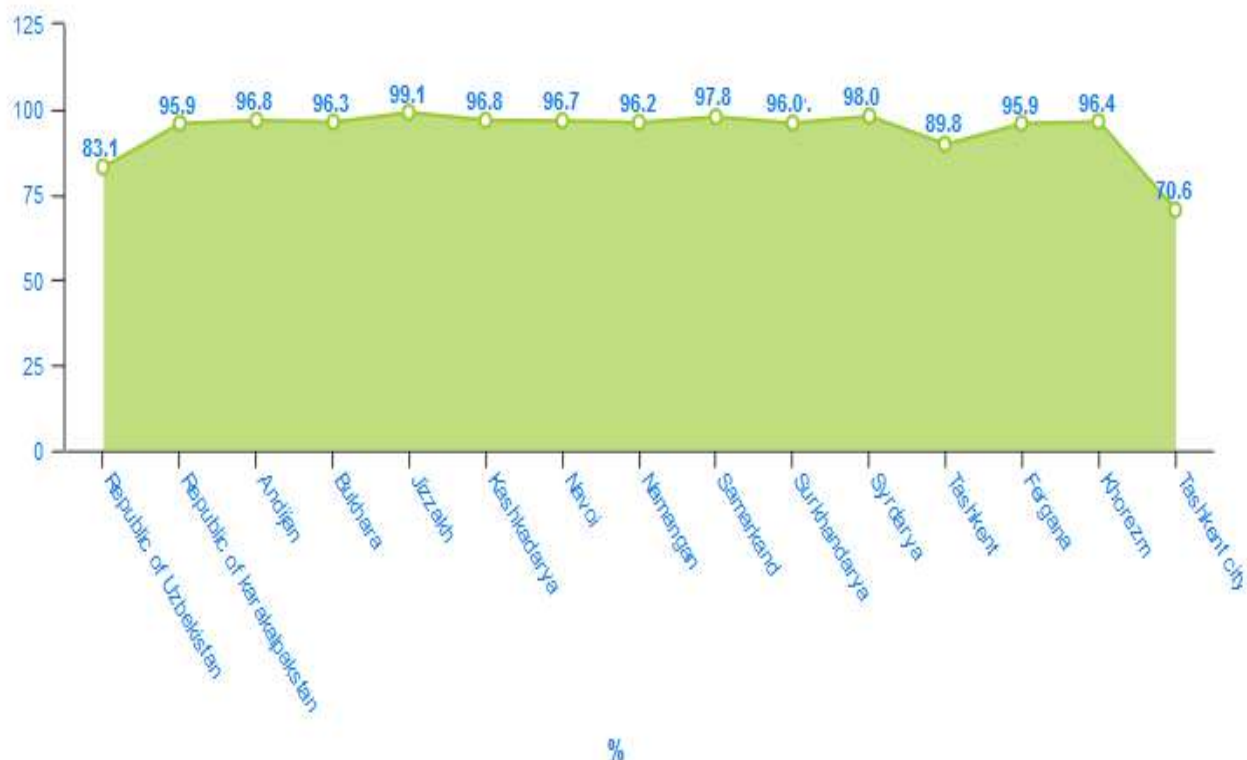
Present day, the field of information and communication technologies (ICT) is one of the fastest growing in the global economy, being both an engine of economic growth and a sector that has already significantly changed and transformed economic processes in other sectors and continues to influence the formation of a new type of economy based on knowledge, use of information and products of human intellectual labor.

In January-May 2019, the volume of communication services and information was equal to 3849.7 billion soums. Compared to the same period of last year, the growth of this type of services reached 7.8%.

The share in total volume of rendered market services was 5.6%.

In the volume of communication and information services, the largest share is accounted for by telecommunication services (wired and mobile communications, the Internet, satellite communications, etc.). Their share was 83.1%.

The share of telecommunications services in total volume of communication and information services by regions in January-May 2019, %

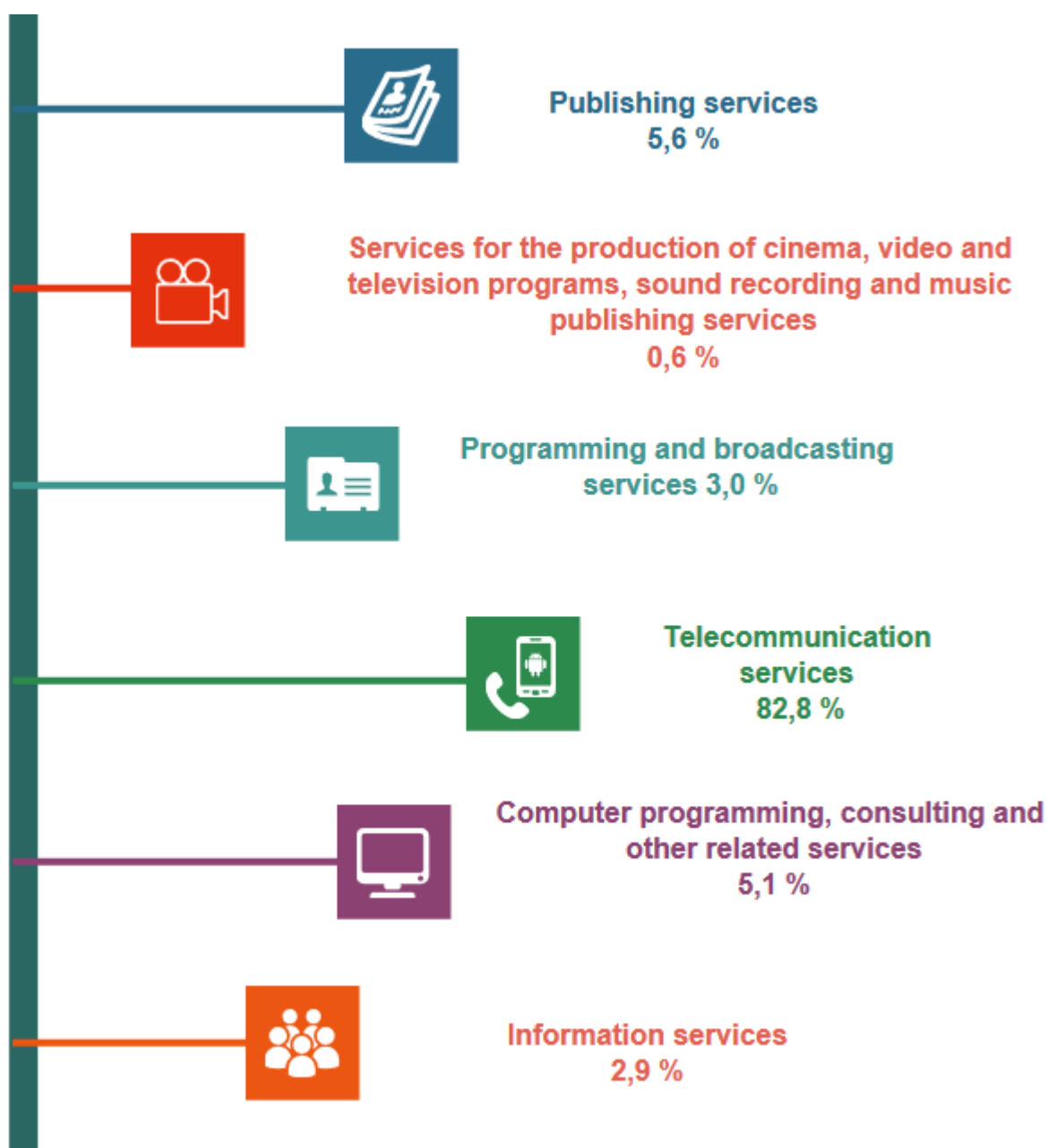


The highest indicators for the provision of telecommunications services were noted in Jizzakh (99.1%), Syrdarya (98.0%) and Samarkand (97.8%) regions.

A relatively low figure was recorded in Tashkent city, which amounted to 70.6%.

In addition, for the current period it was noted that publishing services occupied 5.5%, computer programming, consulting and other related services - 5.0%, programming and broadcasting - 2.9%, in the field of information - 2.9 % of total volume of communication and information services.

Structure of communication and information services in January-May 2019, %



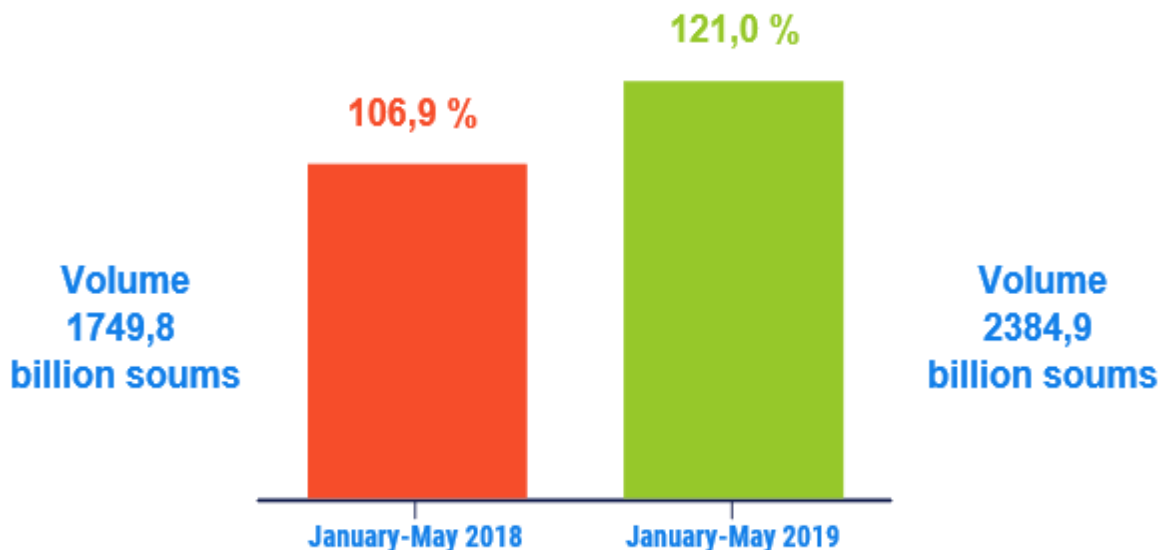
Services for the production of cinema, video and television programs, sound recording and music publishing services amounted only 0.6% of total volume of communication and information services.

As is known, providing citizens with quality and affordable education is a task that largely determines the development of society, its future.

In our country, this area is not only regarded as one of the most important, key areas of state policy, but in fact demonstrates colossal success.

In January-May 2019, the volume of services in the field of education reached 2384.9 billion soums. Compared to the last year increased by 21.0%.

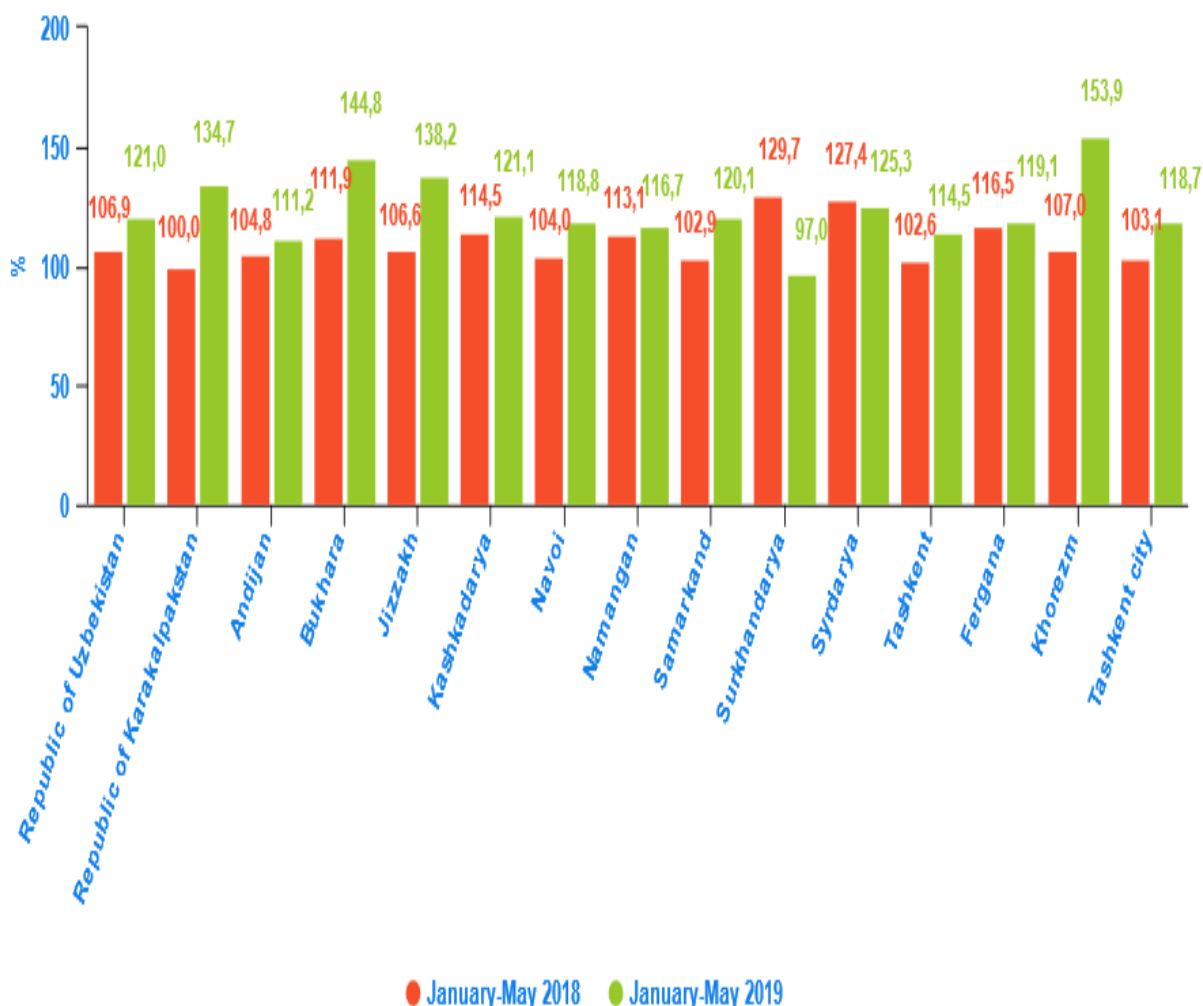
Comparison of the services in the field of education



The largest volume of services in the field of education was recorded in Tashkent city. In January-May 2019, it reached 1000.2 billion soums.

This is due to the fact that the largest part of educational institutions is located Tashkent city.

Comparison of the growth rate of education services in the regions, %



High growth rate in educational services was observed in Khorezm region - 153.9%.

In addition, the highest growth rates for services in the field of education are recorded in Bukhara (144.8%), Jizzakh (138.2%), Syrdarya (125.3%), Kashkadarya (121.1%) regions and the Republic of Karakalpakstan (134,7%).

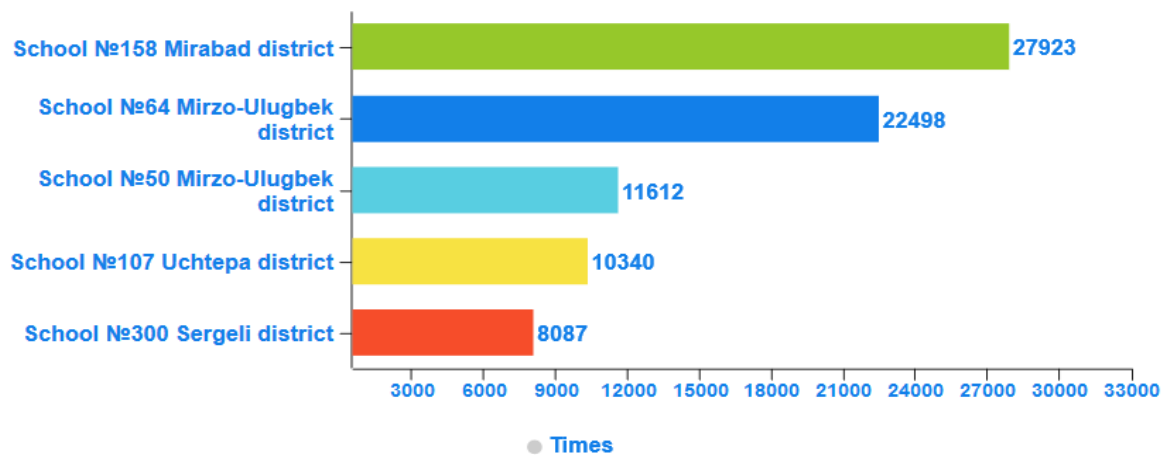
The lowest growth rate in January-May 2019 was recorded in Surkhandarya region - 97.0%.

For information: today, with the assistance of the electronic system AIS "Kundalik" in online mode, parents can monitor the performance of their children, communicate directly with principals, school teachers and with each other. Along with this, students have the opportunity to create different interest groups, expanding their horizons and ICT skills.

This system allows you to schedule lessons, form lesson plans for teachers, keep records of attendance and student performance in electronic journals and diaries.

In May 2019, the largest number of visits to this system (27,923 times) was recorded in Tashkent city. The rating of the most active schools is headed by the school №158 of the Mirabad district (<https://kundalik.com/>).

For information:



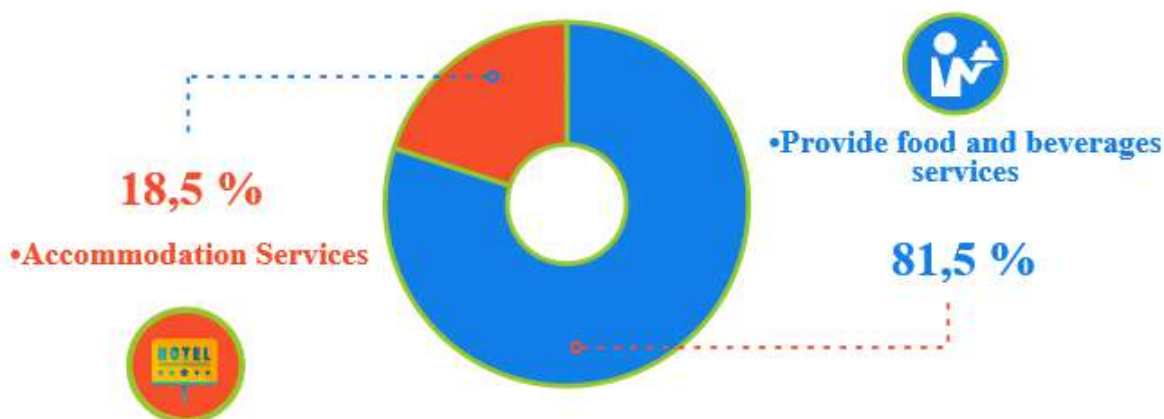
(<https://kundalik.com/>)

Compared to January-May 2018, the growth rate of accommodation and food services increased by 5.5%, while the volume increased by 328.8 billion soums and reached 1998.2 billion soums.

Food and beverage provision services prevail in the volume of accommodation and food services - 81.5%.

The share of accommodation services accounted for 18.5%.

**The structure of accommodation and food services
in January-May 2019, %**



The largest volume of services for accommodation and foods was recorded in Tashkent city - 872.0 billion soums, compared to January-May 2018, there was an increase of 139.5 billion soums.

The smallest volume was recorded in Syrdarya region, equal to 22.4 billion soums. Compared to last year the volume increased by 3.4 billion soums.

Comparison of the volume of accommodation and food services in the context of regions in January-May 2019, billion soums

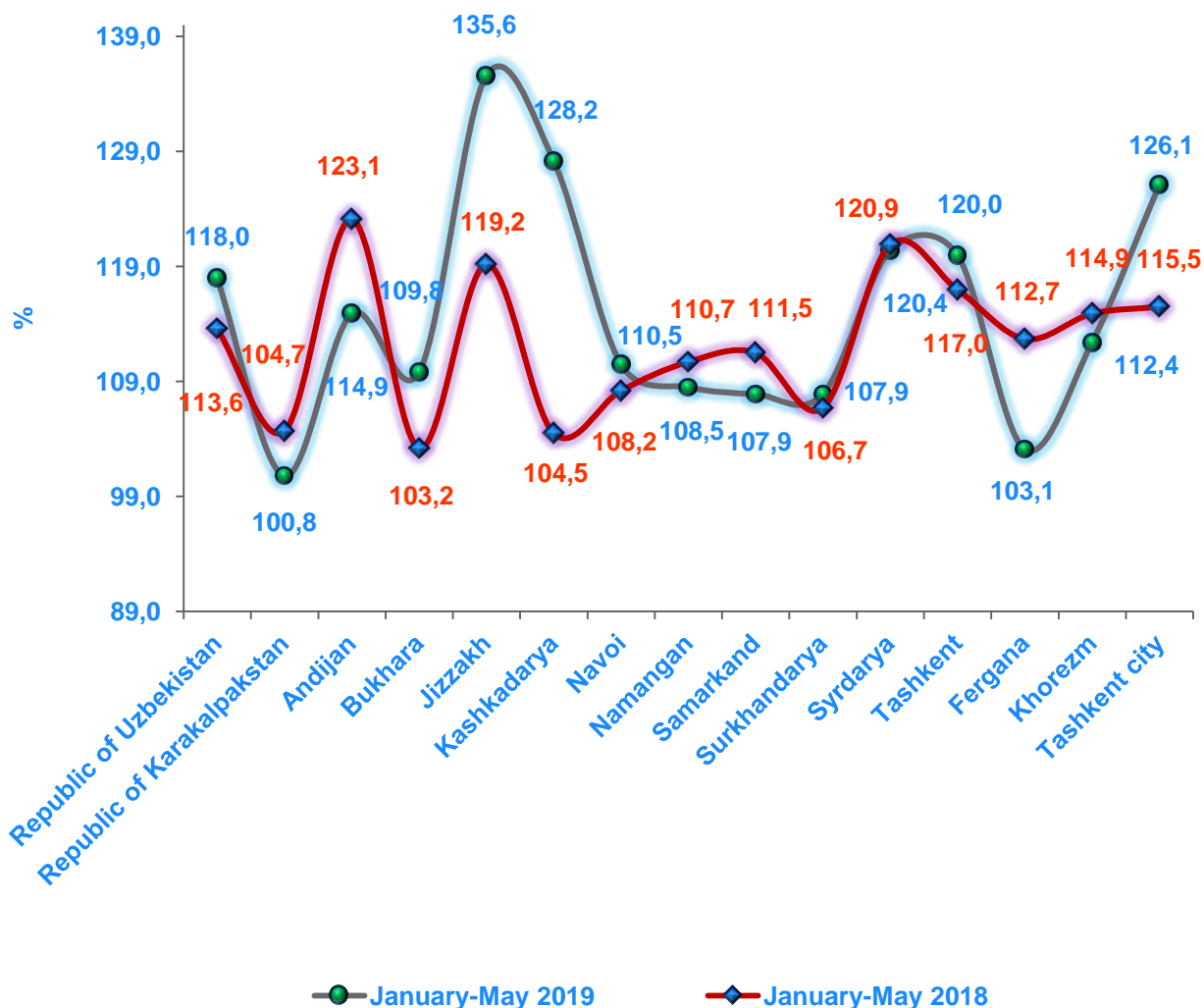


Based on the Action Strategy for 2017-2021, improving the system of social protection and protection of public health is one of the priority directions of development of the Republic of Uzbekistan.

As part of the implementation of measures to reform the health care system, the country achieved positive results in shaping the modern system of providing medical care to population.

In January-May 2019, the volume of health services reached 991.4 billion soums. Compared to the same period of last year, the growth rate was 118.0%.

The growth rate of health services in the context of regions, %

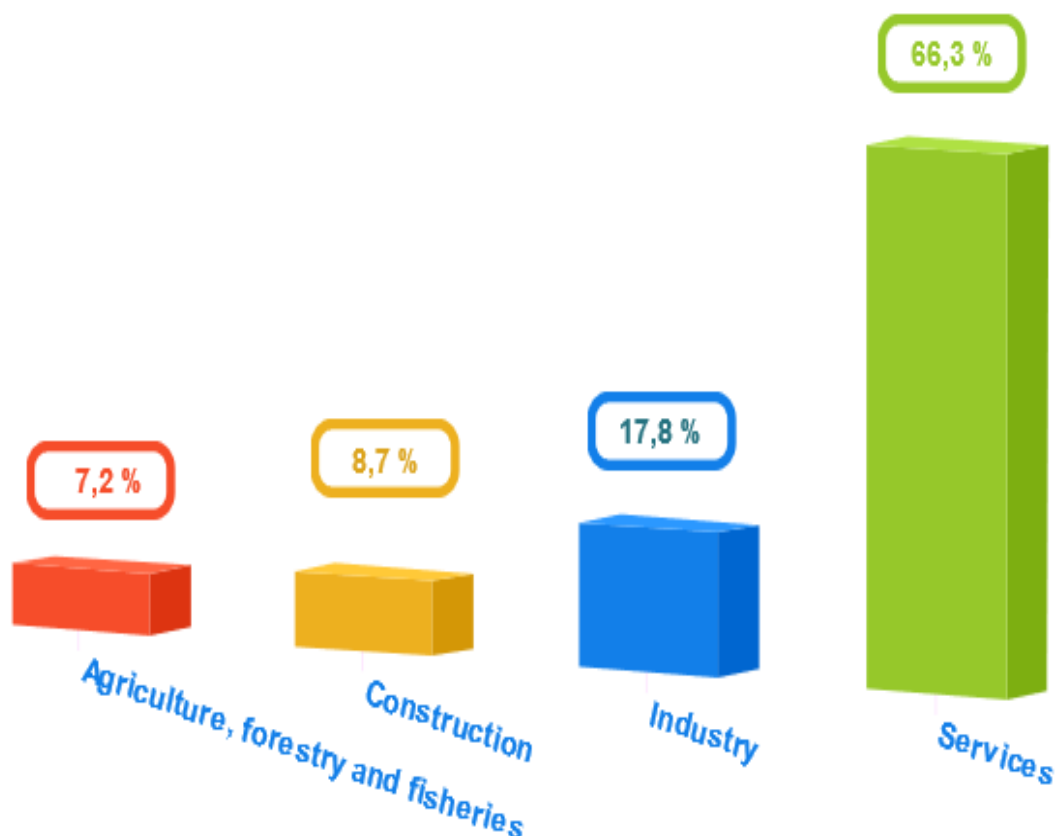


Despite the fact that the share in total volume of health services in Syrdarya region is considered the smallest (1.4%), their growth was 20.4%.

Along with this, high growth rates were recorded in Jizzakh (135.6%), Kashkadarya (128.2%), Tashkent (120.0%) regions and Tashkent city (126.1%).

In the republic, the total number of operating enterprises and organizations, as of June 1, 2019, was equal to 366.2 thousand units, of which 242.6 thousand units were involved in the services sector, which accounted for 66.3% of total amount.

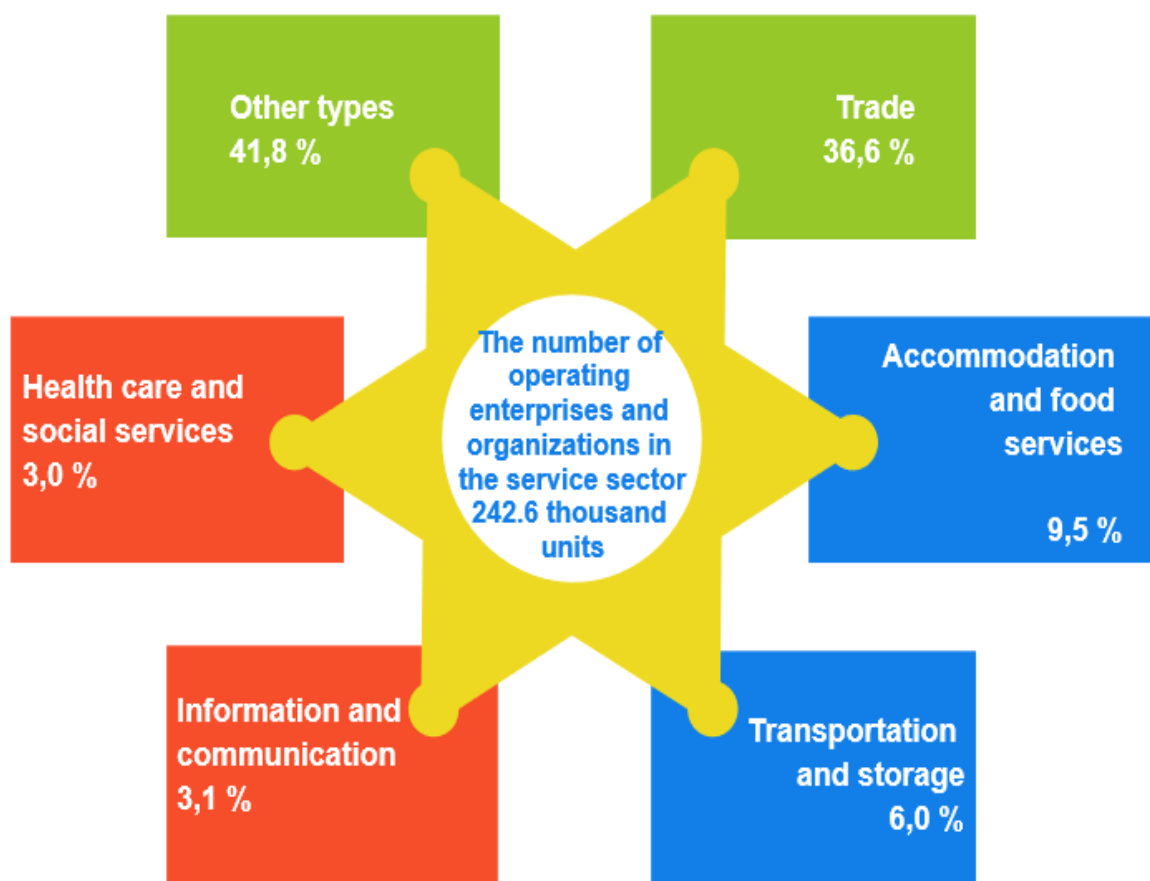
The share of operating organizations and enterprises of the services sector in total as of 01.06.2019, %
(without farms and dekhkan farms)



As of June 1, 2019, the share of enterprises and organizations engaged in trading activities (36.6%) prevails in the structure of operating enterprises and organizations in the service sector.

The share of existing enterprises and organizations which provide accommodation and food services was 9.5%.

Structure of operating enterprises and organizations in the service sector by type of economic activity as of 01.06.2019,%
(without farms and dekhkan farms)



The share of operating enterprises and organizations involved in transportation and storage in total number relating to the services sector reached 6.0%.

The share of operating enterprises and organizations engaged in information activities and providing communication services is 3.1%.

The share of existing enterprises and organizations providing services in the field of health care, as well as social services, amounted to 3.0%.

For information: as of 01.06.2018, 202.1 thousand enterprises and organizations were involved in the service sector.

In overall structure, trade services accounted for 33.1%, accommodation and food - 9.0%, transportation and storage - 6.2%, information and communication - 3.3%, health care and social services - 3.1% , other types - 45.3%.

When compared the number of operating enterprises and organizations in the service sector to the same period of last year, , as of June 1, 2019, it increased by 40.4 thousand units, and the growth rate was 20.0%.



The level of development of the service sector is an indicator of ensuring a decent quality of life for the population.

High quality and variety of services have a beneficial effect on health and mood of people, increase workers' productivity, reduce consumption costs, increase free time, and increase the efficiency of leisure.

Department of Services Statistics

71-230-80-59