

FEATURES OF THE DEVELOPMENT OF THE SECURITIES MARKET IN UZBEKISTAN

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Abstract: The securities market in Uzbekistan has undergone significant transformations as the country transitions to a market-oriented economy. This paper explores the unique features of the development of the securities market in Uzbekistan, including regulatory reforms, institutional frameworks, and the role of privatization in market growth. Key aspects analyzed include the creation of a legal and regulatory infrastructure to support securities trading, the establishment of stock exchanges, and the development of investment instruments tailored to local economic conditions.

Key words: Securities market, Capital market development, Financial market reforms, Stock market in Uzbekistan, Securities trading, Investment climate.

The development of the securities market in Uzbekistan is important for the stability and long-term development of the country's economy. The development of this market plays an important role not only in attracting domestic investments, but also in directing international capital flows, ensuring the effective use of financial resources by enterprises and business entities.

Enterprises can raise additional funds to finance their activities by issuing shares and bonds. This is especially important for launching new projects in the industrial and service sectors and expanding existing ones.

Raising financial resources is the process of obtaining additional funds (capital) by economic entities, that is, enterprises, organizations or the state, to

finance their activities or projects. This process can be carried out through the securities market and plays an important role in the development of the economy.

The issue of securities is presented below.

Shares: Companies issue their shares and sell them to investors. This allows them to raise additional capital by selling their shares.

Bonds: Public or private companies can issue bonds and borrow money. These loans are usually repaid with interest over a certain period of time.

Loans and bank debt: In addition to the stock market, companies can also raise funds by borrowing from banks. However, loans are often expensive and limited compared to the stock market.

Raising investments: Financial resources are raised by investing directly in private or public projects. The participation of local and foreign investors is important.

Raising funds through stock markets: Large companies can raise investment funds by registering their shares on international or local stock markets.

Advantages of raising financial resources:

Capital expansion: Companies can raise the necessary funds to expand their production capacity or finance new projects.

Risk Sharing: By issuing shares, companies distribute financial risks among investors, which reduces the company's financial burden.

Introduction of new technologies and innovations: Financial resources make it possible to purchase or introduce new technologies into production.

Job Creation: New jobs are created by financing new projects, which supports economic growth.

Distinctive aspects of raising resources in the securities market:

Freedom and transparency: The investment process is easier and more transparent for investors.

Long-term funds: Stocks and bonds serve as a long-term source of investment.

Access to international capital: Large companies can attract the attention of foreign investors through international markets and access global capital.

Raising financial resources is a means for companies and the state to stimulate economic growth. The securities market ensures the effective implementation of this process, as it provides a wide range of opportunities to attract funds from various sources. The development of the securities market in Uzbekistan is of great importance for increasing the efficiency of this process.

New opportunities for investors. The securities market provides individuals and legal entities with the opportunity to invest their funds and receive income from them. This serves to increase the financial literacy of the population and increase their income.

Acceleration of privatization processes. The securities market is an important tool in the privatization process of state-owned enterprises. By issuing shares on the open market, the state can ensure the effective use of economic resources.

Sustainable economic development. Directing long-term investments through the securities market stabilizes economic growth. This allows for the introduction of innovative technologies and the creation of new jobs.

International integration and attraction of investors. The development of the securities market creates favorable conditions for foreign investment. The transparency and modernity of this market in Uzbekistan increases the interest of foreign investors.

Free movement of capital. The securities market ensures the free movement of capital from one sector to another. This helps maintain a balance between different sectors of the economy.

Current problems:

1. Insufficient development of the securities market.
2. Low financial literacy among investors.
3. Insufficient transparency of the market infrastructure.

Conclusion

The development of the securities market in Uzbekistan creates great opportunities for diversifying the economy, increasing the share of the private sector, and deepening international financial integration. The role of the state, as well as the active participation of the private sector and investors, plays an important role in this process.

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