

## VII. PRIVATIZATION OF ENTERPRISES AND ORGANIZATIONS



According to the State Assets Management Agency of the Republic, in January - December 2019, 842 enterprises and objects (hereinafter referred to as objects) were privatized (including program and extra-program objects).

### Main indicators of privatization (January-December 2019)

	Number of privatized enterprises and facilities		Receipt of funds from the sale of state assets	
	units	% of total	million soums	% of total
<b>Republic of Uzbekistan</b>	<b>842</b>	<b>100,0</b>	<b>480038,6</b>	<b>100,0</b>
Republic of Karakalpakstan	67	8,0	3378,3	0,7
<i>regions:</i>				
Andijan	111	13,2	5640,7	1,2
Bukhara	47	5,6	25229,9	5,3
Jizzakh	37	4,4	5248,1	1,1
Kashkadarya	64	7,6	3498,3	0,7
Navoi	29	3,4	10591,6	2,2
Namangan	77	9,1	32370,7	6,7
Samarkand	34	4,0	8645,3	1,8
Surkhandarya	60	7,1	6463,9	1,4
Syrdarya	26	3,1	1451,4	0,3
Tashkent	117	13,9	11267,3	2,3
Fergana	112	13,3	19342,1	4,0
Khorezm	31	3,7	3781,1	0,8
Tashkent city	30	3,6	262632,2	54,7
SAM Agency	-	-	80497,9	16,8

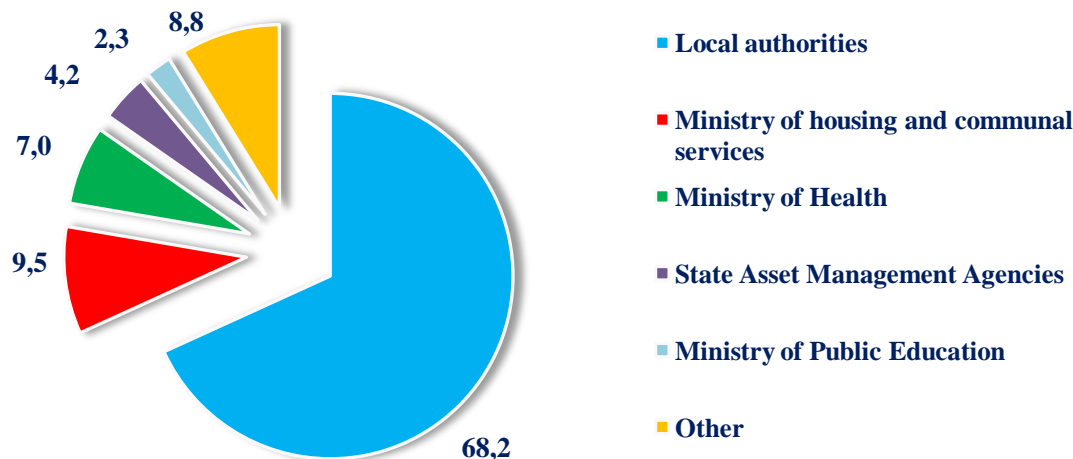
In the reporting period, the largest number of objects were privatized in the Tashkent region - 117 objects (13.9% of the total number of privatized objects in the republic), Fergana region - 112 objects (13.3%), Andijan region - 111 objects (13.2%), Namangan region - 77 objects (9.1%), the Republic of Karakalpakstan - 67 objects (8.0%), Kashkadarya region 64 objects (7.6%).

## Privatization of enterprises and organizations



### Structure of privatized state property by ministries and departments

January-December 2019 ( % of total)



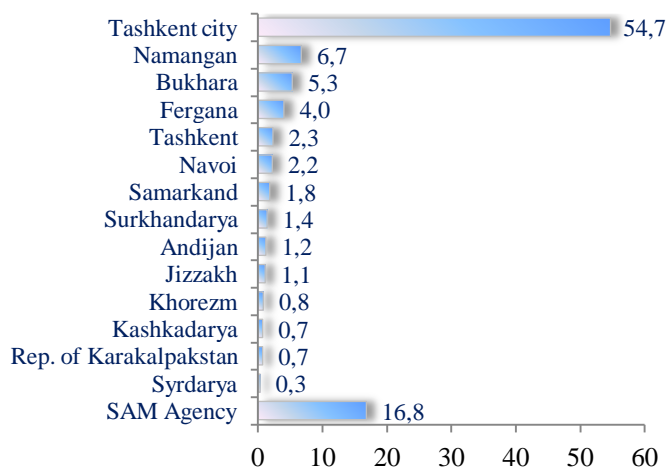
In the structure of privatized state property, the largest share falls on the objects of local authorities - 574 objects (68.2% of the total number of objects privatized in the republic), the Ministry of Housing and Communal Services - 80 objects (9.5%), the Ministry of Health - 59 objects (7.0%), the State Assets Management Agency - 35 objects (4.2%), the Ministry of Public Education - 19 objects (2.3%), the Ministry of Finance - 16 objects (1.9%).

The receipt of funds from the sale of state assets in January-December 2019 amounted to 480.0 billion soums.



### The structure of the proceeds from the sale of state assets by region

January-December 2019 ( % of total)



By regions, the largest part of the proceeds from the sale of state assets falls on Tashkent city (54.7% of all revenues), SAM Agency (16.8%), Namangan (6.7%), Bukhara (5.3%), Fergana (4.0%) and Tashkent (2.3%) regions.

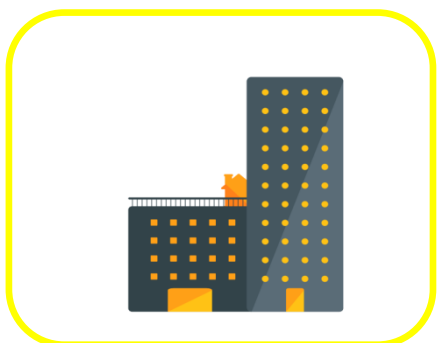
## Privatization of enterprises and organizations



➤ In order to effectively use the state non-residential fund, in January-December 2019, 32.4 thousand leases of state property were concluded.



➤ As a result of this, 5.3 thousand new jobs were created.



➤ A total of 178.6 billion soums were received from leasing state property.



➤ By regions, the largest part of the proceeds from the lease of state property accounted for Tashkent city (55.4% of all revenues), Surkhandarya (9.7%), Tashkent (5.8%), Andijan (3.9%) and Khorezm (3.5%) regions.

## Privatization of enterprises and organizations

## **Explanation of statistical indicators**

**Denationalization** - the transformation of state enterprises and organizations into business partnerships and societies, other enterprises and organizations that are not publicly owned.

**Privatization** is the acquisition from the state by individuals and non-state legal entities of objects of public property or shares of state joint-stock companies.

**Trades in state** - owned real estate (bidding) - organized by the seller or realtor organization, as well as a specialized organization providing services for organizing and conducting auctions and tenders, including in electronic form in the manner established by the Cabinet of Ministers of the Republic of Uzbekistan, tendering for the sale of state-owned real estate.

**The buyer** is a non-state legal entity or individual (resident or non-resident of the Republic of Uzbekistan) who has concluded a contract of sale of a state real estate object with the seller (hereinafter referred to as a contract of sale) in accordance with the legislation.

**Investment obligations** - obligations to make investments in a state-owned property, accepted by the buyer in the sale of a state-owned property, having a monetary value and carried out in forms that do not contradict legislation.

**Social obligations** - obligations undertaken by the buyer in the implementation of a state-owned property, not having a monetary value and carried out in forms that do not contradict the law.

**An auction** is a competitive bidding form for a buyer, in which the participant who offers the highest price receives the right to conclude a contract of sale of a state-owned real estate property. Auctions can be open or closed.

**Balance holder** - a legal entity to which an implemented state-owned real estate object is assigned.

**Starting price** - the price set by the seller to put up a state-owned property for auction.