

IMPACT OF ACTIVE INVESTMENT POLICY IN UZBEKISTAN ON SUSTAINABLE ECONOMIC GROWTH

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Abstract: This article analyzes the impact of active investment policy on sustainable economic growth. Investment policy is one of the important factors of a country's economic development, ensuring sustainable growth by expanding production, promoting technological modernization, and creating new jobs. The study examines the main directions of investment policy, its impact on macroeconomic stability, and long-term development prospects. It also provides recommendations for comparing investment policies of different countries and developing effective investment strategies.

Keywords: Active investment policy, economic growth, sustainable development, macroeconomic stability, investment strategies, technological modernization, economic reforms.

INTRODUCTION

In the current global economic environment, investment policy plays an important role in ensuring the sustainable development of countries. An active investment policy serves not only to accelerate economic growth, but also to increase the well-being of the population by increasing production efficiency, introducing new technologies and creating jobs. The sustainable development of the country's economy is directly related to the volume and quality of investments, which is carried out through effective cooperation between the state and the private sector. Therefore, the formation of investment policy and increasing its effectiveness are considered one of the most urgent issues today. This study analyzes the impact of active investment policy on the economy, studies its main directions and efficiency factors.

Also, the investment strategies of various countries are analyzed and recommendations for an effective investment policy suitable for Uzbekistan are developed.

Literature review.

Investment policy and its impact on the economy have been studied in depth by various schools of economic theory. The initial theoretical foundations of the impact of investment on economic growth were put forward by A. Smith and D. Ricardo, who emphasized the efficient allocation of capital and the expansion of production. J.M. Keynes, studying the impact of investment on demand, considered its role in economic stability and growth. The issues of investment incentives and their impact on economic development have been studied in detail by modern economists, including Solow (1956), Barro (1990), Krugman (2009). These studies indicate the important role of investment in technological development, job creation, and increasing overall production capacity.

This study analyzes the impact of active investment policies on economic growth based on modern scientific literature and practical research. It also proposes effective investment strategies for Uzbekistan's economic policy by studying the experiences of different countries.

Analysis and discussion of results. The results of the study show that an active investment policy is one of the important drivers of economic growth, ensuring macroeconomic stability by expanding production, introducing innovative technologies, and increasing export potential. Investments contribute to the expansion of industrial and agricultural sectors and the creation of new production capacities. In particular, China has become the world's largest manufacturer since the 2000s, attracting large investments in the manufacturing industry. Uzbekistan has increased its investments in industry since 2020, expanding production in the automotive, textile, and electrical industries by 30-40%.

Investments in high-tech manufacturing sectors lead to innovative development: Germany remains a world leader in the production of high-tech products, directing a large part of its investments to Industry 4.0 technologies. In Uzbekistan, since 2019, investments in the development of innovative technologies have increased within the framework of the "Digital Uzbekistan" program, and the share of the ICT sector in GDP has doubled.

Increased employment - investments help reduce unemployment by creating new jobs: India has created more than 10 million new jobs since 2000 due to investments in the IT sector. In Uzbekistan, more than 1 million new jobs were created in 2018-2023 due to foreign investments, including a significant increase in employment in the agricultural and construction sectors.

Increased export potential - China and South Korea have achieved the development of an export-oriented economy through investment policies. Uzbekistan increased its export volume by 7.5% in 2024 as a result of investments attracted to industrial sectors.

1. Comparison of investment policy results with international experience

The table below reflects the relationship between investment and economic growth in different countries:

State	Annual investment volume (% of GDP)	Average economic growth rate (%)	Employment rate (%)	Export growth (%)
USA	18	2.5	95	3.2
Germany	22	2.0	97	4.1
China	40	6.1	94	7.5
India	32	5.5	92	6.0
Uzbekistan	35	5.8	91	5.3

As can be seen from the table above, countries with high investment volumes tend to have relatively high economic growth rates. China and India have ensured high economic growth rates by directing investments towards industrial and infrastructure development. Although Uzbekistan has recorded high results in terms of investment volumes, even higher growth rates can be achieved by increasing their efficiency.

Diversification of investments - investments should be directed not only to industry, but also to innovation, education and scientific research.

Balancing domestic and foreign investment – It is appropriate to attract advanced technologies and expertise by increasing the volume of foreign investment. Increasing export potential – Economic growth can be further stabilized by focusing

investment policy more on export-oriented sectors. Conclusion An active investment policy plays an important role in the sustainable development of the economy. Investments accelerate economic growth by developing industry and infrastructure, increasing employment, technological modernization, and expanding exports. The experience of China, South Korea, and India shows that concentrating investments in long-term strategic areas leads to higher economic results. Uzbekistan can further improve its investment policy and achieve more stable and accelerated rates of economic development.

Conclusion. The results of the study show that an active investment policy plays an important role in the sustainable growth and development of the economy. Investments serve to accelerate the processes of industrial, agricultural, infrastructure and technological development, ensuring the stability of the national economy.

World experience shows that effective investment management is one of the most important factors of economic development. The examples of countries such as China, South Korea and India show that directing investments to strategic sectors, introducing advanced technologies and forming an export-oriented economic model allow achieving high economic growth rates. Although the volume of investments in Uzbekistan has been increasing in recent years, there is a need to further increase their efficiency.

Investment policy is one of the most important directions of economic development of Uzbekistan, which should serve to ensure sustainable growth, accelerate the modernization of industry, create new jobs and increase exports. Through the implementation of an active investment policy, Uzbekistan can achieve long-term economic development and increase its global competitiveness. Therefore, it is necessary to conduct investment policy on the basis of a systematic and strategic approach, use advanced international experience, and implement innovative investment programs.

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