

Development of the service sector in the Republic of Uzbekistan January-June 2020

Currently, the service sector is given a special role in the process of building an efficient, non-resource-intensive, innovative economy, since it, in comparison with the production of goods, has a low material consumption, quick payback and high profitability.

This sector covers international corporations, banks, airlines, computer centers, tele-communications, insurance, legal and consulting firms, government and non-government structures, as well as non-profit organizations.

Main indicators of the service sector January-June 2020

100 647,0
billion
soums

Volume of market services provided



102,6 %

Growth rates of the volume of
provided market services

100,7 %

Growth rates of the volume of
market services rendered per
capita

2 956,0
thousand
soums

Volume of market services rendered
per capita

Service sector —is a consolidated generalizing category, including the reproduction of various types of services provided by enterprises, organizations, as well as individuals. This area is often referred to as post-industrial economic structure due to its developed modern infrastructure.

Main indicators of service production

According to preliminary data, the volume of provided market services in January-June 2020 reached 100 647.0 billion soums, and the nominal volume increased by 11 160.0 billion soums. In comparable terms, compared to the same period last year, the growth rate was 102.6%.



Growth rate

- 102,6 %

Increase in volume

- 11 160,0 billion soums

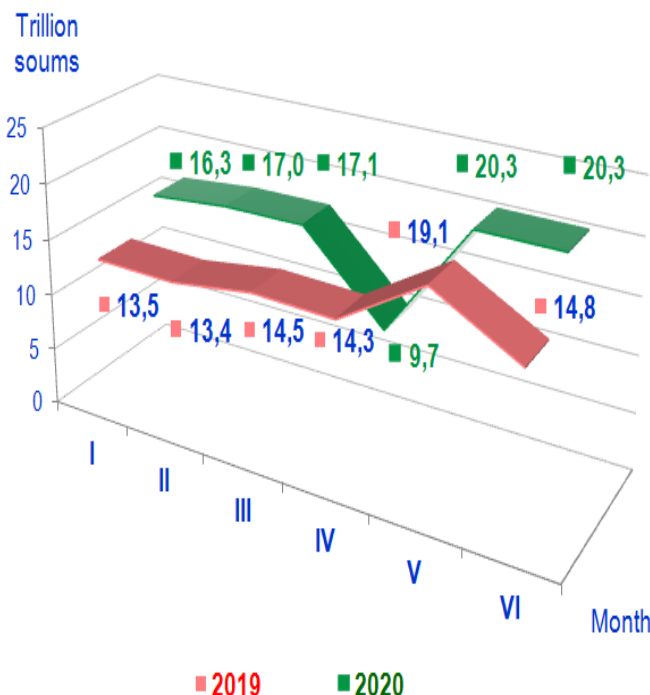
Volume of services

- 100 647,0 billion soums

Services are the result of production activities that change the condition of consumers (legal entities and individuals) or facilitate the exchange of goods, services or financial assets.

Preliminary data

Comparison of the volume of market services provided, trillion soums

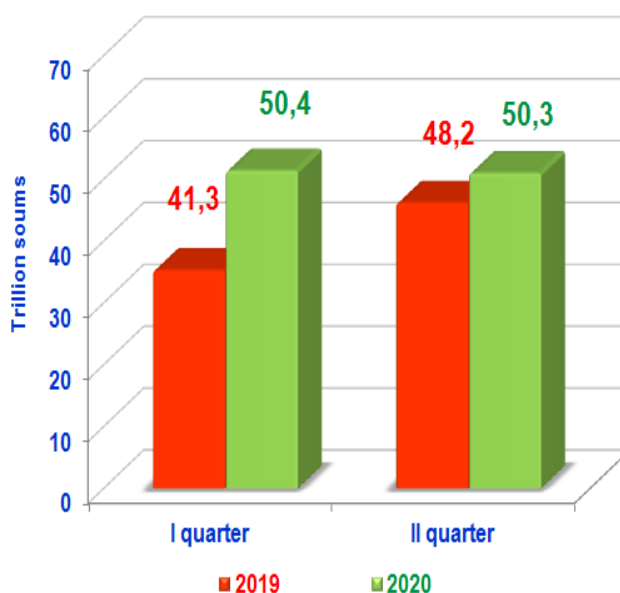


Compared to January 2020, the volume of market services provided in June (discrete month) of the current year increased by 4.0 trillion soums and reached 20.3 trillion soums.

For comparison, over the same period last year, the volume increased by 1.3 trillion soums and is equal to 14.8 trillion soums.

At the end of the second discrete quarter of 2020, the volume of services rendered was equal to 50.3 trillion soums, compared to the second discrete quarter of 2019 (48.2 trillion soums), the volume increased by 2.1 trillion soums.

For comparison, the difference between the second discrete quarters of 2019 and 2018 amounted to 13.1 trillion soums.



Preliminary data

The service sector includes various activities that help improve labor productivity and production efficiency.

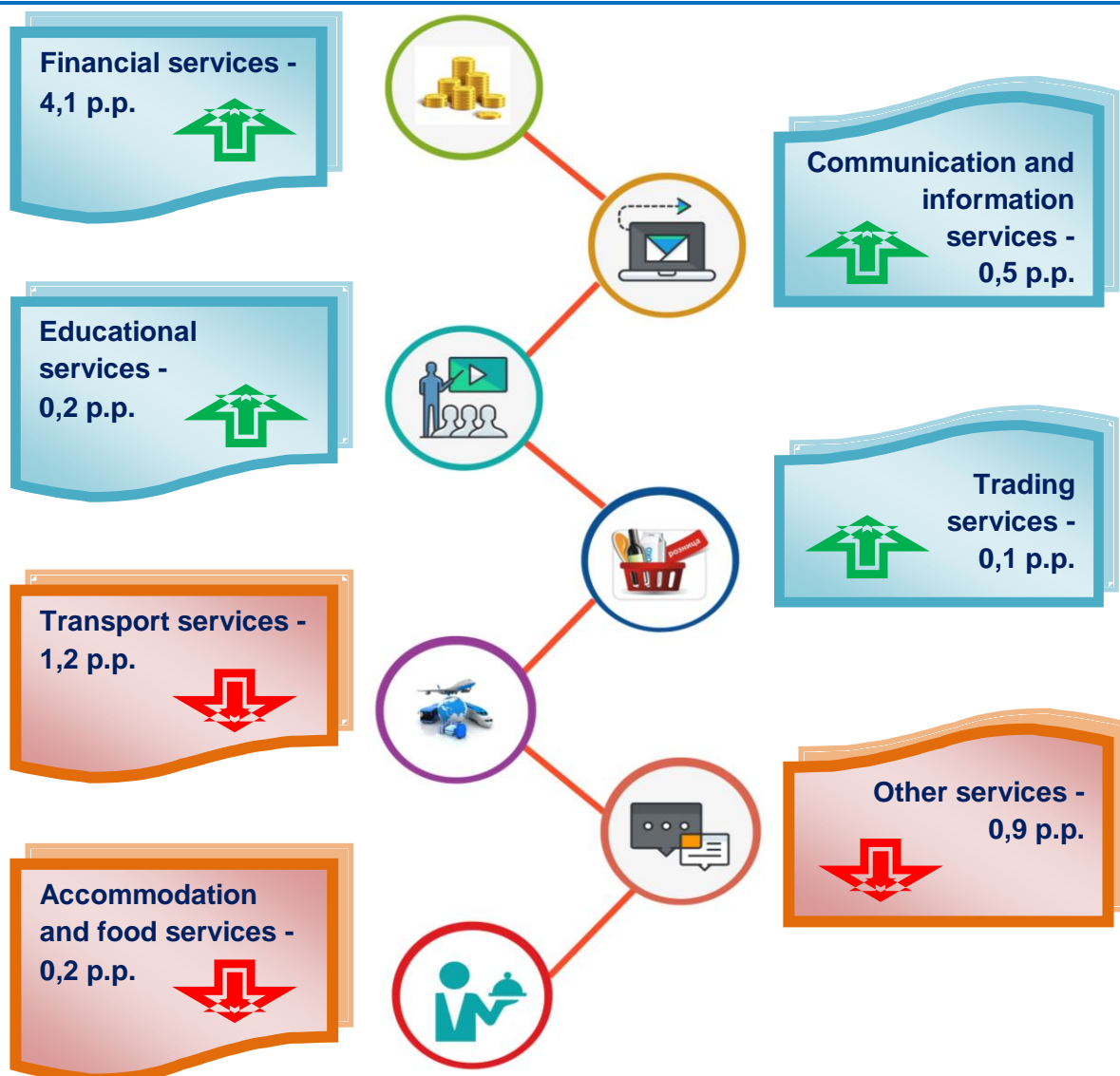
**Main indicators of the production of services
by type of economic activity**
(January-June 2020)

Name	Volume, billion soums	Growth rates compared to the previous year, %,
Services - total	100 647,0	102,6
including:		
Communication and information services	5 980,8	115,1
Financial services	21 643,5	135,9
Transport services	24 563,2	90,9
including vehicle services	12 526,7	98,2
Accommodation and food services	2 750,1	82,9
Trading services	26 787,9	100,8
Services related to real estate	2 766,6	90,5
Educational services	3 750,7	111,5
Healthcare services	1 439,9	86,9
Rental and hiring services	1 832,5	93,8
Services for the repair of computers and household goods	1 446,2	90,1
Individual service	2 194,3	89,2
Services in the field of architecture, engineering surveys, technical testing and analysis	2 090,8	92,0
Other services	3 400,5	85,5

Preliminary data

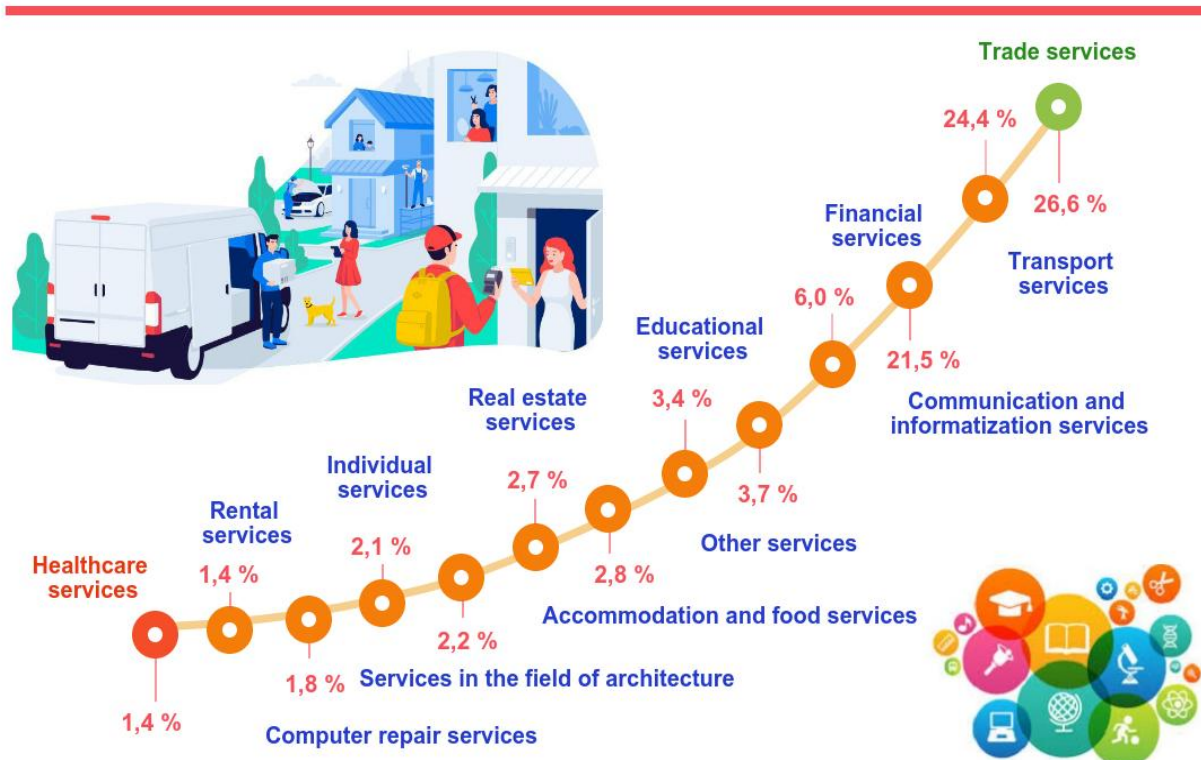
An increase in financial services by 35.9% (contribution to the increase in the total volume of services provided by 4.1 points), communication and informatization services by 15.1% (a contribution to an increase by 0.5 points), in education by 11.5% (contribution to growth of 0.2 points), trade by 0.8% (contribution to growth of 0.1 points) had an impact on the growth of the total volume of services rendered. In January-June 2020, compared to the same period last year, the growth rate in comparable prices amounted to 102.6%.

Contribution by types of services to the increase in the total volume of market services provided, p.p.



The main factor behind the insignificant growth in the total volume of services rendered is the reduction in transport services by 9.1% (their negative impact was 1.2 points), in accommodation and food services by 17.1% (-0.2 points), in the healthcare sector by 13.1%, real estate-related 9.5%, architecture, engineering research, technical testing and analysis by 8.0%, rental and rental by 6.2% - had a negative impact by 0.1 points.

Structure of services by type of economic activity (January-June 2020)

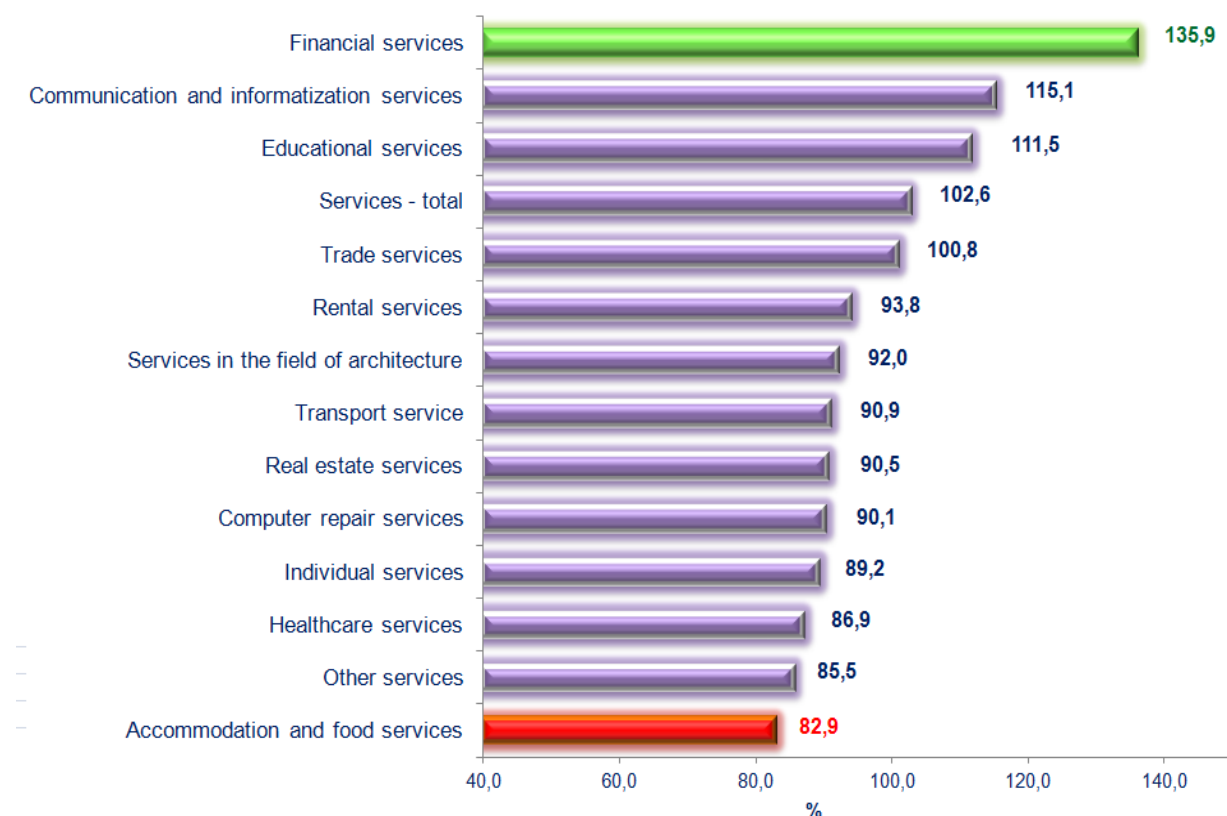


In the structure of provided market services by type of economic activity, the largest share is occupied by trade services. So, in January-June 2020, their share was 26.6%. At the same time, high rates were noted for transport (24.4%), financial services (21.5%), communication and informatization services (6.0%).

Preliminary data

A slight increase in volumes was noted in the healthcare sector, whose share reached only 1.4%. Also, a low share was recorded in the provision of services for the repair of computers and household goods - 1.4%, for rental and rental services - 1.8%, as well as in the field of architecture, engineering surveys, technical testing and analysis - 2.1%.

Growth rates of provided market services by type of economic activity, in% compared to January-June 2019 (January-June 2020)



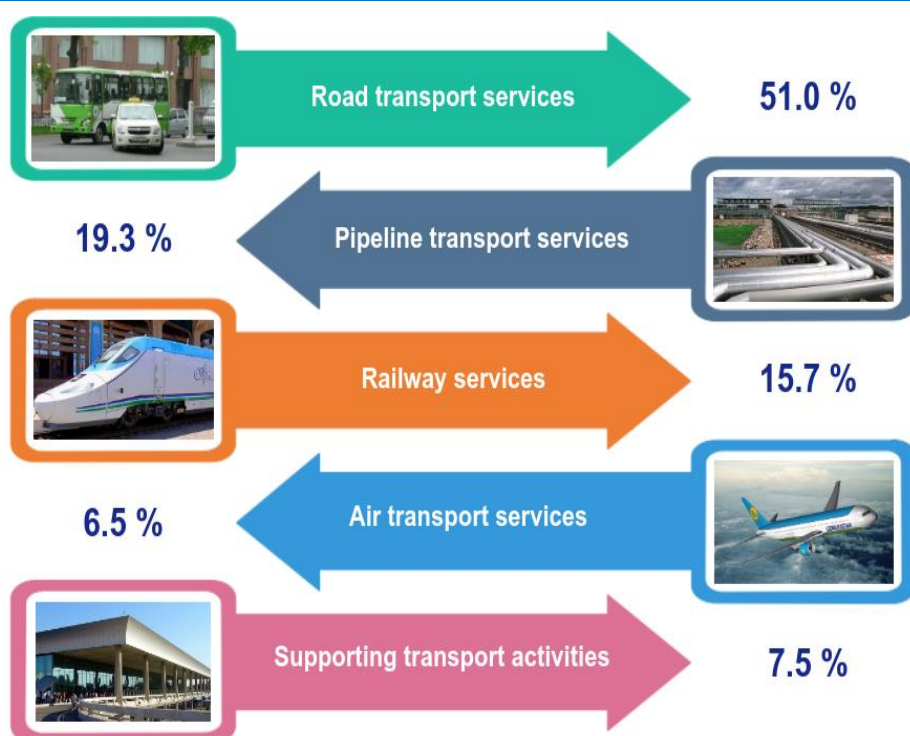
High growth was noted in financial services (35.9%), communications and information services (15.1%), education (11.5%) and trade (0.8%)

For all other types of activity related to the service sector, compared with the same period last year, there is a decrease in growth rates.

A significant reduction in the volume of market services provided was noted in the sphere of accommodation and food services (17.1%). Along with this, there was a decrease in healthcare services (13.1%) related to real estate (9.5%), transport services (9.1%), in the field of architecture, engineering surveys, technical tests and analysis (8.0%), as well as rent and rental (6.2%).

Despite a significant reduction in the volume of market services provided in the transport sector, their share in the total volume of services remains predominant - 24.4%.

Structure of transport services by mode of transport (January-June 2020)



The share of road transport is 51.0%.

The volume of transportation by pipelines in transport services is 19.3%.

In turn, the services rendered by railway transport in the total volume of transport services reached 15.7%

The share of services for the carriage of goods and passengers by air was recorded within 6.5%, and auxiliary transport activities - at the level of 7.5%.

Preliminary data

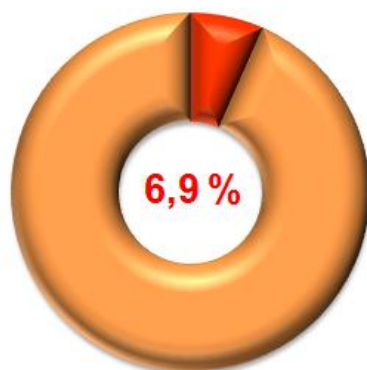
Trade plays an important role in the economic life of each country, which carries out a connection between production and consumption, has a significant impact on the volume and structure of production of goods, as well as on improving their assortment and improving quality.

In January-June 2020, the share of trade services in the total volume of market services provided amounted to 26.6%, which corresponds to 26 787.9 billion soums.

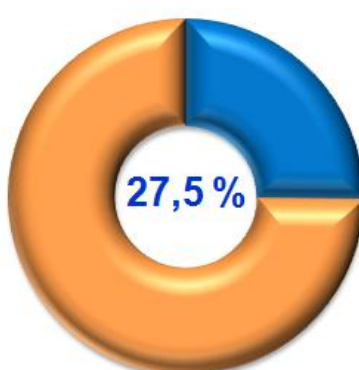
Trade – is a sector of the economy that ensures the circulation of goods, their movement from the sphere of production to the sphere of consumption. Within a particular country, trade fulfills a socially necessary function - bringing goods to the consumer. It is subdivided into wholesale and retail trade.

Over the past period, the share of retail trade amounted to almost three quarters of the total volume of trade services, or, more precisely, 65.6%.

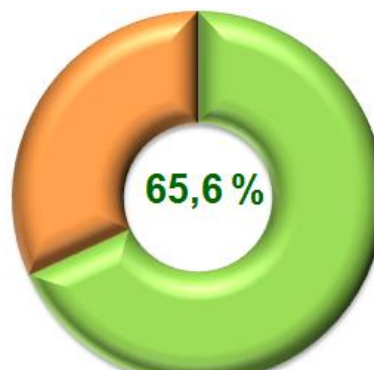
Structure of trade services (January-June 2020)



Services in wholesale and retail trade of cars and motorcycles, including services for their repair



Wholesale trade services, except for trade in cars and motorcycles

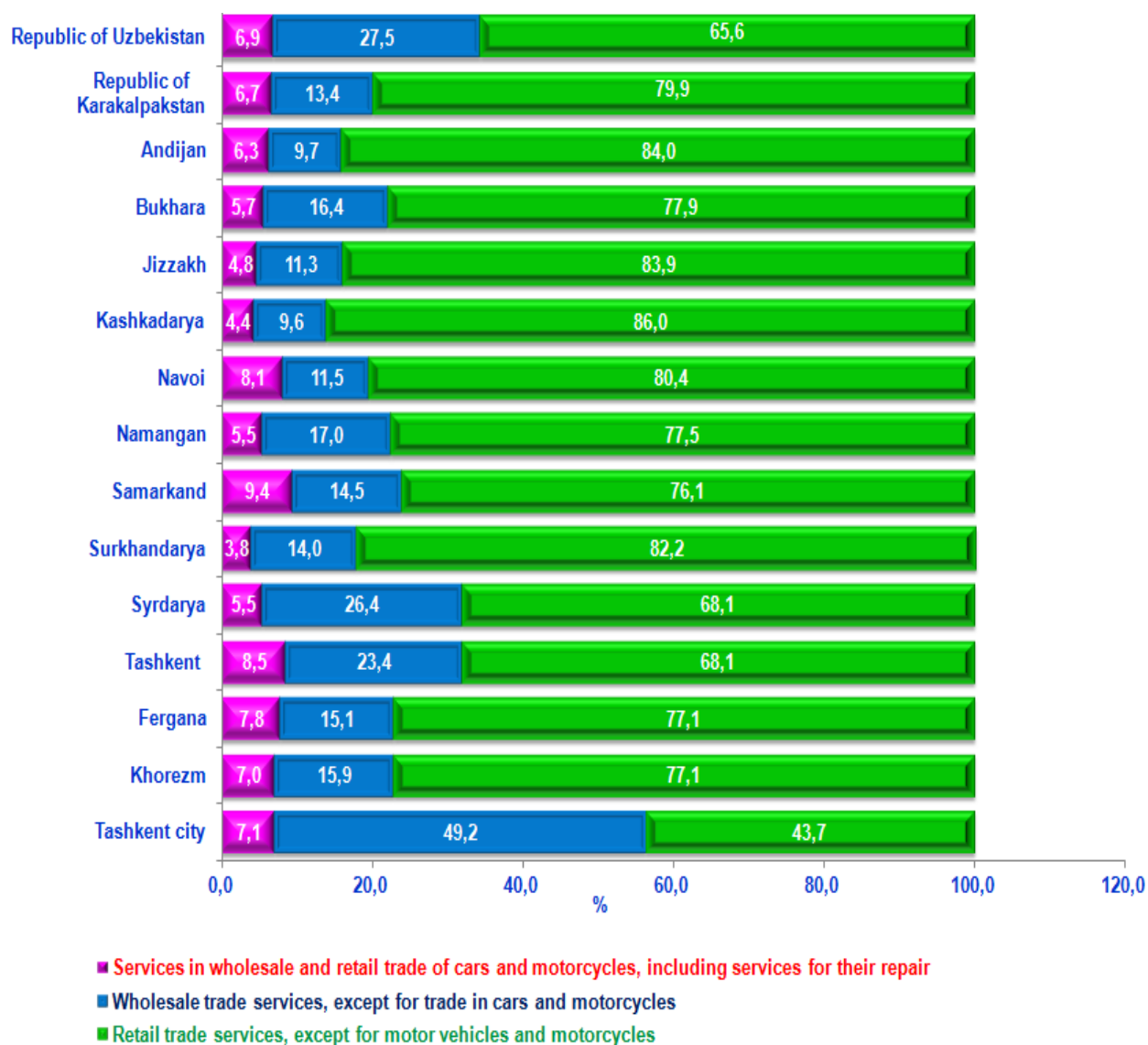


Retail trade services, except for motor vehicles and motorcycles

The share of wholesale trade services (except for cars and motorcycles) reached 27.5%. Wholesale and retail trade in cars and motorcycles, including repair services, accounted for 6.9% of the total volume of trade services.

Compared to other regions, the largest share of retail trade services is observed in Kashkadarya (86.0%), Andijan (84.0%) and Jizzakh (83.9%) regions.

Structure of trade services by region (January-June 2020)



This indicator in Tashkent city is insignificant. Here it was only 43.7%. However, in this city, the share of services in wholesale trade (except for trade in cars and motorcycles) is quite significant - 49.2%. In the Kashkadarya region, it was the smallest - 9.6%.

A relatively high share of services for the wholesale and retail trade in cars and motorcycles, including services for their repair, was noted in Samarkand (9.4%), Tashkent (8.5%), Navoi (8.1%) and Fergana (7, 8%) regions.

The smallest share of these services was recorded in Surkhandarya (3.8%), Kashkadarya (4.4%) and Jizzakh (4.8%) regions.

Financial services

(January-June 2020)

The volume of financial services reached
21 643.5 billion soums



Their share in the total volume of services
amounted to 21.5%

Compared to the same period last year,

there is an increase in volume by
6 373.2 billion soums



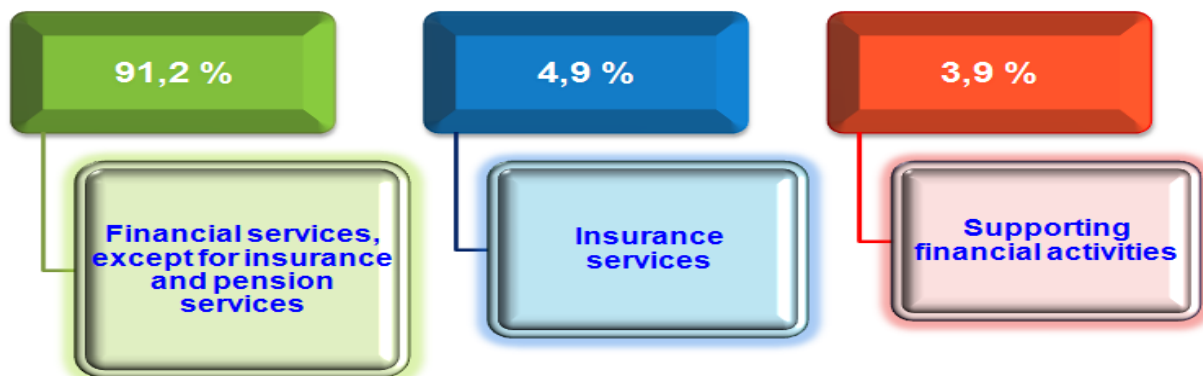
Financial services grew by 35.9%

The volume of financial services is accounted for by the amount of interest income received from financial intermediation (in the amount of payment for them), as well as in the form of fees for the services of a financial institution to provide a loan or keep a deposit.

Preliminary data

Financial services structure

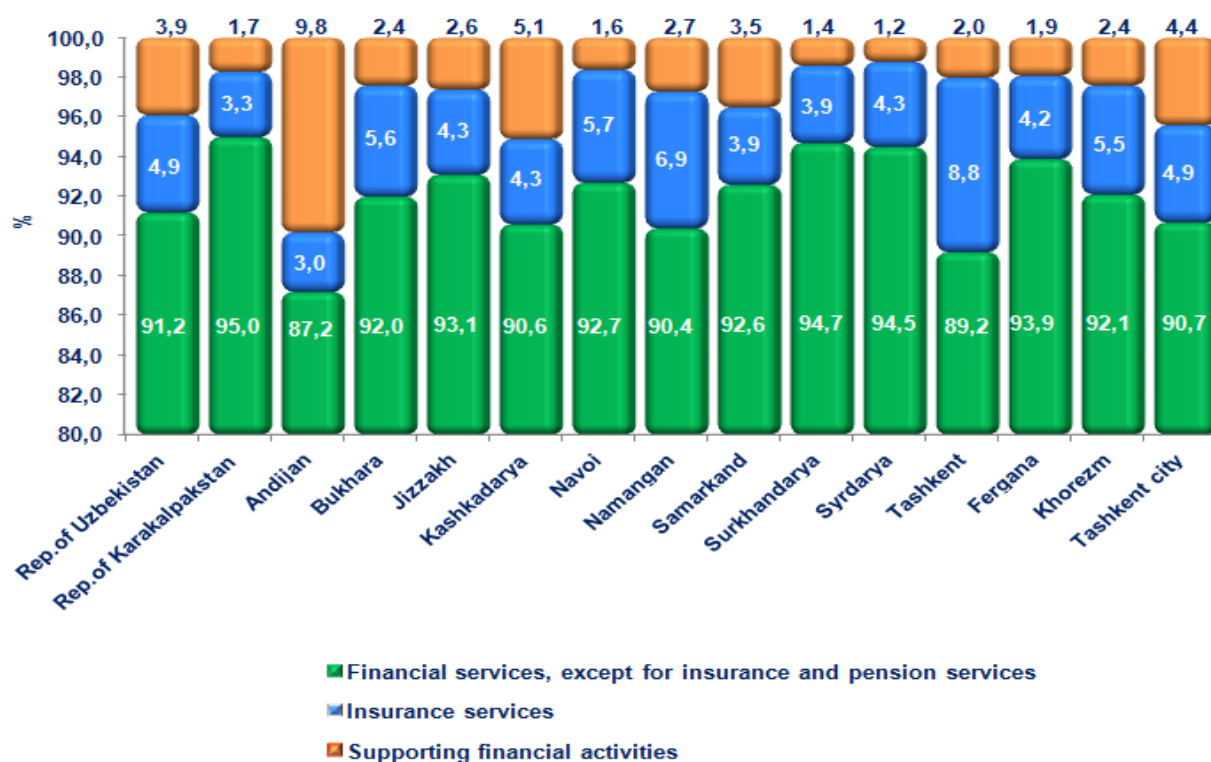
(January-June 2020)



The share of financial services, except for insurance and pension services, accounts for 91.2% of the total volume of financial services.

Over the past period, the share of insurance services was recorded in the range of 4.9%.

Services auxiliary to financial and insurance services accounted for only 3.9% of the total volume of financial services.

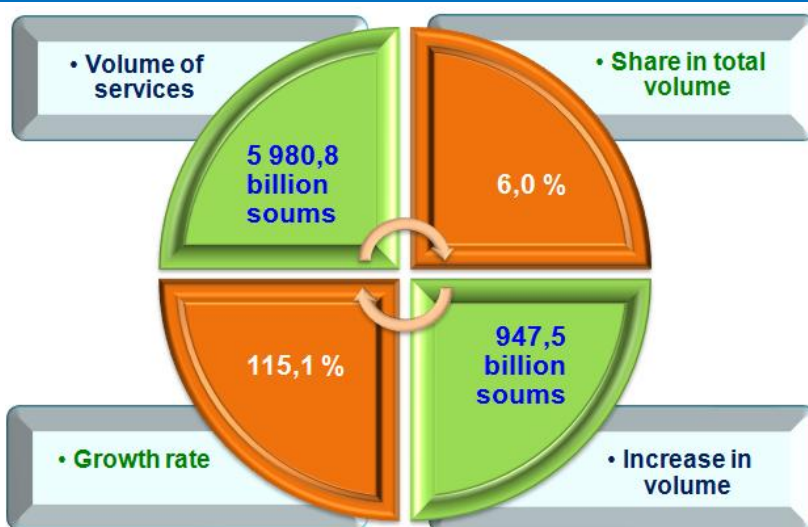


<p>The share of financial services, except for insurance and pension services, was significant in Surkhandarya (94.7%), Syrdarya (94.5%), Fergana (93.9%), Navoi (92.7%), Samarkand (92.6%) regions and the Republic of Karakalpakstan (95.0%).</p> <p>The lowest indicator was recorded in the Andijan region (87.2%).</p>	<p>Among the regions in the structure of financial services, the volume of insurance services prevails in Tashkent (8.8%), Namangan (6.9%), Navoi (5.7%), Khorezm (5.5%) regions and the city of Tashkent (4.9 %).</p> <p>The smallest indicator for insurance services was noted in Andijan (3.0%), Samarkand and Surkhandarya (3.9%) regions, as well as in the Republic of Karakalpakstan (3.3%).</p>
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The experience of developed countries has shown that the development of ICT directly affects the level of competitiveness of the country, allows you to collect and summarize huge amounts of information, opens up wide opportunities for management at the strategic level.

Communication and informatization services

(January-June 2020)



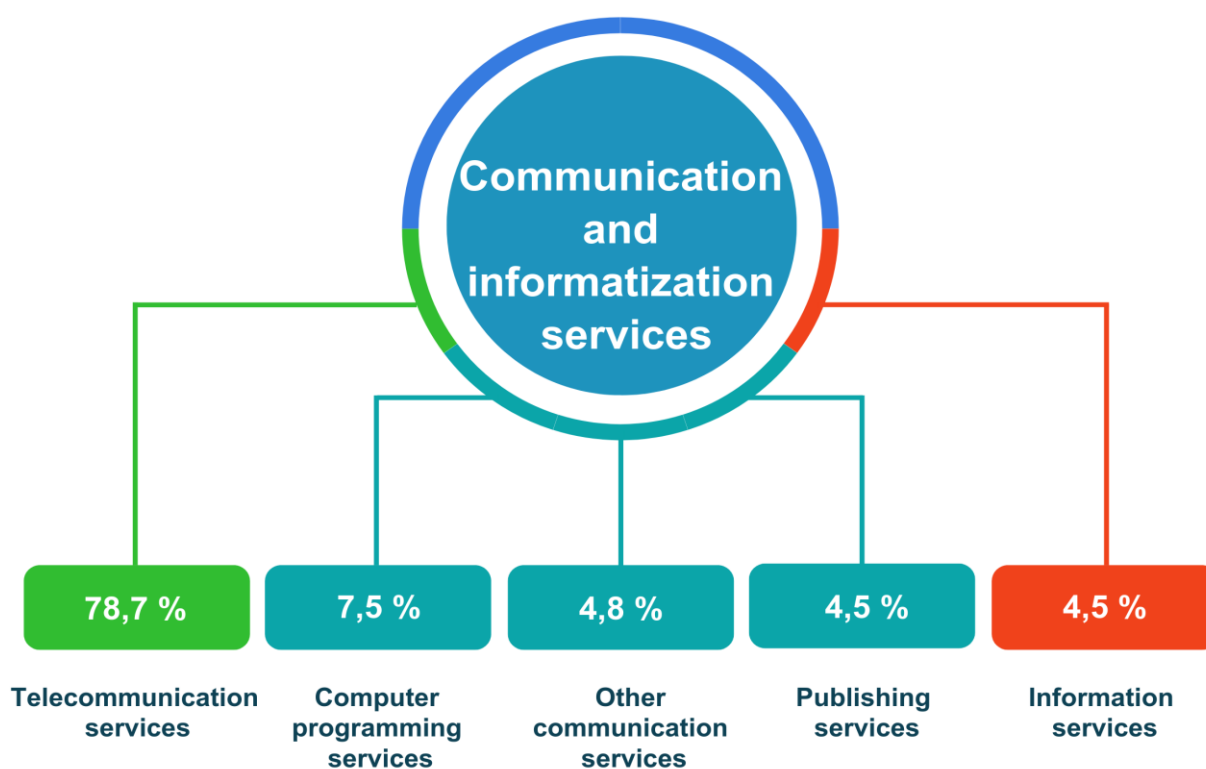
Compared to January-June 2019

In January-June 2020, the volume of communication and informatization services was fixed at the level of 5 980.8 billion soums. Compared to the same period last year, the growth rate of this type of service reached 115.1%.

The share in the total volume of provided market services amounted to 6.0%.

The active use of ICT is based on a widely branched infrastructure, equipped with the latest types of equipment and technologies, and high human resources.

The structure of communication and informatization services (January-June 2020)



In the volume of communication and informatization services, the largest share falls on telecommunication services (wire and mobile communication services, Internet, satellite communication services, etc.). Their share was 78.7%.

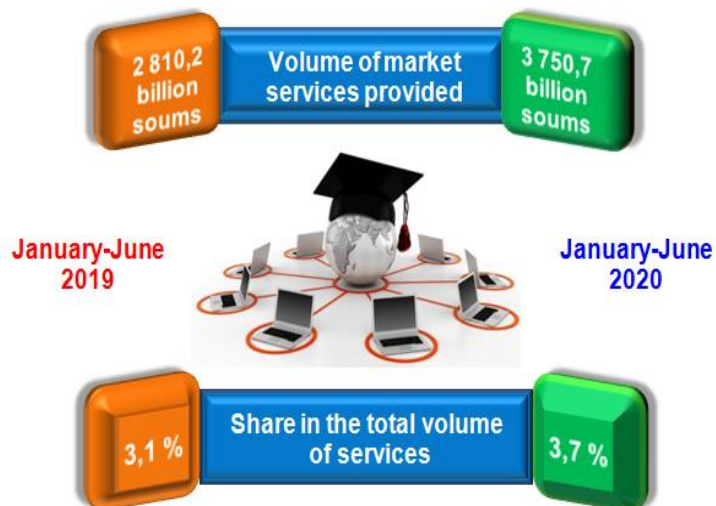
Computer programming services, consulting and other related services reached 7.5%, other communication services - 4.8%, publishing services, as well as information services - 4.5% of the total volume of communication and information services.

Preliminary data

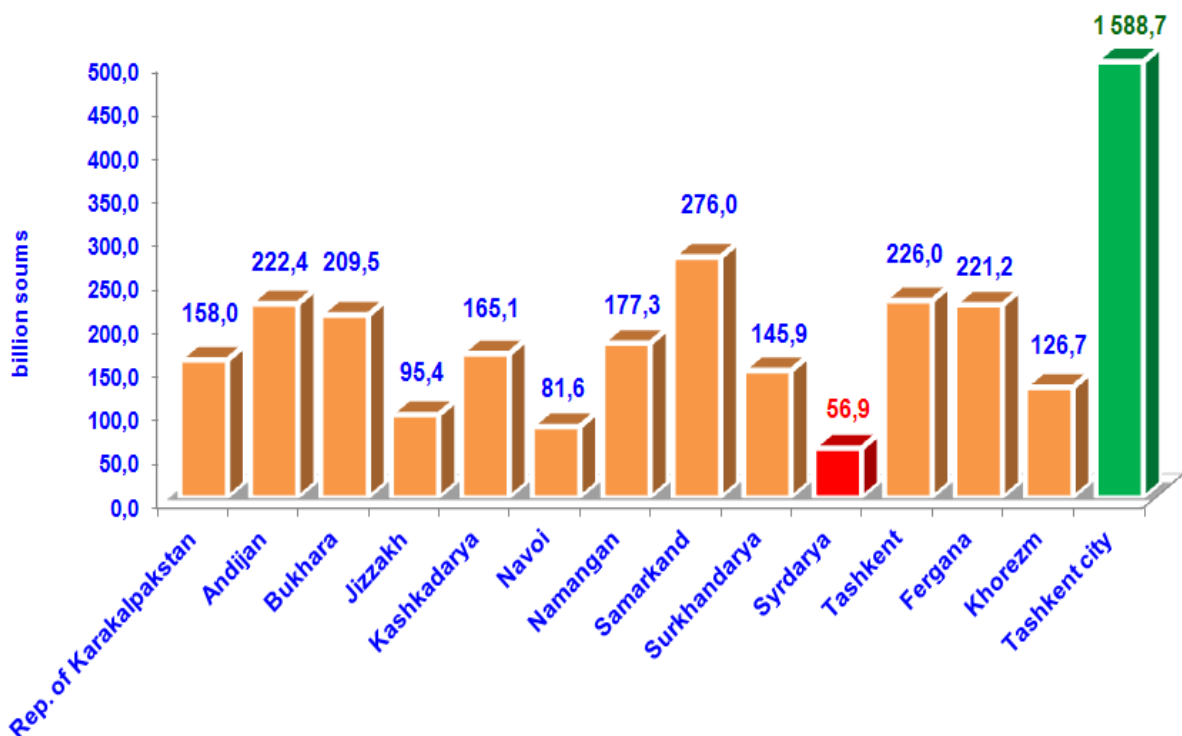
As you know, providing citizens with quality and affordable education is a task that largely determines the development of society and its future.

Educational services (January-June 2020)

In January-June 2020, the volume of services in the field of education reached 3 750.7 billion soums, or 3.7% of the total volume of market services provided. Compared to the same period last year, the growth rate was 111.5%.



The volume of services in the field of education by regions, billion soums (January-June 2020)



Preliminary data

The largest volume of services in the field of education was noted in Samarkand (276.0 billion soums), Tashkent (226.0 billion soums), Andijan (222.4 billion soums), Fergana (221.2 billion soums) regions and the city of Tashkent (1 588.7 billion soums).

The lowest indicators were recorded in Syrdarya (56.9 billion soums), Navoi (81.6 billion soums), Jizzakh (95.4 billion soums), Khorezm (126.7 billion soums) and Surkhandarya (145.9 billion soums) areas.

The scope of accommodation services includes the cost of services provided for the provision of places for short-term accommodation (hotels, motels and other places to stay).

Accommodation and food services (January-June 2020)

Compared to the same period last year, the growth rate of accommodation and catering services amounted to only 82.9%, and their volume was equal to 2 750.1 billion soums.

Over the past period, their share in the total volume of provided market services amounted to 2.7%.



Scope of services for the provision of food and drinks - the value of the turnover, which includes, in addition to the imposition realized, the value of products used in the preparation of food and sold without processing.

Accommodation and food service structure (January-June 2020)



In January-June 2020, the share of residential services was 17.1%

The volume of services in the health sector is the cost of market services rendered for various types of medical care and sanitary services by health care institutions, as well as by organizations and enterprises of a medical profile, dental, physiotherapy, homeopathic clinics, cosmetology clinics, narcological outpatient clinics, laboratories and institutions of a sanitary anti-epidemiological profile.

Preliminary data

Healthcare services

(January-June 2020)

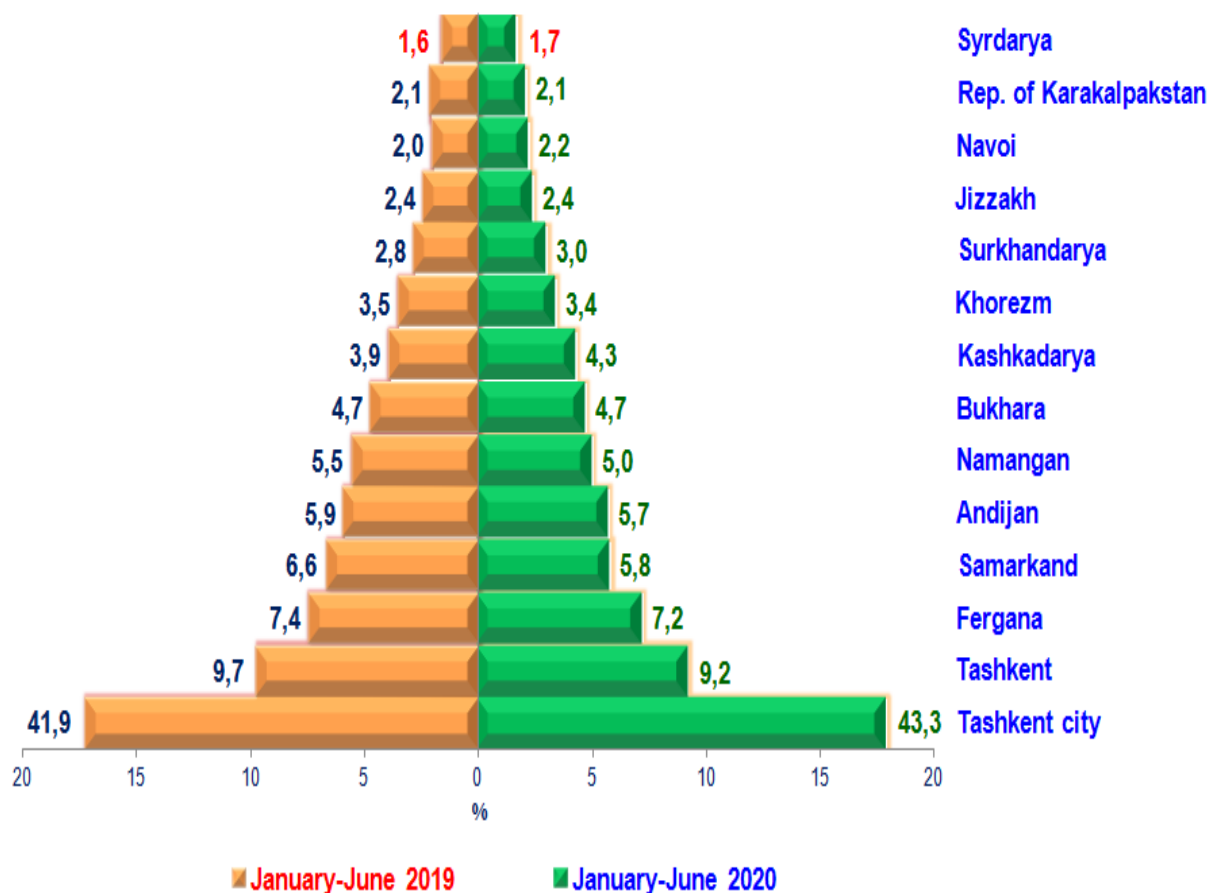
In January-June 2020, the volume of healthcare services was equal to 1 439.9 billion soums. In the total volume of services, their share was 1.4%.

Compared to the same period last year, the growth rate was 86.9%.



Volume of services	1 439,9 billion soums
Growth rates compared to the previous year	86,9 %
Share in their total volume	1,4 %

Comparison of the share of regions in the total volume of healthcare services by region, %



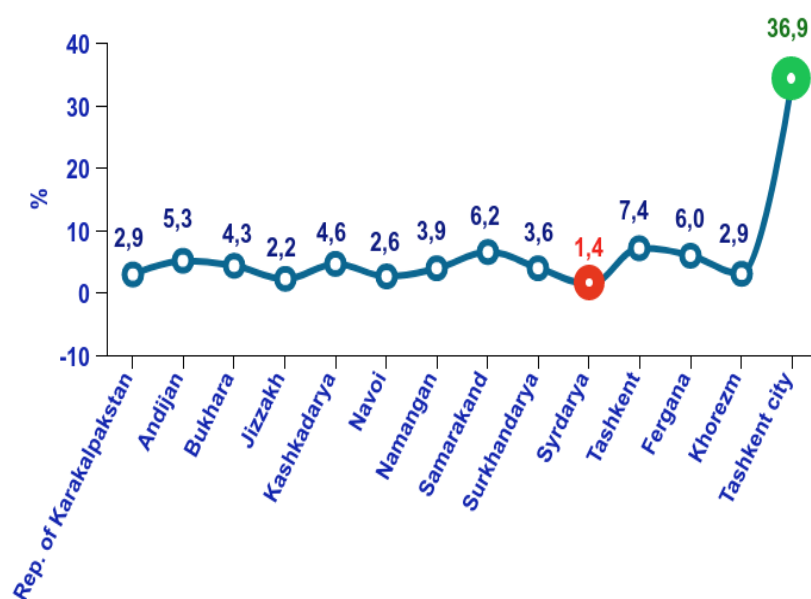
Preliminary data

The share of the city of Tashkent prevails in the total volume of services in the field of health care - 43.3%. Along with this, a relatively high proportion was recorded in Tashkent (9.2%), Fergana (7.2%) and Samarkand (5.8%) regions.

This indicator is insignificant in such regions as Syrdarya (1.7%), Navoi (2.2%), Jizzakh (2.4%), Surkhandarya (3.0%) and Khorezm (3.4%) regions, as well as in the Republic of Karakalpakstan (2.1%).

The production of services by type of economic activity is differentiated depending on the level of income, tastes and preferences of consumers.

Structure of rendered market services by region, %
(January-June 2020)



The share of the city of Tashkent in the total volume of services is the most significant - 36.9%. This is due to the fact that the real incomes of the population are higher here than in other regions.

Also, the largest share was recorded in Tashkent (7.4%), Samarkand (6.2%), Fergana (6.0%) and Andijan (5.3%) regions.

The lowest indicators in the service sector were noted in Syrdarya (1.4%), Jizzakh (2.2%), Navoi (2.6%), Khorezm (2.9%) regions and the Republic of Karakalpakstan (2.9%).

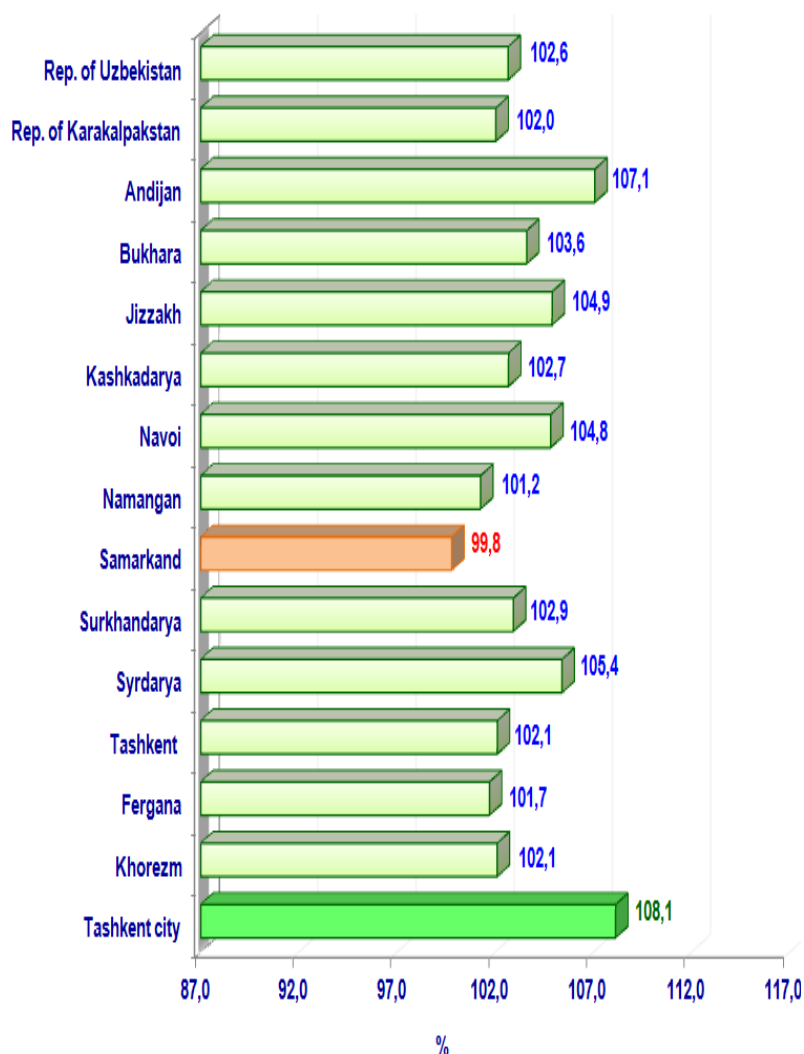
For information: in January-June 2019, the share of the city of Tashkent in the total volume of market services provided was 34.6%.
The share of the Syrdarya region was the smallest - 1.4%.

**Growth rates of provided market services by region,
in % to the previous year
(January-June 2020)**

Over the past period, relatively high growth rates were noted in Andijan (107.1%), Syrdarya (105.4%), Jizzakh (104.9%), Navoi (104.8%), Bukhara (103.6%), Surkhandarya (102.9%), Kashkadarya (102.7%) regions and the city of Tashkent (108.1%).

A slight increase was recorded in Namangan (1.2%) and Fergana (1.7%) regions.

A decrease in growth rates was observed in Samarkand (by 0.2%).



Preliminary data

During the surveyed period, in the context of regions, the city of Tashkent had a huge impact on the increase in the total volume of market services provided. Compared to the same period last year, the volume of services in the region increased by 6 115.6 billion soums and reached 37 111.2 billion soums.

Key indicators of service production by region (January-June 2020)

Name	Volume, billion soums	Growth rates compared to the previous year, %	Volume per capita, thousand soums
Republic of Uzbekistan ^{*)}	100 647,0	102,6	2 956,0
Republic of Karakalpakstan	2 877,5	102,0	1 511,1
<i>regions:</i>			
Andijan	5 311,7	107,1	1 691,3
Bukhara	4 314,6	103,6	2 237,6
Jizzakh	2 259,2	104,9	1 626,7
Kashkadarya	4 658,2	102,7	1 415,6
Navoi	2 594,3	104,8	2 591,9
Namangan	3 904,8	101,2	1 383,3
Samarkand	6 207,1	99,8	1 594,0
Surkhandarya	3 608,4	102,9	1 366,3
Syrdarya	1 448,7	105,4	1 704,9
Tashkent	7 457,0	102,1	2 526,2
Fergana	6 015,8	101,7	1 596,9
Khorezm	2 958,6	102,1	1 580,9
Tashkent city	37 111,2	108,1	14 288,9

^{*)} including unallocated volumes by regions

Along with this, relatively high rates were observed in Tashkent (7 457.0 billion soums), Samarkand (6 207.1 billion soums), Fergana (6 015.8 billion soums) and Andijan (5 311.7 billion soums) regions.

As you know, the prospects for the socio-economic development of modern Uzbekistan largely depend on the rational use in national and local interests of all the resources of each economic region and region of the republic.

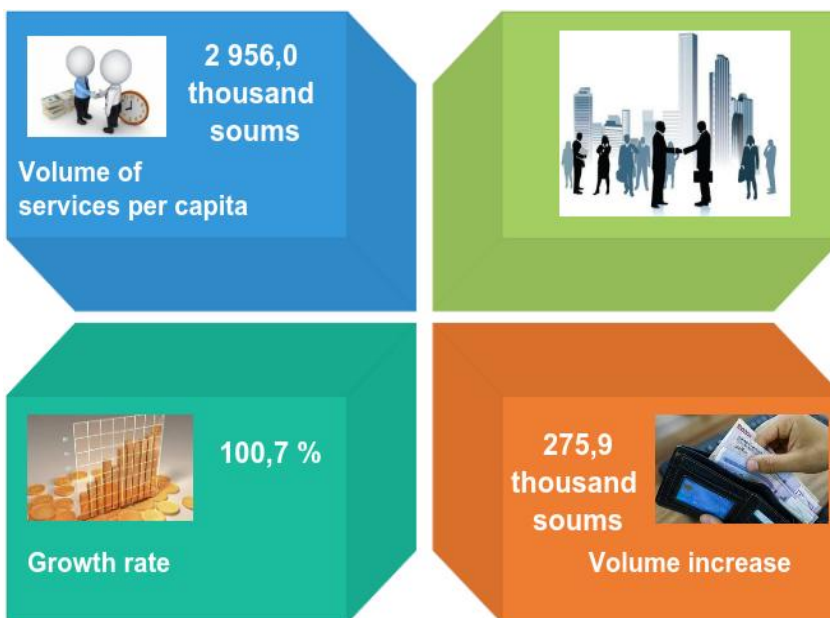
The level of development of the service sector ensures the territorial and social mobility of the population, the development of new economic territories, an increase in production efficiency and the consumption of material goods.

The growth of the volume of market services rendered per capita is observed monthly.

Main indicators of service production per capita

In January-June 2020, the volume of market services provided per capita reached 2,956.0 thousand soums.

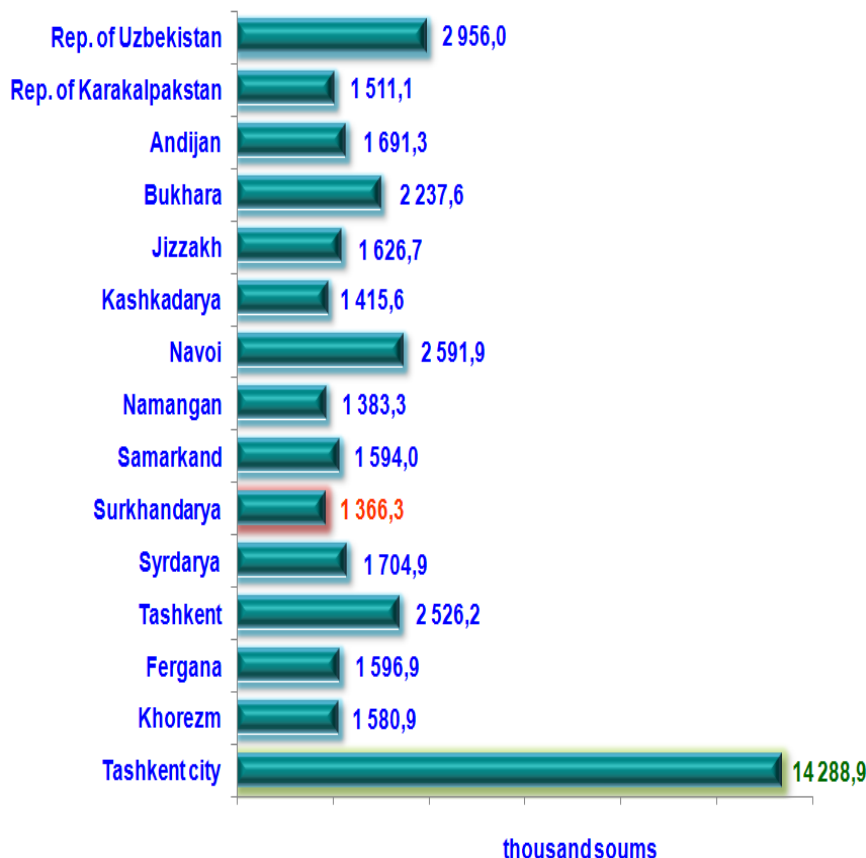
Compared to the same period last year, the growth rate was 100.7%.



Compared to January-June 2019

Preliminary data

Volume of services per capita by region, thousand soums
(January-June 2020)



This indicator among the regions ranges from 14 288.9 thousand soums in the city of Tashkent to 1 366.3 thousand soums in the Surkhandarya region.

The low per capita rate in this region is due to the high population figures.

For comparison: the number in the Navoi region is insignificant (as of July 1, 2020 - 1000.9 thousand people), however, the volume of market services provided per capita is relatively high. For the surveyed period, it amounted to 2,591.9 thousand soums.

➤ The service industry includes various activities that help improve the quality of labor and increase production efficiency.

➤ In the service sector, the fundamental factors of economic growth are formed, namely: new scientific knowledge, intellectual capital, information technology, financial services, consulting, etc.

Preliminary data

**Information about existing enterprises and organizations
operating in the service sector, as of July 1, 2020**

(excluding farms and dehkans)

Number of enterprises and
organizations operating in the service
sector - 283 649 units

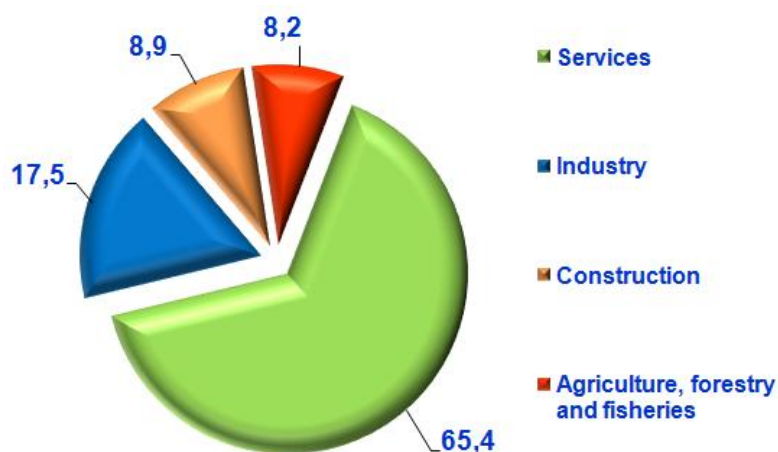
Share of their total
number -
65.4 %

Growth rates over the same
period last year -
115.3 %



**Structure of enterprises and organizations functioning
as of July 1, 2020, %**

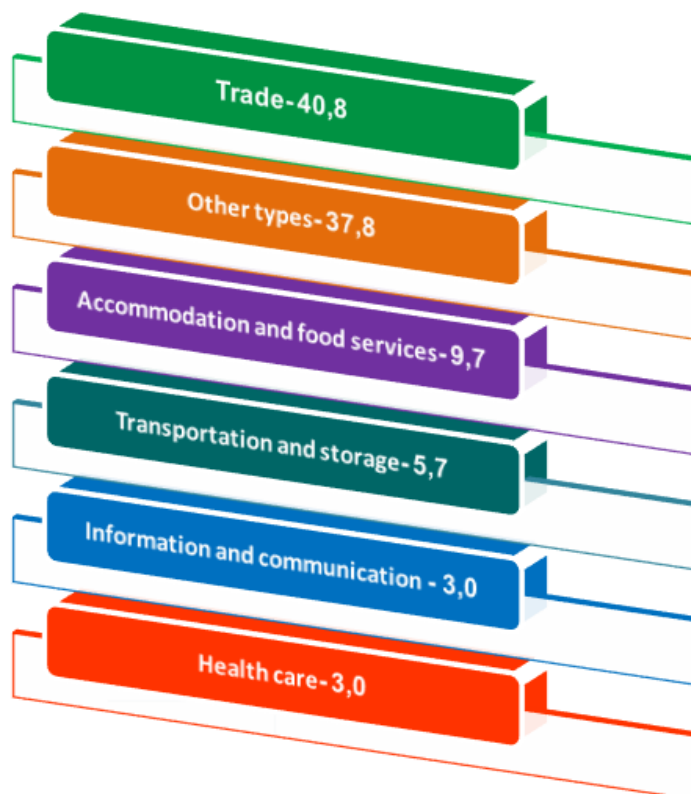
(excluding farms and dehkans)



As of July 1, 2020, the share of enterprises and organizations engaged in the service sector reached 65.4%, industry - 17.5%, construction - 8.9% and, only 8.2%, operate in rural, forestry and fisheries.

Structure of operating enterprises and organizations in the service sector by type of economic activity as of July 1, 2020,% (excluding farms and dehkans)

In the structure of operating enterprises and organizations related to the service sector, the share engaged in trade activities prevails (40.8%). The number of operating enterprises and organizations providing accommodation and food services amounted to 9.7%.



The share of operating enterprises and organizations related to transportation and storage and related to the service sector, in their total number reached 5.7%.

The share of functioning enterprises and organizations engaged in information activities and providing communication services is 3.0%.

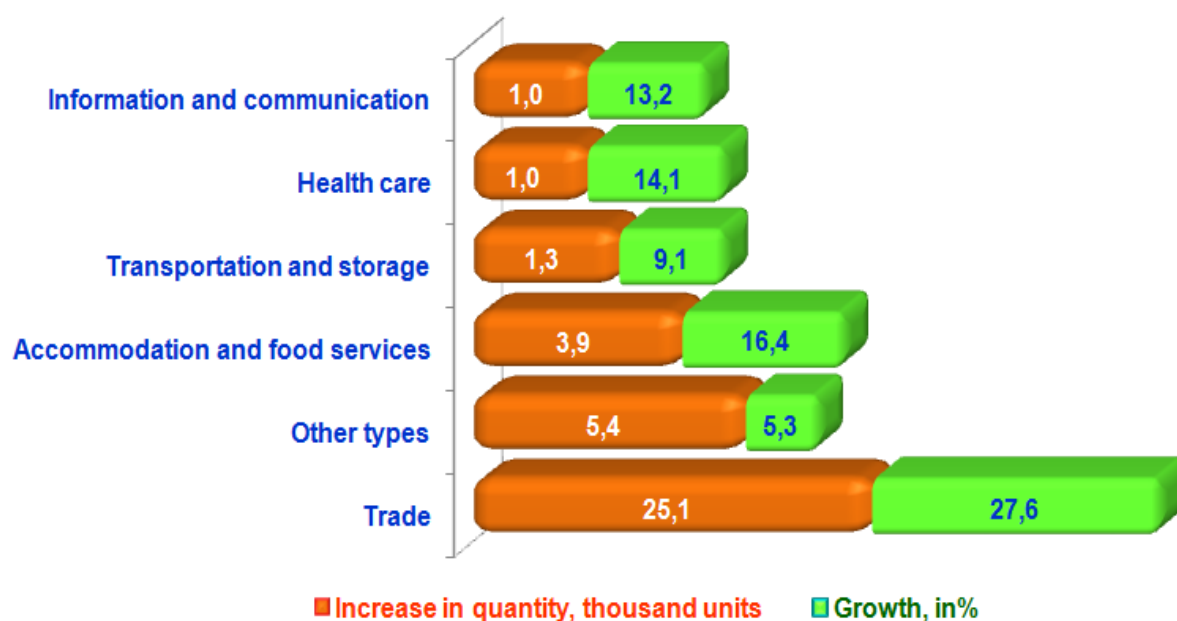
The number of operating enterprises and organizations providing services in the field of health care and social security amounted to 3.0% of their total number.

Preliminary data

For information: as of July 1, 2019, 245.9 thousand enterprises and organizations functioned in the service sector. In their total structure, trade services accounted for 36.9%, accommodation and food services - 9.6%, transportation and storage - 6.0%, information and communication - 3.1%, healthcare and social services - 3.0% , other types - 41.4%.

Increase and growth in the number of operating enterprises and organizations operating in the service sector, as of July 1, 2020,%

(excluding farms and dehkans)



Compared to the same period last year, the number of operating enterprises and organizations operating in the service sector increased by 37.7 thousand units.

For information: as of July 1, 2019, their number increased by 42.3 thousand.

Preliminary data

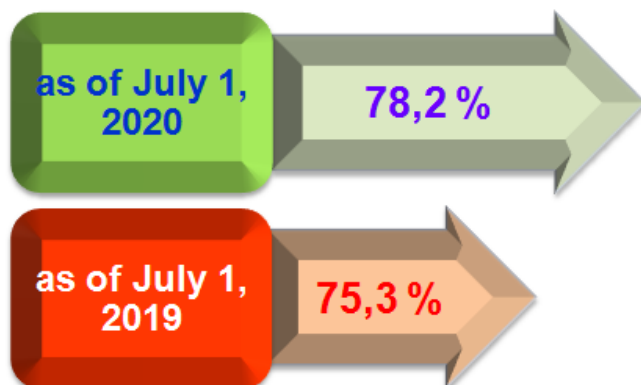
In relation to the surveyed period last year, high growth is observed in the field of trade - 27.6%. The number of enterprises and organizations employed in this industry increased by 25.1 thousand units and reached 115.8 thousand units.



Also, growth was noted in activities related to the provision of accommodation and food services, which amounted to 16.4%. The number of enterprises and organizations operating in this activity increased by 3.9 thousand units. and amounted to 27.4 thousand units.

The proportion of small businesses in the total number of operating enterprises and organizations as of July 1, 2020

(excluding farms and dehkans)



As of July 1, 2020, in the total number of enterprises and organizations providing services, small businesses accounted for 78.2%.

For information: as of July 1, 2019, their share was 75.3%.

Preliminary data

The growth of operating enterprises related to small businesses has had a positive impact on the increase in the total number of operating enterprises and organizations engaged in the service sector.

**Information on small businesses operating in the service sector
as of July 1, 2020**

(excluding farms and dehkans)



Comparing with the previous year

As of July 1, 2020, if compared with the same period last year, the number of small businesses operating in the service sector increased by 36,674 units.

As a result, their number amounted to 221,768 units, and the growth increased by 19.8%. In the total number of operating small businesses, the share of those employed in the service sector reached 59.9%.

For information: the share of the number of small enterprises and organizations involved in the service sector for the same period last year was recorded in the equivalent of 59.8%.



THE STATE COMMITTEE OF THE REPUBLIC OF UZBEKISTAN ON STATISTICS

Preliminary data

The development of the service sector in the republic depends on the growing purchasing power and preferences of the population, as well as the development of small businesses capable of meeting consumer demand, especially for modern types of services using ICT.

In other words, the volume of production of services, on the one hand, is influenced by such factors as income and preferences of households, tariffs for services, on the other hand, by investment, tax, monetary and scientific and technical policies, as well as the development of small businesses based on new technologies.

Department of Services Statistics
Contact number: 71-202-80-59