

Importance of the Textile Industry: The Situation in Uzbekistan and the Legal Framework

Giyazova N. B.¹, Giyazov B. B.²

Annotation: This article discusses the role of the textile industry in economic development, the legislation of the Republic of Uzbekistan in this area and the work being done in this area in our country. We can cite the step-by-step efforts of our country at the initiative of our President, the benefits provided to producers and exporters. Over the past period, the necessary legal framework and favourable conditions for the development of the textile industry have been formed.

Key words: Textile, industry, legal framework, development, condition, competitive industry, production, potential.

Sustainable development of the economy, further acceleration of scientific and technological progress, rational use of production potential, comprehensive saving of all types of resources and production management in accordance with the laws of a market economy are the most important components of the country's economic strategy. It is unthinkable to create a competitive product with high added value without introducing new, modern approaches to the economy.

In this regard, we can cite the step-by-step efforts of our country at the initiative of our President, the benefits provided to producers and exporters. Over the past period, the necessary legal framework and favourable conditions for the development of the textile industry have been formed.

Modernization and diversification of the textile industry is the most important condition for expanding the volume and variety of ready-made competitive products in high demand in foreign markets, increasing the efficiency and profitability of growing and processing of raw cotton.

In recent years, the President and the government have adopted resolutions aimed at accelerating the development of the textile and clothing industry in the country. As a result, over the past three years, textile production has almost doubled, and the volume of cotton fiber processing increased from 410,000 tons in 2016 to 760,000 tons in 2019, resulting in the production of knitwear by micro and small enterprises. volume increased, and the value of product exports rose to \$ 2 billion. Based on the data provided by the State Statistics Committee of Uzbekistan, let's look at Table 1 above, which shows that as a result of the benefits provided to producers, investors The volume of cotton fiber production in the first four months of 2021 compared to January-April 2020 increased by 36.6 thousand tons and amounted to 290.2 thousand tons.

According to the State Statistics Committee on the volume of textile production, in the last four months of 2021, the pace of production increased sharply by 22.2% compared to the corresponding period of 2020 and reached the world market. we can see that the sales of finished products are growing, which means that the decisions made, the programs developed are the most relevant and timely.

The main goal of delivering value-added finished products to the world market is to deepen the processing of raw materials and put them on the market in a ready state for consumption. is a guarantee of increasing the welfare of our people.

With this in mind, the country is consistently implementing practical measures to ensure the further development of this sector.

The President of the Republic of Uzbekistan and the Cabinet of Ministers of the Republic of Uzbekistan have adopted a number of Decrees and Resolutions on the accelerated development of the textile and clothing industry:

1. Resolution of the President of the Republic of Uzbekistan No. PP-2687 dated 21.12.2016 "On the program of measures for further development of the textile and clothing industry in 2017-2019".
2. Decree of the President of the Republic of Uzbekistan No. F4881 dated 24.03.2017 "On measures to further support the enterprises of the Republican silk industry."
3. Resolution of the President of the Republic of Uzbekistan dated 29.03.2017 No PP-2856 "On measures to organize the activities of the Association" Uzbek ipak sanoat ".
4. Decree of the President of the Republic of Uzbekistan No. PF-5285 dated 14.12.2017 "On measures to accelerate the development of the textile and clothing industry."
5. Resolution of the Cabinet of Ministers of the Republic of Uzbekistan No. 53 of 25.01.2018 "On measures to introduce modern forms of organization of cotton and textile production."

¹ senior teacher, Department of Economy Bukhara State University, Bukhara, Uzbekistan

² teacher, Department of Economy Bukhara State University, Bukhara, Uzbekistan

6. Resolution of the Cabinet of Ministers of the Republic of Uzbekistan No. 253 of 31.03.2018 "On additional measures to organize the activities of cotton and textile industries and clusters."
7. Resolution of the Cabinet of Ministers of the Republic of Uzbekistan dated 15.08.2018 No 664 "On measures to further stimulate the enterprises of the textile industry and increase their competitiveness."
8. Decree of the President of the Republic of Uzbekistan No. PF5587 "On measures to further stimulate the export potential of domestic producers" dated 29.11.2018.
9. Resolution of the President of the Republic of Uzbekistan No. PP-4186 of 12.02.2019 "On measures to further deepen the reform of the textile and clothing industry and expand its export potential."
10. Resolution of the President of the Republic of Uzbekistan dated 24.05.2019 No PP-4337 "On measures to expand export financing and insurance protection mechanisms"
11. Decree of the President of the Republic of Uzbekistan dated 28.05.2019 Resolution No. PP-4341 "On measures to organize the production of garments and employment in the regions of the Republic."
12. Resolution of the President of the Republic of Uzbekistan dated 16.09.2019 No PP-4453 "On measures to further develop the light industry and stimulate the production of finished products."
13. Decree of the President of the Republic of Uzbekistan No. PF5989 dated 05.05.2020 "On urgent measures to support the textile and clothing industry."
14. Decree of the President of the Republic of Uzbekistan dated 16.09.2019 No. PF-6011 "On abolition of certain tax and customs benefits".
15. Resolution of the Cabinet of Ministers of the Republic of Uzbekistan No. 283 of 14.05.2020 "On measures to further improve the monitoring of foreign trade operations of the Republic of Uzbekistan."
16. PF-5995 of the President of the Republic of Uzbekistan dated 18.05.2020 "On additional measures to ensure compliance of quality and safety indicators of agricultural products with international standards" decree.

Ensuring deeper processing of raw cotton in other sectors of the textile and light industry, export of finished products such as dyed yarn, knitted fabrics and fabrics to foreign countries, followed by the active adoption of modern technology and design, we can achieve huge efficiency in the production of finished textile products.

In particular, the Resolution of the Cabinet of Ministers of the Republic of Uzbekistan dated January 27, 2005 No 38 "On measures to attract investment in the textile industry of the Republic" played a key role in shaping the material and technical base. Resolution of the President of the Republic of Uzbekistan "On the program of modernization and technical re-equipment of textile enterprises in 2006-2008" and "On the program of modernization, technical and technological re-equipment of production in 2007-2011" Special Resolutions on Restructuring, Modernization and Diversification of Major Industries in 2015-2019 The policy also serves as a basis for the creation of new jobs through the modernization and technical re-equipment of enterprises. Based on these analytical data, the formation of an innovative system in the country that fully coordinates the cycle of full processing of raw cotton and the production of fabrics, ready-made clothes, more efficient use of production capacity of cotton processing and textile enterprises, on this basis, it is necessary to further increase the achievement of economic efficiency.

JSC "Uzpakhtasanoat", JSC "Uzbekyengilsanoat" in cooperation with the Association "Uzpromstroyateriallari" Based on international experience, the organization of production of lightweight construction garments on the basis of innovative technologies, using cheap and domestically produced building materials was tasked to develop individual model projects. On the instructions of the head of state, in 2007 a private enterprise Chust Textile was established in Chust district of Namangan region. The main advantage of this enterprise is that the factory buildings are built in the hangar method without using a lot of materials. As a result, the construction alone saved \$ 6 million.

Employment of young people and women is one of the priorities of our state policy. For this purpose, textile complexes are being established in cities and districts. Because there is raw material, infrastructure and market for it.

Chust Textile was established in the Namangan Free Economic Zone. 1,300 people work in the two complexes of the factory.

The company can produce all types of outerwear and underwear, depending on the order. In 2020, about 2,000 tons of fabrics and 5.2 million pieces of finished knitwear were produced and exported to countries such as Italy, Russia, Kazakhstan and Tajikistan for more than \$ 9 million. Exports are expected to reach \$ 12 million this year.

In addition, as noted by the President, the construction and operation of the enterprise by the hangar method has a high impact on the cost and competitiveness of products, and instructions are given to build other textile complexes on the basis of such a project.

The total cost of the Chust textile project is about \$ 12 million and it is planned in three stages. At full capacity, it will be possible to produce 5,000 tons of fabrics and 15 million pieces of finished products a year. It is planned to increase the number of employees to 2,200.

At the same time, due to the insufficient production of ready-made garments in a number of remote areas, the social protection of those in need of employment, especially unemployed women, requires the improvement of their living conditions. The adoption of the Resolution of the President of the Republic of Uzbekistan dated May 28, 2019 No. PP-4341 "On measures to organize the production of garments and employment in the regions of the Republic" was a solution to these problems.

Based on this decision, in order to diversify the activities of JSC "Uzpakhtasanoat", to create additional new jobs by creating production facilities for ready-made garments in remote areas:

The Ministry of Economy and Industry of the Republic of Uzbekistan, the Ministry of Finance, the Ministry of Employment and Labor Relations, JSC "Uzpakhtasanoat" and the Association "Uztextile Industry" on the initiative of JSC "Uzpakhtasanoat" Enterprises for the production of garments and knitwear are being established on the basis of existing buildings and structures.

The State Assets Management Agency, the Council of Ministers of the Republic of Karakalpakstan, regional khokimiyats provide Uzpakhtasanoat JSC with zero value of unused and vacant state facilities for the establishment of enterprises for the production of garments and knitwear.

The Ministry of Higher and Secondary Special Education of the Republic of Uzbekistan together with the State Assets Management Agency, the Council of Ministers of the Republic of Karakalpakstan, regional governments, JSC "Uzpakhtasanoat" and the Association "Uztextile Industry" within a month The Cabinet of Ministers of the Republic of Uzbekistan is working to provide qualified personnel for sewing and knitting enterprises operating in the regions and ongoing projects, including the establishment of training centres on the basis of graduating colleges.

If the reforms aimed at developing the textile and clothing industry are deepened and the need for qualified personnel in the textile industry is met, the quality of a wide range of high-quality textile products in our country will increase, resulting in higher living standards.

References

1. Agzamov, A. T., Rakhmatullaeva, F. M., & Giyazova, N. B. (2021, June). Marketing strategy for the competitiveness of modern enterprises. In *E-Conference Globe* (pp. 1-3).
2. Abdullayeva, Q. Z., Anvarovich, Q. A., & Muxtorovna, N. D. Theoretical foundations of enhancing the competitiveness of the national economy. *Gwalior management academy*, 87, 54.
3. Bakhodirovna, U. A., & Ilkhomovna, Z. M. (2021). Tourist potential of the Bukhara region. *Researchjet journal of analysis and Inventions*, 2(04), 243-246.
4. Rakhmatullayeva, F. M., Boboyeva, G. G., & Kudratov, A. D. (2021). Essence of Structural Shifts in Regional Economic Systems. *International Journal of Development and Public Policy*, 1(5), 128-130.
5. Navruz-zoda, Z. (2020). Evaluation of Holy Places of the Regions for the Development of Pilgrimage Tourism. *Indonesian Journal of Law and Economics Review*, 6, 10-21070.
6. Narzieva, D. M., & Kudratov, A. D. (2021). the importance of digitalization of the economy and priorities in Uzbekistan. *World Economics and Finance Bulletin*, 2(2), 9-13.
7. Bakhodirovna, U. A., & Ilkhomovna, Z. M. (2021). Tourist potential of the Bukhara region. *Researchjet journal of analysis and Inventions*, 2(04), 243-246.
8. Umarovna, T. M. (2021). A three-step strategy to develop the industrial economy in China through entrepreneurship and innovation. *ResearchJet Journal of Analysis and Inventions*, 2(06), 152-156.
9. Furqatovna, O. N., Niyozovna, N. I., & Nutfulloyevna, A. H. (2022). Approaches Aimed At Ensuring a High Quality of Education in the Training of Economists. *Journal of Ethics and Diversity in International Communication*, 2(3), 78-83.
10. Yavmutov, D. S., & Rakhimov, O. H. (2021). Pilgrimage Tourism And Its Prospects In Uzbekistan. *Economics*, (1), 29-31.
11. Turobova, H. R., & Kodirov, A. A. (2016). The role of small businesses to improve the export potential. *Academy*, (12), 21-23.
12. Nizamov, A. B., & Gafurova, S. K. (2020). Assessment of factors influencing the quality of education in higher educational institutions. *ACADEMICIA: An International Multidisciplinary Research Journal*, 10(6), 1784-1796.
13. Abdullayeva, H. (2021). Japanese Experience in Increasing the Efficiency of Tourist Territories in Uzbekistan. *ЦЕНТР НАУЧНЫХ ПУБЛИКАЦИЙ (buxdu.uz)*, 7(7).
14. Hakimovna, U. M., & Muhammedrisaevna, T. M. S. (2022). Audit and Marketing Audit in Small Business and Private Entrepreneurship: The Order and Process of Inspection. *Journal of Ethics and Diversity in International Communication*, 2(3), 84-88.

15. Muminov, K. I., & Abdullaeva, H. (2020). The effect of coronavirus pandemic to Uzbekistan tourism. *South Asian Journal of Marketing & Management Research*, 10(11), 36-42.
16. Khamidov, O. K. (2020). Foreign countries' experience in developing tourism potential and significance of clusters in Uzbekistan. *Scientific reports of Bukhara State University*, 4(2), 281-284.
17. Abdulloev, A. J., Tairova, M. M., & Aminova, N. B. Environmentally friendly and sustainable supply chain management in the platform economy.
18. Furqatovna, O. N., Niyozovna, N. I., & Nutfulloyevna, A. H. (2022). Approaches Aimed At Ensuring a High Quality of Education in the Training of Economists. *Journal of Ethics and Diversity in International Communication*, 2(3), 78-83.
19. Giyazova, N. B., & Davlatov, S. S. (2021, June). The relevance of a small business marketing strategy. In *E-Conference Globe* (pp. 4-6).
20. Halimova, N. J., & Ismatillayeva, S. S. (2021, November). The Perspectives of Development Children Tourism in Uzbekistan. In *International Conference On Multidisciplinary Research And Innovative Technologies* (Vol. 2, pp. 184-188).
21. Khalimova, N. J. (2022). Uzbekistan Hospitality Training Programs and its Problems. *Journal of Ethics and Diversity in International Communication*, 2(3), 57-66.
22. Qayimova, Z. A., & Aminova, N. B. (2021, October). Modern Interest Rate Policy of Commercial Banks. In "online-conferences" platform (pp. 259-263).
23. Tairova, M. M., & Giyazova, N. B. (2016). The role of marketing in the agricultural sector of Uzbekistan.
24. Turobova, H. R., Tairova, M. M., & Giyazova, N. B. (2020). Possibilities of improving cooperation relation by developing agritourism in farming industry evidence from Uzbekistan. *Test Engineering and Management*, 83(5-6), 676-688.
25. Muhammedrzaevna, T. M., Khakimovna, U. M., Abdullayevna, K. Z., & Bayazovna, G. N. The role of using innovations in improving the competitiveness of goods. *Gwalior management academy*, 11.