SOI: 1.1/TAS DOI: 10.15863/TAS
International Scientific Journal
Theoretical & Applied Science
p-ISSN: 2308-4944 (print) e-ISSN: 2409-0085 (online)
Year: 2026 Issue: 06 Volume: 158
Received: 30.06.2026
Accepted/Published: 30.06.2026
https://T-Science.org

Issue Article

Guzaloy Yuldash kizi Khudoyberdieva
the Singapore Management Development Institute in Tashkent
Researcher

THE IMPORTANCE OF ATTRACTING FOREIGN INVESTMENTS TO THE UZBEKISTAN ECONOMY

***Abstract**: this article reflects the relevance of investments, including foreign investments, in the development of the country's economy, as well as their essence. Also, the current state of attracting foreign investments to the territory of the country and the measures to activate the attraction of investments were made.*

***Key words**: foreign investment, investment projects, infrastructure, investment environment, investment policy.*
***Language**: English*
***Citation**: Khudoyberdieva, G.Yu. (2026). The importance of attracting foreign investments to the Uzbekistan economy. *ISJ Theoretical & Applied Science, 06 (158),* 380-382.
***Soi**: https://s-o-i.org/1.1/TAS-06-158-35 ***Doi**: crossref https://dx.doi.org/10.15863/TAS.2026.06.158.35
***Scopus ASCC**: 2000.*

Introduction

World experience shows that a country that has pursued an active investment policy has achieved sustainable growth of its economy. That is why investment is the driver of the economy, or in Uzbek terms, the heart of the economy. Along with investment, new technologies, advanced experiences, and highly qualified specialists enter various sectors, industries, and regions, and entrepreneurship develops rapidly.

Investment can be understood as all types of property, financial and intellectual wealth invested by investors (capitalists) in various aspects of socio-economic life within the framework of the law in order to obtain some income (profit) in the future or achieve social benefits. In other words, investment is the introduction of various forms of property, material, financial and intangible wealth into circulation in order to obtain economic and social income and benefits.

Urgency

Attracting foreign investments is of great importance for improving the country's economy, building and reconstructing new enterprises equipped with modern equipment and technologies. First of all, it allows solving the most important social problems, such as increasing the employment of the population, their wages and incomes. Therefore, one of the most important issues is the economic stimulation and creation of necessary conditions for enterprises attracting foreign investments to our country.

Without attracting foreign investment, especially without expanding the participation of foreign investment in leading sectors, it is impossible to implement structural changes and modernization in the economy, re-equip enterprises with modern equipment, and establish the production of competitive products. The attraction of foreign investment to the country's economy is of great importance in ensuring the economic strength of our state by accelerating the expansion of its economic potential, using internal opportunities and reserves in all areas, mastering new equipment and technologies, export-oriented goods, and establishing their production.

Research methodology

In order to increase the volume of foreign investments, it is necessary to create a favorable investment environment in the country. The more a favorable business environment for investors is created in the country's economy, the volume of foreign investment flows into the economy will increase, and the interest and confidence of foreign investors in investing in the country's economy will increase. Rapid development of the country's economy can be achieved on the basis of increasing the volume of foreign investments.

The scientific and theoretical basis of this article is economic literature and scientific articles, research by foreign and domestic economists on investment activities, attracting investments to the regions of the country and their effective use, analysis of their written and oral opinions, and observation of economic processes, conclusions, proposals and recommendations in relevant areas are given. In the process of studying the topic, economic, logical, scientific abstraction, induction, deduction and other methods were used.

Analytical part

The importance of implementing foreign investment projects in the socio-economic development of regions is great. The following are among the advantages:

Firstly, with the support of foreign investments, modern equipment and technologies will be introduced to enterprises, and the production of products intended for export will develop.

Secondly, by establishing the production of import-substituting products, and by directing foreign investments to leading sectors of the economy, it will ultimately be possible to increase the living standards of the population.

Thirdly, the development of small business and private entrepreneurship and the acceleration of agricultural production will increase the opportunities for providing jobs for the growing population.

Fourth, outdated production facilities, material and technical base of enterprises will be updated and they will be technically rearmed.

Fifth, natural resource processing enterprises will be established.

The role of foreign investments, primarily direct investments, in implementing programs to further deepen structural changes in the economy, accelerate investment activities of enterprises, modernize production, and technically and technologically re-equipment is incomparable. This creates an opportunity to introduce advanced technologies, create new jobs, and on this basis ensure the stable and harmonious development of our country’s economy.

If we consider the growth rate of foreign investments attracted to the regions, we can see that it is significantly higher in Tashkent city, Bukhara region, Tashkent region, and Andijan region, and this is achieved due to a favorable investment climate. Regions that have achieved relatively lower growth rates include Jizzakh, Kashkadarya, Surkhandarya regions, and the Republic of Karakalpakstan.

World experience shows that the implementation of economic reforms is ensured by the effective implementation of investments, in particular, investment projects in various sectors. Based on the volume of implemented investment projects, one can draw conclusions about the changes and shifts taking place in the economy.

Of course, in the context of instability in the world economy and a global pandemic, the inflow of foreign investments into Uzbekistan is justified, first of all, by the investment policy implemented in our country, its guarantees and security, and the timely and effective anti-crisis measures adopted by the government.

In our country, the government is regularly implementing a number of important measures aimed at the development of this process. In particular, serious changes were made to a number of legal documents and other legal norms for the purpose of improving the foundations of investment law. As a result, the system of guarantees for national investors and foreign investors has been strengthened.

The increasing number of new enterprises with foreign investment and the establishment of new ones is the result of the great attention our state pays to this sector and the facilities it provides to them. Therefore, one of the most important issues is to provide economic incentives to enterprises attracting foreign investment to our country and create the necessary conditions for them.

Therefore, it is necessary to implement the following measures to further intensify and bring foreign investment into our national economy to a new level:

- reduce the impact of inflation on the growth of investment projects, as well as further increase the volume of foreign investment;
- attract investments to the real production sector, that is, to sectors that process raw materials;
- reduce the tax burden and simplify the tax system for investors in order to create a more favorable investment environment for foreign investors;
- it is necessary to create a favorable and attractive investment environment to strengthen the attraction of long-term, low-interest direct foreign credit resources;
- development of state support programs for foreign investors based on foreign experiences.

Conclusion

In conclusion, it can be said that the practical implementation of the above proposals will have a positive impact on further activating the attraction of foreign investments in our national economy. Our President signed the Resolution No. PP-4563 “On Measures for the Implementation of the Investment Program of the Republic of Uzbekistan for 2020-2022” dated January 9, 2020. As a result, the continuous technical and technological modernization of production, the implementation of deep structural changes in the economy, the consistent continuation of the modernization and diversification of industry, and the full implementation of investment policy in our country in the future have been created.

References:

1. (2019). *Law of the Republic of Uzbekistan "On Investments and Investment Activities"* dated December 25, 2019.
2. (2023). *The Decree of the President of the Republic of Uzbekistan dated June 1, 2023 "On comprehensive measures to provide high-quality social services and assistance to the population and establish an effective system of its control"* by No. PF-82.
3. (2024). *The Resolution of the Cabinet of Ministers dated April 17, 2024 "On approval of regulations on the Ministry of Construction and Housing and Communal Economy of the Republic of Uzbekistan and organizations within its system*" by No. 214.
4. (2024). *Decree of the President of the Republic of Uzbekistan dated January 12, 2024 "On measures to sharply increase the flow of foreign tourists to the Republic and further accelerate domestic tourism"* (lex.uz).
5. (2023). *Speech by the President of the Republic of Uzbekistan Shavkat Mirziyoyev at the 25th session of the General Assembly of the World Tourism Organization (UNWTO)* in Samarkand on October 16, 2023 (president.uz).
6. Almatova, D. (2012). *Important directions of attracting investments in the regions*. "O'ZIA" - "EVU" 1/2012.
7. G'ozibekov, D. G'. (2003). *Issues of financing investments*, Tashkent: "Finance", p.23.
8. Stakhova, L.V. (2001). *Investment Management* - M., p.356.
9. Sukharev, O.S., Shmanev, S.V., & Kuryanovlar, A.M. (2006). *Economic Assessment of Investments*. Moscow: INFRA-M, 243 p.
10. Qosimov, M.S. (2021). *Analysis of investment projects*. Textbook,T: "Innovative Development Publishing House", pp. 65-67.