



Institutional reforms on improvement of investment and business climate

Chair of State Committee for Investment
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NDS Goals

“Entrepreneurship-the Engine of the Economy”

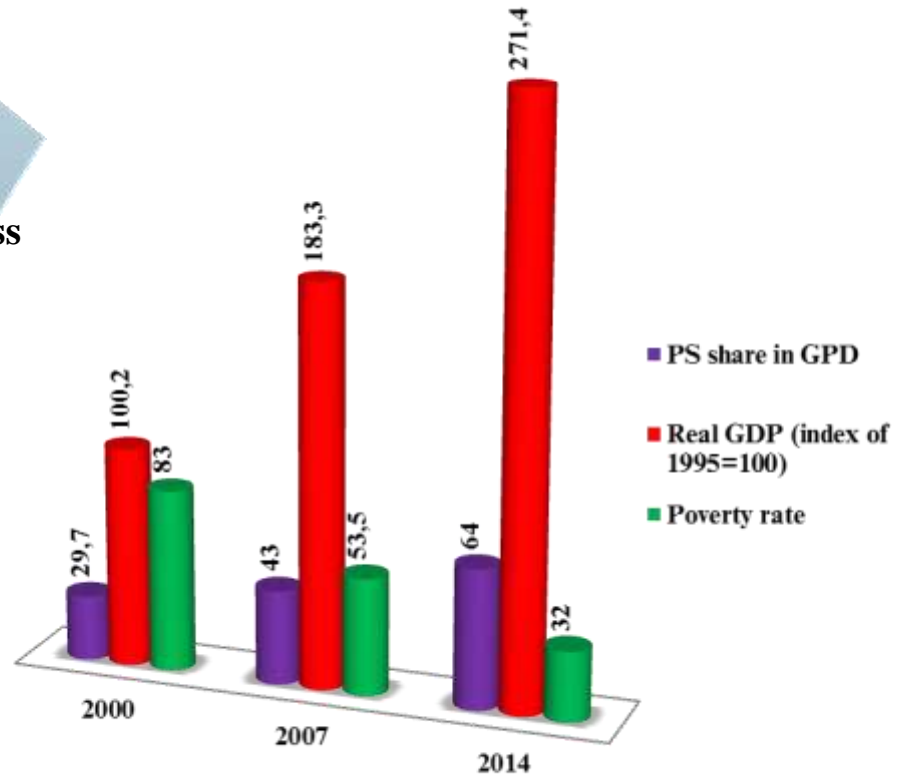
Developments goals

Ensuring attractiveness of the country's investment climate at international stage

Increased investment and private sector development

Improvement of investment climate and expanding the business support

Change in Tajikistan Development Goals'





Measures on improvement of investment climate and business development

Making Easy and Transparent State Regulation of the Economy

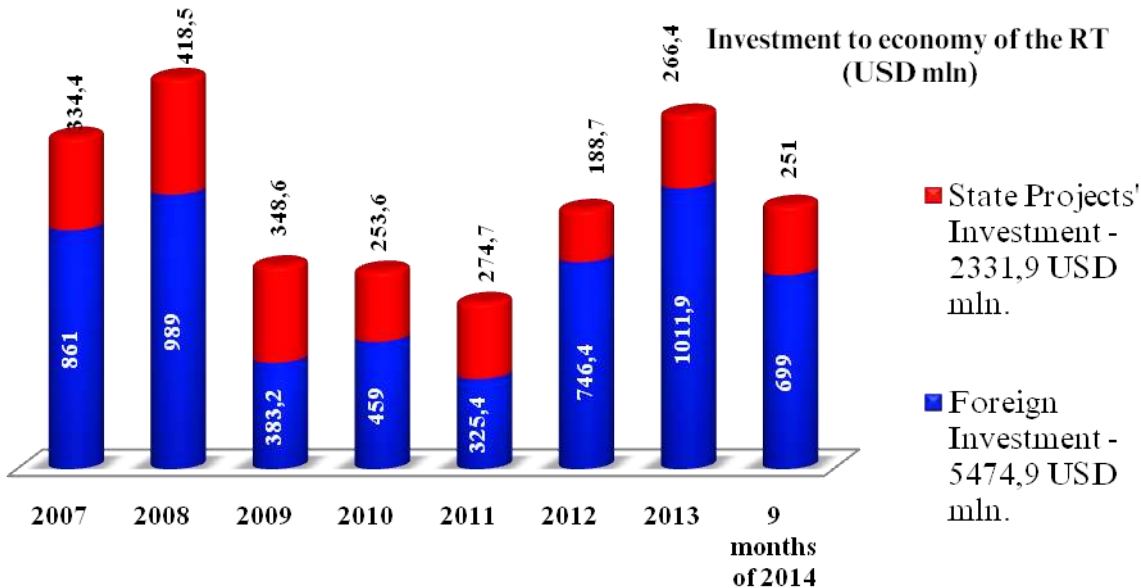
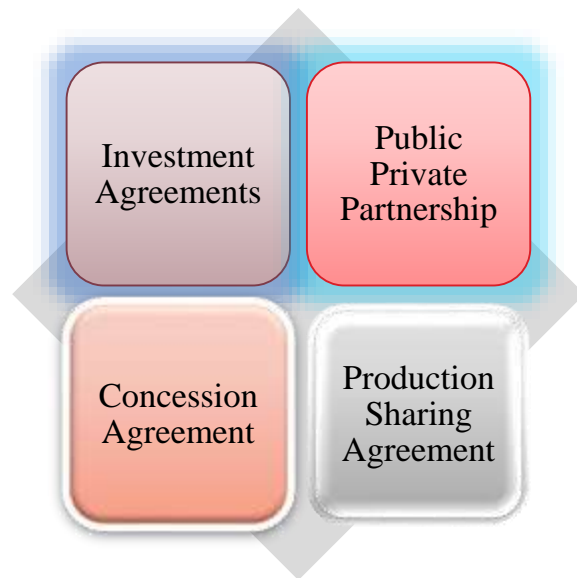


Putting in place a stable, transparent, efficient investment climate for private investment attraction and business development

- ▶ **Improvement of Legislation on Investment**
- ▶ **Development of Infrastructure**
- ▶ **Development of Public-Private Dialogue at a National and Regional Level**
- ▶ **Establishment of the Entrepreneurship Support Fund**
- ▶ **Establishment of Council and Center on Implementation of PPP Projects**
- ▶ **Development and Implementation of Programs, Concepts and Strategies on Business and Investment Development**

Measures on improvement of investment climate and business development

- ▶ Equal rights of domestic and foreign investors;
- ▶ Legal protection of investors. Guarantee of noninterference of Government in business; Right of using and transferring abroad revenues and incomes (no exchange problem)
- ▶ Intellectual property rights and right to use natural resources
- ▶ Submitting investors visa
- ▶ Totally more than 40 types of guaranties and incentives, including in regard with taxation and customs transactions





Progress Achieved (1)



Integration into the global economy: WTO Accession, Ratification of NY Convention and Apostille Convention, Progress on regional projects like CASA1000, Railway of Turkmenistan-Uzbekistan –Tajikistan, Gas Pipeline of Turkmenistan – Uzbekistan – Tajikistan – Kyrgyzstan - China, network of regional automobile highways



Cutting red tape: Reforms to laws on permits, permits system, inspections, taxation and tax administration, activity of the “Single Window” on registration of business, import and export transactions, visa, registration of property, etc.



Financial market development: establishment of a privately operated credit bureau, initiation of a sovereign credit rating, development of secondary market for securities and stock exchanges, liberalization and diversification of the insurance sector



Progress Achieved (2)



Establishment of favorable investment basis: creation of four free economic zones, development of a Public Private Dialogue, adoption of laws on investments, investment agreement, concession, product sharing agreement, Public Private Partnership, state protection and support of entrepreneurship and etc



Increasing knowledge on Tajikistan investment opportunities among investors: establishment of agency on investment promotion and cooperation with investors, arrangement of a number of regular business –forums of the business circles of Tajikistan and foreign countries



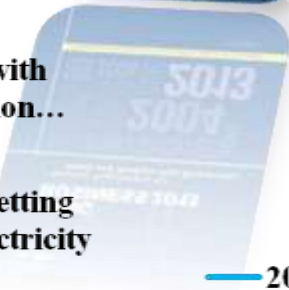
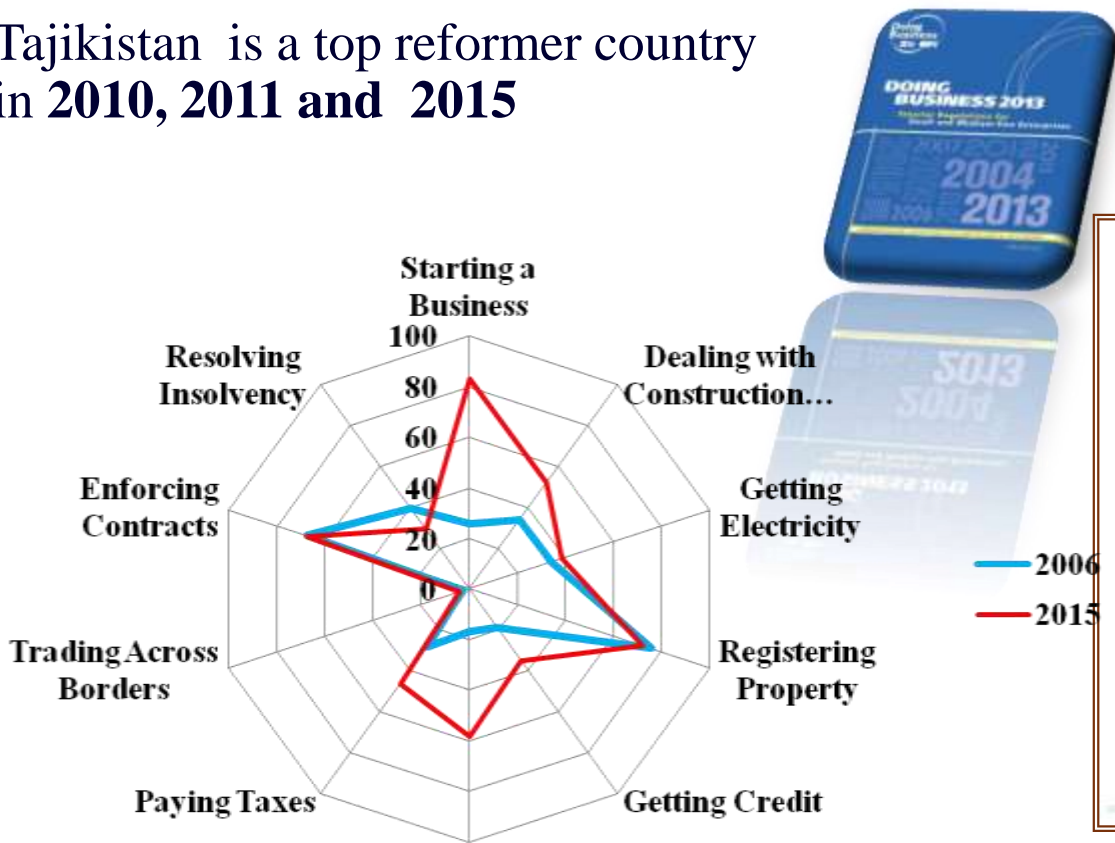
Simplification of state regulation of economy: Liberalization of most sectors for attraction of investment



Recognition of Tajikistan as a top reformer country

Adoption of a Number of Action Plans on Improvement of the Country Indicators in International Ratings, including the Doing Business Report of the World Bank

Tajikistan is a top reformer country in 2010, 2011 and 2015





Analyze Challenges

Weak implementation of administrative reforms in some sectors

- Designing new activities focused on improving access to finance recourses
- Simplification of procedures of resolving insolvency, including bankruptcy, liquidation or termination of business

Continuation of reforms on improvement of investment climate in different sectors of the economy

- Establishment of the “Single Window” on attraction of foreign capital
- Development of contemporary mechanism of accounting FDI inflow



Next Steps

1

- Additional measures on resolving the issues of development of production entrepreneurship, implementation of investment projects through using modern technologies and expanding export capacity of the country;

2

- Development and implementation of comprehensive Action Plan on declaring 2014-2020 years as a period of supporting the production entrepreneurship and development of industry on procession of domestic raw material;

3

- Strengthening reforms on private sector development and ensuring implementation of adopted documents on improvement of investment and business climate;

4

- Improvement of legislation system and international mechanism of guaranties on capital and investment agreements and based on this enhancing guaranties and obligations of investors;



Next Steps (2)

5

- Implementation of the Law of the RT “On State Protection and Support of Entrepreneurship” in a new Edition dated July 26, 2014, #1107, including development of sub law regulatory legal documents;

6

- Starting implementation of the second stage of Program on State Entrepreneurship Support in the RT for 2012-2020 for the next three years (2015-2017);

7

- Development of Draft Law of the RT “On Investment” and Draft Law of the RT “On Subsoil and Subsoil Use” taking into account international experience;

8

- Continuation of the reform on improvement of access to finance resources and establishment of electronic Collateral Registry;



Next steps (3)

9

- Implementation of the **Action Plan of the Government of the Republic of Tajikistan on Improvement of the Tajikistan's indicators in the Doing Business Report** of the World Bank Group dated May 3, 2014, #300
- Implementation of the **Action Plan of the Government of the Republic of Tajikistan on Improvement of Investment Climate in Tourism** dated May 3, 2014, #301

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- Implementation of the **Action Plan on Implementation of the President's instructions in the result of Meeting with Entrepreneurs and Investors** dated October 14, 2014
- Implementation of recommendations of the **Resolution of the Economic and Investment Forum Dushanbe – 2014 under the banner "Entrepreneurship-the Engine of the Economy"** dated October 15, 2014

11

- Implementation of the Action Plan of the Government of the Republic of Tajikistan on Improvement of Investment and Business Climate in the Insurance Sector dated December 31, **2014, # 788**



Next steps (4)

12

- **Comprehensive support of private sector on production of import substituting products, development of production entrepreneurship and expanding export capacity of the country;**

13

- **Providing favorable conditions regarding development of cross-border trade, including facilitating the establishment of logistic centers through the PPP mechanism;**

14

- **Envisaging incentives and additional guaranties for more attraction of foreign capital;**



Next steps (5)

15

- **Facilitating establishment of business-incubators in rural area for SME development**

16

- **Conducting reforms on licensing on basis of reforms on permits. During implementation of reforms on permits ensure to issue on-line more than 30% of permitting documents**

17

- **Adoption of the Law of the RT “On inspection of activity of business entities” in a new edition and introduction of risk-based procedure on inspection of activity of business entities**

