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WORLD BANK AND UZBEKISTAN: A DEFINING PARTNERSHIP

BUSINESS OUTREACH 2025

TASHKENT [24-25 APRIL 2025]



ABOUT WORLD BANK GROUP'S MISSION

- 1. End poverty,
- 2. Boost shared prosperity,
- 3. Livable planet



UZBEKISTAN NATIONAL DEVELOPMENT STRATEGY 2030

To become an upper-middle-income country by 2030......

Strategic pillars:

- **Empowering citizens**
- ➤ Promoting sustainable economic growth
- ➤ Protecting the environment;
- **➤** Developing people-centered public services



UZBEKISTAN AND THE WORLD BANK – A WIN-WIN PARTNERSHIP

A Longstanding Partnership

- Uzbekistan signed World Bank Articles of Agreement in 1992
- Over three decades of collaboration and shared development goals

Uzbekistan Country Partnership Framework (CPF) with the World Bank

- New CPF outlines support through 2022-26, aligned with national strategy
- Focus areas:
 - Boost private sector employment;
 - ➤ Enhance human capital; and
 - **➤** Enable greener, more inclusive growth



WORLD BANK PORTFOLIO IN UZBEKISTAN

Projects....

- 24 active projects, totaling \$4.7 billion
- 10 pipeline projects, estimated over \$1.5 billion
- Focus sectors: Energy, Transport, Water, Urban Development, Agriculture, Health, Education, Social Protection

Together we transform.....

World Bank supports structural and functional reforms through:

- ➤ Financial assistance;
- ➤ Technical expertise and
- ➤ Knowledge sharing



EFFICIENT PUBLIC PROCUREMENT – WHY IT IS IMPORTANT

- Public procurement covers approximately 20-30% of the Country's GDP
- Essential for effective use of public funds and national development
- Drives value for money and project impact
- Creates opportunities for private sector growth, especially for local businesses through Transparent and Fair approach



MAJOR PROCUREMENT REFORMS INITIATIVES SUPPORTED BY BANK

- Procurement Law 2018 and its recent Amendment in 2021 and 2024
- Presidential Resolution No. 51 focused on efficiency, accountability, and sustainability
- Approved Shaffof e-procurement system upto certain threshold
- Presential Decree on Anti-Corruption 2025
- Working to bring sustainability through procurement



OPPORTUNITIES FOR THE PRIVATE SECTOR THROUGH BEST PROCUREMENT APPROACH

- Procurement reforms increase access to public contracts
- Enhanced transparency and fair competition
- Enables local firms to compete with international players
- Encourages innovation, entrepreneurship, and market expansion
- Inclusive reforms require input from businesses
- Collaborative approach ensures practical, market-friendly policies



CHALLENGES AHEAD FOR UZBEKISTAN

- Job creation lagging at just 1.1% annual growth over five years
- Population growing at 2% annually; 250,000 added to the working-age population each year
- Urgency to:
 - ➤ Reduce state dominance
 - **➤** Liberalize sectors
 - ► Improve trade, business, and investment climate and efficiency
 - ➤ Invest in skills and human capital



WORLD BANK'S CONTINUED COMMITMENT IN PUBLIC PROCUREMENT

 Support to strengthen public procurement systems through studies, assessments, DPOs and PforR Operations

- o Initiatives for private sector development:
 - **➤** Capacity building for local firms
 - **➤** Advisory services
 - **➤** Platforms for public-private dialogue



THE WAY FORWARD – TO ATTRACT PRIVATE INVESTORS

- Success depends on sustained dialogue between government and private sector
- A transparent, competitive, and innovation-friendly procurement system is the key
- Reforms will unlock new opportunities and improve public service delivery



THANK YOU

