
Attract Foreign Investments to the Regions

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Annotation. The article highlights issues that provide a competitive advantage to the regions and have a positive impact on the investment attractiveness of the regions by increasing the attractiveness of the investment environment when attracting foreign investment to the regions.

Key words: investment, foreign investments, investment environment, attractiveness, investment program, territory, doing business, competition, production, modernization, efficiency, innovation.

Introduction

The importance of the issue of the investment environment and its attractiveness in Uzbekistan is evident in the investment policy carried out by our government. The reforms implemented in our country to create a stable and efficient economy are showing their results today. At this point, it should be noted that in the words of the Honorable President Sh.Mirziyoev, "World experience shows that any country that has pursued an active investment policy has achieved stable growth of its economy. That is why investment is the driver of the economy, in Uzbek terms, the heart of the economy, it is no exaggeration. Along with investment, new technologies, advanced experiences, and highly qualified specialists will enter various industries and sectors, regions, and entrepreneurship will develop rapidly."

As we know, in 2018, which was declared as "the year of support for active entrepreneurship, innovative ideas and technologies", complex measures were implemented in our country to introduce modern scientific achievements, innovative ideas and technologies to the economy, social sphere and public administration. But at the same time, in many regions of Uzbekistan, the attractiveness of the investment environment for solving complex financial and economic problems.

It is required to study and teach the issues. It is inevitable that this will bring a large-scale investment flow to our national economy. In practice, increasing the load of existing capacities allows to increase the GDP by 12-8%. In our opinion, the possibilities of state investments are limited, moreover, their efficiency is low, because some of their problems, especially financial ones, have not been solved. Therefore, the demand of local and foreign investments is not fully satisfied. And for them, a favorable and attractive investment environment is necessary, and this environment allows Uzbekistan to compete in the international capital markets and allows to stop the outflow of capital from the country. The flow of foreign direct investment directly ensures the inflow of capital into the country. The current investment environment is not satisfactory

This is explained by the significant weakening of the role of certain regions of Uzbekistan, which causes these regions to lag behind most regions in the competition for investments.

Currently, the existence of the main problems in some regions limits the investment opportunities, as a result of which it also reduces the efficiency, because the lack of resolution of financial problems in them is one of the main reasons for their being among the weak regions. When we look at the analysis of the structure of the establishment of new enterprises in the regions, we observe their growth. However, at the same time, we can observe that their share in some regions is unsatisfactory.

For example, insufficient regulation of the bankruptcy process, as well as the grounds for the bankruptcy process itself, can seriously endanger the investor's rights. However, now the procedure for reviewing creditors' objections is being implemented with great problems. At the same time, one of the big investors, who was a bank creditor, could not achieve a positive result due to the lack of "transparency" of the bankruptcy process and shortcomings in the law.

As a result, a special market of swindlers-lawyers is created, which is ready to bankrupt the companies with this level of solvency in order to embezzle their property from interested "necessary persons".

At the same time, the efforts of the leaders of local bodies and network structures to save the enterprises that are operating at a loss based on the production of low-quality products, outdated equipment and technology are completely unacceptable.

Today, there is a large number of non-working enterprises, and most of them are light and heavy, even in the food industry. However, the rapidly changing market demand in these areas requires changing equipment and technology in 7-5 years, and in developed countries in even shorter periods.

We all know that in 2021, the most priority directions for deepening economic reforms in our country was determined. Significant results and significant changes have been achieved in the implementation of tasks arising from these priority directions.

The growth of the economy at a high stable rate and ensuring macroeconomic balance was achieved as a result of structural change and modernization of production, technical and technological renewal.

Table 1.

The number and share of operating enterprises with participation of foreign capital in the region

	<i>Number</i>	<i>Share, %</i>
Republic of Uzbekistan	5517	100,0
Republic of Karakalpakstan	76	1,4
<i>Provinces:</i>		

Andijan region	172	3,1
Bukhara region	91	1,6
Jizzakh region	82	1,5
Kashkadarya region	54	1,0
Navoi region	60	1,1
Namangan region	103	1,9
Samarkand region	280	5,1
Surkhandarya region	57	1,0
Syrdaryo region	85	1,5
Tashkent region	583	10,6
Fergana region	199	3,6
Khorezm region	51	0,9
Tashkent city	3624	65,7

Analyzing the data in Table 1, it became clear that the main part of enterprises with foreign capital participation is 3,624 (65.7 percent) in Tashkent city, 583 (10.6 percent) in Tashkent region, and 280 (5.5 percent) in Samarkand region. .1 percent) correspond to their contributions. The enterprises established with the least foreign capital participation are in Khorezm region 51 (0.9 percent), Kashkadarya region 54 (1.0 percent), Surkhandarya region 57 (1.0 percent) and Navoi region 60 (1.1 percent) corresponds to contributions. This requires working with foreign partners in these regions, further development of the work to be done in attracting investments.

The results of our analysis show that the main reasons for the problems in the regions with the lowest performance of the enterprises with foreign capital participation are some problems in the financial aspects of the attractiveness of the investment environment, and on the other hand, the irresponsibility of the hokims in the regions to improve the attractiveness of the investment environment. Based on this situation, we will consider the set of factors that describe the problems in the financial aspects of the investment environment, the state of the investment environment in the regions of Uzbekistan and the opportunities for improvement. They include the following:

- macroeconomic indicators (budget, balance of payments, state debts);

- ink stability and its ability to be treated in advance;
- protection of ownership rights, level of corporate management;
- Obligations of counterparties to fulfill contracts;
- level of law and order and legality, level of crime and corruption;
- quality of tax system and level of tax burden;
- the quality of the banking system and other financial institutions;
- openness of the economy;
- level of infrastructure development;
- workforce quality;
- level of monopoly in the market, barriers to market entry, etc

In our opinion, in practice, reforms in Uzbekistan

Although progress has been made, there is work to be done in order to fully and perfectly transition to a more efficient market economy. The investment environment is negatively affected by the ineffectiveness of efforts to protect the property rights of the state, deficiencies in financial relations, conversion problems, the size of the tax burden, and non-fulfillment of contractual obligations.

The policy of local governments is one of the most important factors of the investment environment. The importance of investment is felt in many regions, which is why tax exemptions and other benefits are offered to investors. These benefits are based on legislation taking into account the implementation of the law, the main types of incentives provided by the legislation are fiscal (including the payment of taxes to be transferred to the regional budget) benefits. Compared to many regions of Uzbekistan, the neglect of local authorities in other regions, where the natural-geographical and climatic conditions are somewhat better, disappoints many potential investors.

At the same time, in many regions, there are phenomena that hinder the development of entrepreneurship and investment activity, namely:

- acquisition of property or investments as a condition of assistance seeking to participate in it;
- striving to create barriers to the import or export of the product;
- Unreasonable refusal to transfer business entities by letter;
- directly prohibiting the implementation of certain types of activities in an unjustified manner;
- introducing regulations and licenses that are not provided for in the legislation.

In the next few years, the territorial administrations of Uzbekistan's subjects and local A number of regulatory and legal documents of self-management bodies that contradict the anti-monopoly legislation have been identified.

- excessive formality in administrative processes;
- creating obstacles for labor force migration;
- failure of local self-government bodies to perform their functions.

It should also be noted that the main reason for the decrease in the efficiency of the council is the frequent change of the local government. As a result, the recommendations of the council are not implemented.

To some extent, this is one of the factors that lead to a decrease in investment activity.

In the future, it is proposed to consider the following as priority tasks:

- quality of tax system and level of tax burden;
- the quality of the banking system and other financial institutions;
- conversion issue;
- authority and policy of central and local government bodies, level of conflict of interests in their structure;
- openness of the economy;
- level of infrastructure development;
- quality of workforce;
- level of monopoly in the market, barriers to market entry, etc.

The main goal of the country is to improve the conditions for attracting foreign investments, create a favorable investment environment in Uzbekistan, including wide introduction of incentives for foreign investments in the country, practical support and improvement of the financial aspects of the investment environment in the country.

The importance of the investment environment in Uzbekistan is coming to the fore. The future of Uzbekistan's economy depends more on it than on other factors. The tangle of economic problems can be solved only by an investment environment that ensures economic growth. This task can be solved only with the help of a large-scale investment flow.

At the same time, in order to increase competitiveness in Uzbekistan and take new places in the world market, it is necessary to strengthen strong reforms based on the structural construction of the country's economy on modern technological bases. Today, most of the production enterprises in Uzbekistan are using outdated, more than 30-year-old capacities.

Therefore, one of the important factors of improving the investment environment in the regions of Uzbekistan is the modernization of enterprises, technical and technological

It is the further acceleration of certain equipment, the widespread introduction of modern, flexible technologies. This task primarily concerns the main sectors of the economy, export-oriented and localized production capacities.

It is known that in the leading industries of our country, programs designed for various periods, including modernization of production, technical and technological equipment, transition to international quality standards, have been developed and are being consistently implemented.

In general, what should be done to completely improve the financial aspects of the investment environment in Uzbekistan development of recommendations and assessment of the situation are among the current urgent issues. In order to eliminate the problems that have arisen in Uzbekistan and get out of crises, new efforts are required on a large scale. From this point of view, it is necessary to speed up work on attracting investments from foreign countries within the framework of modernization programs.

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