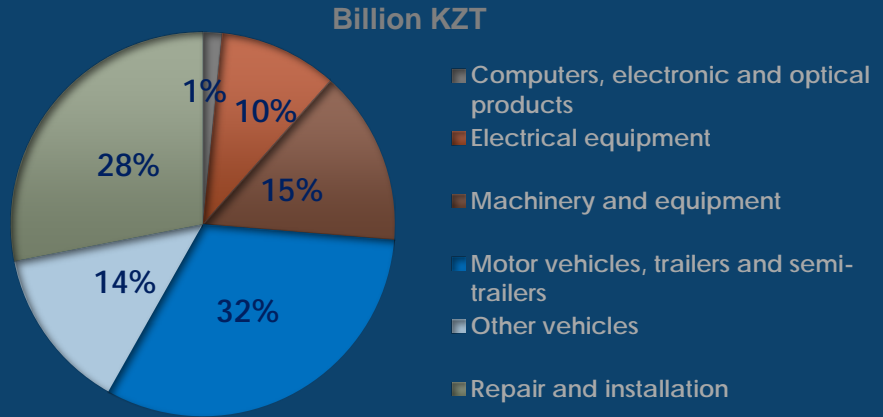


MECHANICAL ENGINEERING January-August 2021

KZT 1,357
BILLION



123.9% PVI



\$742 MILLION



EXPORT

Import 93,2%
DP 6.8%



MARKET

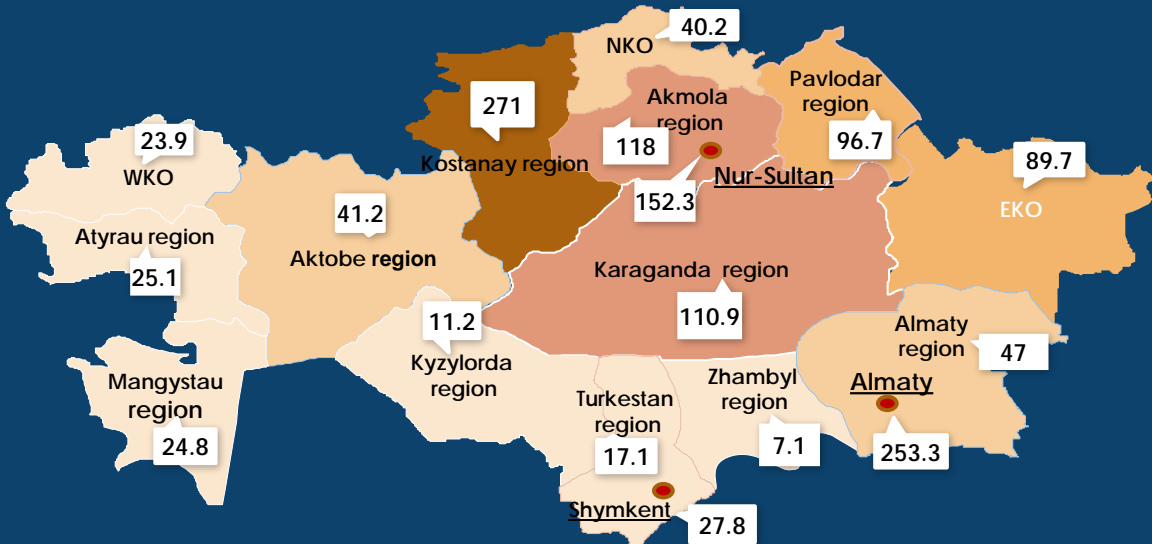
\$8 433 MLN



IMPORT

Market, export and import data for 7 months. 2021

PRODUCTION VOLUME BY REGIONS FOR JANUARY-AUGUST 2021, BILLION KZT



Mechanical engineering January-August 2021

The volume of production of mechanical engineering products in the Republic of Kazakhstan for January - August 2021 in monetary terms, it increased by 34% compared to the same period in 2020 and amounted to 1,357 billion tenge, in real terms there is also an increase in production by 23.9%. Significant growth was demonstrated by the sector for the production of machinery and equipment not included in other categories by 1.6 times or 63%, as well as the sector for the production of computers, electronic and optical products by 1.6 times or 66%.

PVI of mechanical engineering products in January - August 2021 amounted to 123.9% compared to January - August 2020.

It is worth noting a significant increase in physical volume in the sector of production of *motor vehicles* + 34.2%. The growth in indicators was achieved as a result of state support in the form of cash tranches for the issuance of concessional loans for the purchase of cars and the demand of the population, in 2021 the tranche amounted to KZT 20 billion.

PVI of other vehicles production (+ 48.9%). Due to the production of railway locomotives and rolling stock (179.3%).

PVI of machinery and equipment production (+ 39.1%), positive dynamics was preserved due to the earlier introduced utilization fee and as a result of the launch of a number of assembly plants - on the basis of Agromashholding KZ JSC of tractors of the Chinese brand LOVOL, a project for the production of tractors of the Kirovets brand was introduced. As well as an increase in production volumes at existing facilities (for example, on the basis of the Kokshetau Kazakh-Belarusian industrial-technological park of agricultural and municipal equipment). PVI of agricultural and forestry equipment production (228.6%).

PVI of computers, electronic and optical products production (+ 35.5%) through the production of computers and peripheral equipment and the production of communication equipment. The growth in the production of computer equipment was recorded due to the launch of the production of laptops and tablets in Petropavlovsk at the plant named after I. S. M. Kirov.

PVI of electrical equipment production (106.3%) due to the production of transformers (158%), batteries (150.9%), electric lighting equipment (158%).

Export of engineering products in January-July 2021 increased by 34%, making up **US\$ 742 million** including re-export products (telephones, turbojet engines, airplanes, etc.). The increase occurred both due to an increase in the export of domestic products and due to re-export.

In the export structure, the main share of domestic manufacturers is accounted for by batteries (5.3%), railway balancer running bogies (6.3%), bearings with cylindrical rollers (3.9%), vehicles (HS code

870323,870322,870324) (9.5%), transformers (1.5%), etc. Main export countries: Russia, Uzbekistan, Kyrgyzstan.

In January-July 2021 imports of engineering products decreased by 1.5% and amounted to US\$ 8 433 million. A slight decrease was due to a decrease in exploration and purchases of equipment at oil and gas fields, as well as the suspension by the state of the allocation of cash tranches for lending for the purchase of cars, which led to a decrease in the purchase of components.

Growth in imports observed in vehicles (870323, 870322, 870324) 1.9 times, telephones 1.3 times, other equipment, color images 1.8 times, digital data processing units 2.7 times, computers 1, 3 times.

Main importing countries: China, Russia, Germany.

In January-July 2021, the volume of the mechanical engineering market of Kazakhstan amounted to US\$.1 billion, where the share of DP accounts for 6.8%, the share of imported products - 93.2%.

The industry is distinguished by a high territorial concentration in: Nur-Sultan city, Almaty city, Kostanay, Karaganda and Akmola regions.