



Implementation of the Action Plan for the CAREC TTFS: Country Progress Report



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VII MINISTERIAL CONFERENCE (19-21 NOVEMBER 2008, BAKU): KEY DIRECTIONS FOR COOPERATION



**Action Plan for CAREC Transport and
Trade Facilitation Strategy 2017**

**Improvement of transport
corridors**

**Investments into transport and initiatives
on trade facilitation**

**Establishing effective multimodal tt
system «Asia – Europe»**

The National Joint Transport and Trade WG :measurement and monitoring



Established on 6 October 2008.

- Promotes transport and trade facilitation.
- Headed by Minister of MFERIT
- Comprises:
 - the chairpersons of the State Customs Committee and the Agency for Road and River Transportation;
 - Deputy Minister of Economy;
 - Deputy Minister of Finance;
 - Deputy Minister of Foreign Affairs;
 - Heads of of the major transport companies.
- The action Plan of the WG focuses on development of the CAREC “TC”
- Facilitate transport & trade, development of ILC and infrastructure, custom improvement
- Encourage development of sustainable, safe and user-friendly TT networks
- Identify bottlenecks, propose action to solve them



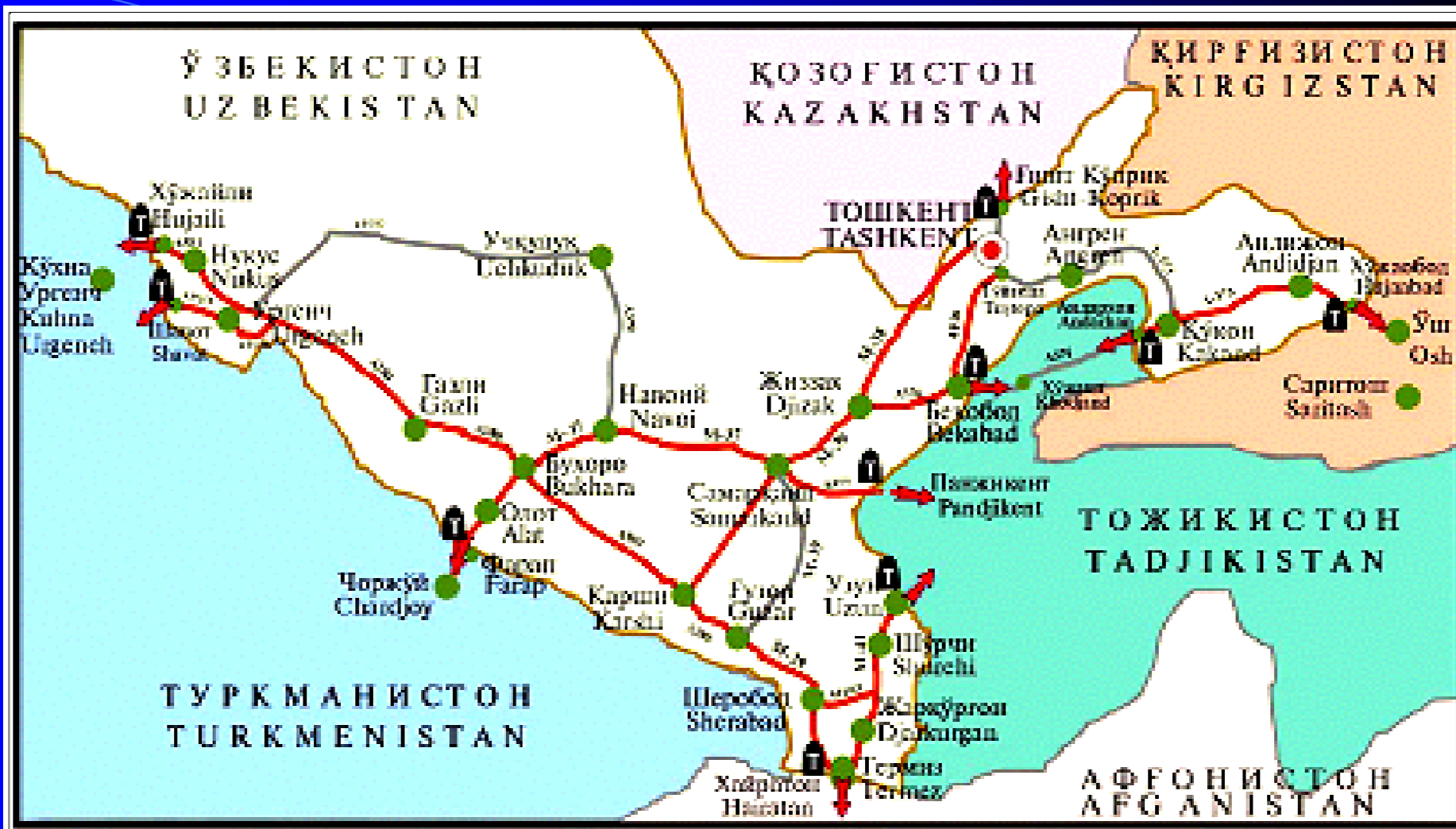
The National Joint transport and trade WG: measurement and monitoring

- Major tasks:
- Developing railways, roads, civil aviation and river transport;
 - Developing forwarders services and logistics;
 - Assessing road conditions on the major transport corridors;
 - Formulating transport and transit legislation and Customs regulations. 5 year Plan for development of National Road Network
- Monitoring of the results of FDI in “TTC”
- Development of the national transport, trade and transit law
- Diversification of transport networks of Uzbekistan
- Optimization of transport tariff, and reduce conventional restrictions
- Assessments of infrastructure, tt regulations and procedures and LG services by time/cost-distance analysis, time-release analysis at border points, LG performance analysis

IMPROVEMENT OF TC



3 year PP between Uzbekistan and ADB to realize 220 mln. loan in ts. Approved loan on the total amount of \$US 75,3 mln. for construction of 131 km, purchase equipment and mechanisms





43 500 km



**Road freight
carriages
amounted 725
mln.tons**

Transport and Trade Facilitation Sectors Progress



Roads Development Program (2007-2010)

The major strategic focuses are:

- Use public funds focusing on high-priority road construction projects;
- Construct or rehabilitate roads (totaling 679 km), comprising international transport routes (489 km) and priority roads (190 km);
- Increase domestic and transit freight and passenger road traffic by 60–70%; international and transit road traffic by 45–55% on average. Improve over 400 km of international roads Includes constructing a four-lane international motorway along
- Beineu, Bukhara, Samarkand, Tashkent, and Andijan (CAREC Corridor 2a); and strategic regional road sections (Bukhara-Alat, CAREC Corridor 2b, and Samarkand-Guzar, CAREC Corridor 6b).

Roads Development Program (2007-2014)

- Maintain and improve the road network and its connectivity with the international transport systems, and increase the road network capacity;
- Use the dry port in Navoi city actively as a transcontinental transport and forwarding hub on the routes to provide efficient intermodal transport services.

Program of development of national highway for the period up to 2014



Major Transport and Trade Facilitation Sectors Progress



Railway Sector Modernization and Development (2009–2013)

Includes constructing:

- the Tashguzar-Boysun-Kumkurgan railway line;
 - a new line to the Dekhqanabad potassium fertilizer plant;
 - a double-track electrified Jizak-Yangiyer line;
 - a single-track electrified Yangiyer-Farkhad line.

Recent Developments

- Navoi-Uchkuduk-Nukus and Tashguzar-Boysun-Kumkurgan Railway Lines have become operational.
 - have improved transport connectivity in the southern region;
 - have supported the development of new mining industries and industrial enterprises;
 - have provided direct access to other countries, primarily via trans-Afghan railway corridor.

Transport and Trade Facilitation Sectors Progress



Railway Developments

- Completed:
 - Tashkent-Samarkand line electrification
 - Tashkent-Khojикent line electrification
- Implementing Tukimachi-Angren line electrification.
- Improved Tashkent-Samarkand-Bukhara railway track.
- Installed a fiber-optic communication cable (totaling over 600 km) along the Keles-Bukhara railway section.



Major Transport and Trade Facilitation Sectors Progress

Airports and Civil Aviation

- **Bukhara Airport (CAREC Airport)**
- Completed the preliminary feasibility studies
 - Obtained UAE a grant (\$12 million~\$15 million) **Airports and Civil Aviation**

KOR-UZB Management Contract (Navoi)

- Korean Air and Uzbekistan Airways have signed a management agreement.
 - enables Korean Air to operate the Navoi airport.
- An agreement was also signed for Uzbekistan Airways to lease from Korean Air two cargo aircraft A300–600. **Airports and Civil Aviation**



in Navoi from 6 in 2008.09. up to 46 fl/per week 2009/05



Transport and Trade Facilitation Sectors Progress

Trade Facilitation

Customs authorities are strengthening

- customs infrastructure and
- border-crossing logistics
 - to ensure their compliance with international customs practices.

Customs Service Strategy (2007–2010)

Implementing customs reform and modernization in six areas:

- improve customs legislation;
- improve management system and human resource policy;
- improve customs payment collections;
- simplify customs procedures and trade facilitation;
- improve anti-smuggling methods; and
- introduce modern information technology and communication systems.

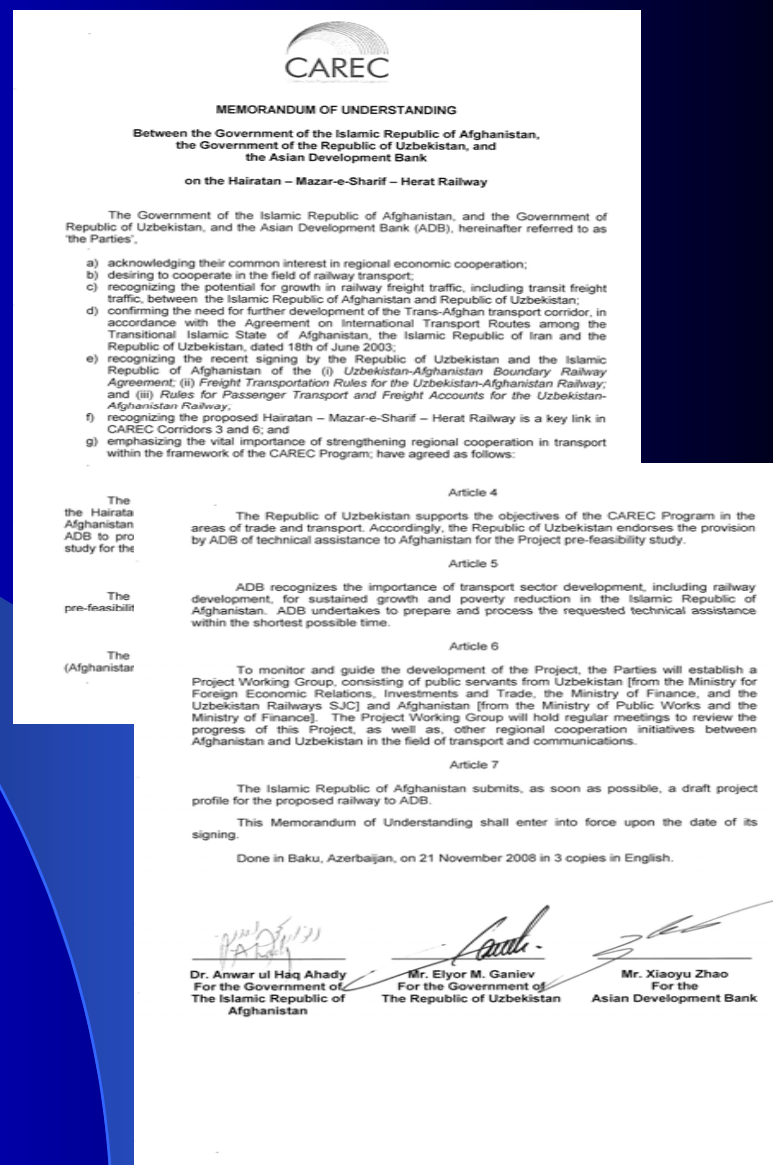
MOU IMPLEMENTATION



MOU IMPLEMENTATION



ADB ratified TA grant on the amount of \$US1,2 mln. to carry out technical and economical studies on the key transport routes with priority focused on railway line linking Hayraton with Mazari-e Sharif





MOU IMPLEMENTATION

1. Tashkent (4-5 March 2009) - meeting of Uzbek-Afghan-ADB JWG group on the issues related to implementation of MOU
2. Beijing (4 April 2009) - meeting on the issues of developing SCO transit potential was held. It was agreed to activate cooperation on the projects of E-40 road construction and road routes linking Central Asia with China (CAREC transport corridors 6a, 6b, 5, 3, 2)
3. On 5 March 2009 in Tashkent was official launch of the II phase of ESCAP project «International intermodal transport corridors in North-East and Central Asia».
4. Official launch of II phase on transcontinental freight shipments was held on 28.04.2009 in Tehran.

- 565 ha
- 50 enterprises
- 3000 personnel
- 500 mln. USD

FIEZ «NAVOI»





Status of Investment and Technical Assistance Projects

Roads

- **UZB IP 1: CAREC Regional Road Improvement (ongoing)**
 - Project implementation started in 2008 and is proceeding well.
 - Established Transyulkurulish Co. which will assist the Project Implementation Unit by creating seven modern road-building equipment depots.



Status of Investment and Technical Assistance Projects

Railways

UZB IP 2: Renewal of Railway Equipment

- Newly emerged high priority project for implementation during 2010–2011. Project cost: \$20 million.

UZB IP 3: Acquisition of New Cargo and Passenger Locomotives

- Components: 10 new modern high-speed electric cargo locomotives and 15 new passenger electric locomotives.
- Obtained financing from China Exim (\$75 million) for the passenger locomotives.
- Exploring financing for the 10 cargo locomotives.
- Project period: 2009–2012.

UZB IP 4: Electrification: Marokand-Kashi-Tashguzar- Boysun-Kumgurgan Section

- Additional component: Marokand-Kashi section
 - This has resulted in an increase in the project cost estimate (from \$180 million to \$273 million).
 - Exploring JICA financing (about \$163 million).
- Planned Completion: 2015



Status of Investment and Technical Assistance Projects

Railways

- **UZB IP 5: Construction: Tashguzar- Boysun-Kumgurgan Section**

- Construction is almost completed.

- Financing: SJSC Uzbekiston Temir Yullari (UTY) and JICA.

- **UZB IP 6: Construction: Navoi–Uchkuduk-Sultanuizdag-Nukus Section**

- Additional component: Sultanuizdag-Nukus section.

- New project cost: \$40.46 million.

- Financing: UTY.

- Planned completion: by the end of 2010.

- **UZB IP 7: Electrification: Tukimakchi-Angren Section (new)**

- Feasibility Study completed (UZB TA 1: Electrification: Tukimakchi-Angren Section).

- Project scope: 113.9km railway line electrification.

- Financing: UTY, KfW (Germany), and Kuwait Fund of Arabic Economic Development. **Railways**

- **UZB IP 8: Construction: Double-track Electrified Yangier-Jizak Section and Single-line Electrified Yangier-Farkhad Section (new)**

- Newly emerged high priority project in three heavily trafficked railway sections in Syrdarya and Djizzak provinces.

- Feasibility study completed. Start: 2009. Planned completion: 2011.

- Financing: UTY



PP-2009

- **Open of the Andijan-Osh-Kashgar**
- **Development of TC CAREC**
- **Containerization**



Thank you for attention!