



## ECONOMIC GROWTH RATE IN KAZAKHSTAN

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<https://doi.org/10.5281/zenodo.15266244>

### Annotation

The Kazakh economy has demonstrated sustainable positive dynamics, which is due to the stable growth of key industries and innovative development. Despite global economic challenges and fluctuations in commodity prices, the country continues to demonstrate the adaptability and sustainability of economic growth in 2024. International financial institutions and think tanks agree that the Kazakh economy will maintain moderate growth rates in 2024. This indicates a gradual recovery from global economic shocks. An important factor contributing to such development is the diversification of the economy, aimed at reducing dependence on commodity exports and stimulating domestic consumption, infrastructure projects and innovation.

**Key words** : gross domestic product, gross regional product, economic stability, global economic challenges, industry, sustainability

### Introduction

Kazakhstan is opening a new chapter in its economic history. The country, rich in natural resources, is striving to unlock its full potential and become more competitive on the global stage. In this article, we will look at the prospects for Kazakhstan's economic development and the factors that will shape its future.

The assessment of the current state and forecasting of the development of the economy of Kazakhstan are based on data from national statistics, international financial institutions such as the World Bank and the IMF. Specialized analytical platforms such as KazDATA further enrich analytical research by providing detailed information on GDP, GRP and other key economic indicators.

### Discussion and results of the study

Kazakhstan's economy has traditionally been heavily dependent on the export of raw materials such as oil, gas, and metals. However, in recent years there has been a trend towards diversification of the economy and development of manufacturing industries. Extractive industry: Oil and gas, non-ferrous metals (copper, zinc, lead) account for a significant share of Kazakhstan's GDP. Manufacturing industry: Development of mechanical engineering, food industry, and light industry. Agriculture: Production of grain, oilseeds, meat, and dairy products. Services: Financial sector, trade, transport, and communications. In recent decades, Kazakhstan has demonstrated stable economic growth; however, it is subject to the influence of external factors such as fluctuations in energy prices and global economic crises. Factors Affecting Kazakhstan's GDP: Oil Prices: Fluctuations in oil prices significantly affect budget revenues and investment activity. Global Economic Environment: Global economic crises and trade wars affect the Kazakh economy. Investments: The influx of foreign investment stimulates economic growth. Exchange rate policy: The exchange rate of the

national currency tenge affects the competitiveness of Kazakhstani goods in the world market. Structural reforms: Reforms aimed at diversifying the economy and improving the investment climate contribute to sustainable GDP growth. Kazakhstan's gross domestic product indicators for the first half of 2024 indicate positive trends in the country's economy. The achieved results are a consequence of the ongoing economic reforms and the successful implementation of the diversification strategy. In the first quarter of 2024, Kazakhstan's economy demonstrated growth of 3.8%. At the same time, the largest contribution to GDP was made by the services and goods manufacturing sectors, increasing by 3% and 5.1%, respectively. Analysis of GRP by regions indicates the uneven economic development of Kazakhstan. Leading positions are occupied by regions with developed industry, attracting significant investments. Active development of industrial clusters, modernization of production and improvement of infrastructure contributed to high growth of GRP in Atyrau, Almaty, East Kazakhstan, West Kazakhstan, Karaganda regions and the city of Almaty. At the same time, a number of regions, such as North Kazakhstan, Ulytau and Zhetysay, have the potential to accelerate economic growth, subject to the implementation of relevant investment projects. The total GRP in the republic for the first quarter of 2024 amounted to 26.024 billion tenge. The Government of Kazakhstan is making targeted efforts to ensure sustainable economic growth of the country. The strategies and programs being implemented are aimed at modernizing the economy, stimulating innovation, creating a favorable investment climate and improving the standard of living of the population. Kazakhstan sets ambitious goals in the field of economic development. To achieve them, the state actively attracts foreign investment, supports domestic business and introduces advanced technologies. Rich in natural resources and with significant industrial potential, Kazakhstan has a diverse and growing manufacturing base. The country's enterprises cover a wide range of industries, from mining to consumer goods. In the first half of 2024, Kazakhstan's economic landscape demonstrated active transformation. The number of registered enterprises increased by 6,139 units, which indicates the dynamic development of the business environment. The number of enterprises in the construction industry decreased by more than 2 times, from 69,824 to 24,383, which led to the loss of second place in the ranking of economic sectors. The education sector, although it lost 7,845 organizations, managed to move up one position, now occupying fourth place. The provision of other types of services took the second line, and trade remains the leader.

Despite the dynamics of economic development, the top three in terms of the number of registered enterprises remains unchanged: trade, including wholesale and retail, construction and provision of various services. These sectors continue to play a key role in Kazakhstan's economic growth. According to the results of the first half of 2024, Astana and Almaty retained their leadership in the number of enterprises. Karaganda holds third place, and the Turkestan region moved up to fourth, reaching 12,471 enterprises. Kazakhstan actively supports entrepreneurship, offering measures to improve the business environment, reduce the administrative burden and provide financial support to SMEs.

This stimulates the creation of new jobs and strengthens the economy.

### Conclusion

Digitalization, improving the investment climate and international cooperation accelerate the development of the Kazakh economy and increase the well-being of the population. The Kazakh economy is demonstrating positive dynamics, but to ensure



sustainable development, it is necessary to continue working to improve the economic model and reduce dependence on the export of raw materials.

The implemented state programs and strategic initiatives create favorable conditions for further economic growth. To ensure the sustainable development of Kazakhstan, it is necessary to regularly monitor economic indicators at both the macro and micro levels.

This will allow timely identification of new trends, risks and opportunities, as well as adjustment of economic policy. Analysis of economic indicators at the macro and micro levels is a key factor in making informed management decisions. Constant monitoring allows identifying weak points in the economy and developing effective measures to eliminate them.

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