

PROVISION
on the order of functioning special currency regime
in the "Navoi" Free Industrial-Economic Zone

I. General provision

1. The Present Provision determines the order of operation of the special currency regime in the "Navoi" free industrial-economic zone (hereinafter - "Navoi" FIEZ)
2. The effect of this Provision applies only to activities carried out by business entities, registered by "Navoi" FIEZ directorate (hereinafter - "Navoi" FIEZ partners), solely in "Navoi" FIEZ.
3. To the purposes of the present Provision are applied the concepts used in the currency regulation law.
4. The procedures for conducting foreign exchange transactions, not provided by the present Provision are exercised in the statute-established manner.

II. The order of conducting of currency exchange transactions by "Navoi" FIEZ partners

5. "Navoi" FIEZ partners select the authorized banks for the service themselves and have the right to open foreign currency accounts in one or several authorized banks of the Republic of Uzbekistan (hereinafter - the authorized bank).
6. "Navoi" FIEZ partners have also a right to have accounts in banks abroad with obtaining the permission from the Central Bank of the Republic of Uzbekistan in the statute-established manner.
7. In order to open a poste restante deposit account in foreign currency, as well as secondary deposit account by "Navoi" FIEZ partners, the following documents should be submitted to the authorized bank:
 - a) an application for opening an account;
 - b) a copy of the certificate of the taxpayer identification number assignment, issued by the tax authorities, unless otherwise provided by law;
 - c) a copy of Certificate of registration as a partner of "Navoi" FIEZ;
 - d) two copies of cards with authorized signatures and stamp.
8. FIEZ "Navoi" participants' foreign currency funds are kept in the accounts of authorized banks and used by them independently according to the present Provision.
Keeping the funds of "Navoi" FIEZ partners in foreign currency accounts opened in banks abroad, carried out according to the laws of the Republic of

Uzbekistan, on the ground of which opening of bank accounts abroad was authorized.

9. Foreign currency proceeds, received by "Navoi" FIEZ partners, including from export of goods (works, services) are subject to enter in their accounts in authorized banks.

Receipt of funds in foreign currency to the accounts of "Navoi" FIEZ partners opened in banks abroad is carried out according to the legislation of the Republic of Uzbekistan, on the ground of which opening of bank accounts abroad was authorized.

10. "Navoi" FIEZ partners are authorized to:

- exercise within "Navoi" FIEZ settlements and payments in foreign currency according to the agreements and contracts concluded between them;

- pay in foreign currency for goods, works and services by other business entities - residents of the Republic of Uzbekistan;

- use convenient terms and forms of payments for exported and imported goods.

11. Business entities - residents of the Republic of Uzbekistan, non-residents of "Navoi" FIEZ have a right to sale goods, works and services in foreign currency to "Navoi" FIEZ partners.

12. To currency accounts of the "Navoi" FIEZ partners in authorized banks of the Republic of Uzbekistan can be entered in currency funds on:

- a) payments, entailed foreign trade;

- b) payments, in accordance with agreements and contracts, concluded by "Navoi" FIEZ partners;

- c) purchased through authorized banks in the Republic of Uzbekistan;

- g) effective foreign currency received by "Navoi FIEZ " partners, in statute-established cases;

- d) contributed to the authorized fund (charter capital) of "Navoi" FIEZ partners in statute-established manner;

- e) loans, foreign investments and mortgages in accordance with the legislation, and payments entailed their exercise;

- g) payments on plastic and credit cards;

- h) non-trade payments in statute-established cases;

- s) received from abroad in the shape of grants in statute-established manner;

- k) transferred from other accounts of account holder, opened in other banks;

- i) in other cases, which are not prohibited by law .

13. Foreign currency funds which are in currency accounts of "Navoi" FIEZ partners in authorized banks of the Republic of Uzbekistan, on the order of owner can be:

- a) transferred on payments, entailed current international transactions exercise;
- b) transferred to the accounts of "Navoi" FIEZ partners in accordance with the concluded agreements and contracts;
- c) transferred to the accounts of other business entities - residents of the Republic of Uzbekistan for the supply of goods, works and services;
- g) used to pay for commissions fee on authorized bank's transactions in foreign currency, pay of expenses for sending of employees on an business trips outside the Republic of Uzbekistan (including cash) in the established manner;
- d) used to pay of credit, loans and interests repayment accounts;
- e) transferred to an expanses on entering on authorized funds (charter capital) of legal entities in the statute-established manner;
- g) sold the servicing bank on the territory of the Republic of Uzbekistan;
- h) used to pay of the salaries to non-resident employees of "Navoi" FIEZ partners;
- s) transferred to other accounts of the account holder, opened in other authorized banks of the Republic of Uzbekistan;
- k) transferred for non-trade concerns in statute-established cases;
- l) used in other statute-established cases.

14. All fund transfers through accounts of "Navoi" FIEZ partners, which are opened in banks abroad, must be carried out in accordance with the laws of the Republic of Uzbekistan, on the ground of which opening of bank accounts abroad was authorized.

15. Purchase and sale of foreign currency on the domestic market are carried by "Navoi" FIEZ partners through authorized banks by submitting an application and related documents in the statute-established manner.

III. Order of registration and execution of export contracts

16. Export contracts are subject to register in the authorized banks at the location of opening of the deposit account on foreign currency poste restante of the exporter.

In cases, if exporter has several foreign currency accounts in various authorized banks in Uzbekistan, the export contract must be registered only in one authorized bank, selected by exporter. Thus, all foreign currency funds under the contract must flow into account at the authorized bank in which the contract is registered, unless otherwise established by law.

The registration of export contracts at the customs authorities are carried out in accordance with the laws of the Republic of Uzbekistan.

17. The registration of export contracts at authorized banks are carried out within eight (8) hours since the time of submission of an application.

18. Any changes or amendments to the terms of the export contract must be recorded in the Supplementary Agreement. Supplementary agreements are subject to be registered with an authorized bank and customs authorities.

19. "Navoi" FIEZ partners have a right to use favorable terms and forms of payments for exported goods, works and services.

20. According to legislation, exporters are responsible for late or incomplete receipt of foreign currency transactions on their accounts for shipped goods, as well as, performed work and rendered services.

IV. Order of registration and execution of import contracts

21. Import contracts are subject to register only in the authorized bank on location of opening of the deposit account on foreign currency poste restante of the importer.

In case if the importer has several foreign currency accounts in various authorized banks in Uzbekistan, the export contract must be registered only in one authorized bank, selected by importer. Thus, all contract payments must be carried out through those authorized bank, in which the contract is registered, unless otherwise established by law.

22. Registration of import contracts at authorized banks are carried out within eight (8) hours since the time of submission of an application.

23. Any changes or amendments on terms of import contract must be recorded in the Supplementary agreement. Supplementary agreements are subject to registration at authorized bank, in the manner established for import contracts.

24. "Navoi" FIEZ partners have a right to use favorable terms and forms of payments for importing of goods, works and services.

25. In the case, if since the date of the payment by "Navoi" FIEZ partners – the importer within the term established by law, the card with the corresponding marks of custom services on the arrival of goods to the territory of the Republic of Uzbekistan, as well as invoices, acts of the performed works on completed works and rendered services are not submitted to authorized bank, authorized banks are sent the relevant information to the tax authorities within ten days.

V. Monitoring and reporting

26. Control over the accuracy of currency transactions in "Navoi" FIEZ carried out by the tax authorities of the Republic of Uzbekistan, in accordance with the legislation.

27. Authorized banks are submitted to the Central Bank of the Republic of Uzbekistan reporting on foreign exchange transactions on the territory of the "Navoi" FIEZ in the form and terms established by the Central Bank of the Republic of Uzbekistan.

28. "Navoi" FIEZ partners, departing from requirements of the present Provision and the legislation on currency regulation are liable in the statute-established manner.