

ANALYSIS OF TRENDS IN ENSURING ECONOMIC STABILITY AND
DEVELOPMENT OF INSURANCE COMPANIES IN THE REPUBLIC OF
UZBEKISTAN

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Abstract

This article analyzes the trends in ensuring the economic stability and development of insurance companies in the Republic of Uzbekistan. The study examines the modern features of insurance market development, including the implementation of digital technologies, the dynamics of financial indicators, and a rating-based analysis of leading insurance companies. The position of insurance companies in the market is assessed through key indicators such as assets, insurance premiums, growth rates, and financial stability. In addition, the main indicators of the insurance market for 2021–2025 are analyzed to identify development trends and existing challenges. Based on the results, scientifically grounded conclusions and recommendations are developed to strengthen financial stability, improve institutional mechanisms, and ensure sustainable development of the insurance market.

Keywords: insurance market, insurance companies, financial stability, insurance premiums, insurance payouts, rating analysis, risk management, economic development, digital technologies, insurance services, investment activity, market trends

Literature review

Issues related to ensuring the financial stability of insurance companies and analyzing the development trends of the insurance market have been widely studied by both foreign and domestic economists.

Among foreign scholars, T.K. Reed substantiated modern approaches to the organization and management of insurance activities, while A.K. Spann analyzed transformation processes and mechanisms for improving efficiency in insurance companies. B. Nicoletti highlighted the importance of innovation and technological development in the insurance system, whereas B. Falchuk examined future

development trends of the insurance industry and the formation of new business models.

Among CIS researchers, A.A. Orlov studied the institutional foundations of insurance market regulation, and N.B. Alimkulova conducted an empirical analysis of the impact of the insurance sector on economic growth. E.L. Prokopyeva explored the problems and prospects of insurance market development, while I.P. Khominich justified the role of insurance mechanisms in ensuring economic security.

Despite the significant contributions of these studies, the comprehensive socio-economic mechanisms for ensuring the financial stability of insurance companies have not been sufficiently systematized. This determines the need for further scientific research in this area and highlights the relevance of the chosen research topic.

Global transformation processes in the world financial system, particularly the rapid development and widespread adoption of digital technologies, are exerting a significant multi-level impact on insurance companies. Digitalization is reshaping the organization, management, and control of insurance activities, increasing efficiency and transparency. The use of advanced tools such as artificial intelligence, Big Data, blockchain, and automated analytics enhances the ability to identify, assess, and forecast risks, enabling insurers to detect potential threats in advance and develop effective mitigation strategies.

Digital technologies are especially important in detecting fraudulent activities. Real-time analytical algorithms allow insurers to identify suspicious transactions that were previously difficult to detect, reducing financial losses and strengthening customer trust. At the same time, digital platforms improve access to insurance services, making them faster, more convenient, and more transparent, which enhances service quality and expands the customer base.

As digitalization intensifies, competition in the insurance market also increases. The entry of new players, innovative business models, and modern technologies require objective performance evaluation based on comparable indicators. In this context, rating methods become particularly relevant, as they help determine market positions, competitive advantages, and financial stability of insurance companies.

Analise

Insurance company ratings represent a comprehensive system of indicators reflecting financial condition, scale, and development dynamics. Key metrics include total assets, insurance premiums, profitability, and growth rates. These indicators allow assessment of financial stability, obligations fulfillment capacity, and adaptability to

changing conditions. Ratings are also important for investors, clients, and regulators, contributing to market transparency and efficiency.

The data presented in the table enable a comprehensive analysis of leading insurance companies in Uzbekistan, identification of their market positions, and key development trends, providing a basis for well-grounded conclusions and recommendations aimed at strengthening financial stability and market development.

Table 1

Comparative Analysis of Financial Indicators of Leading Insurance Companies of the Republic of Uzbekistan (as of 2025)

No.	Company name	Year established	Rating agency	Assets	Asset growth	Net insurance premiums	Premium growth
1	Apex Insurance	2018	S&P B+	2.3 trillion	128.60%	1.5 trillion	165.20%
2	O‘zbekinvest	1996	Moody’s Ba3	2 trillion	20%	874.6 billion	54.60%
3	Kafolat	1997	Fitch B+	548.7 billion	78%	492.8 billion	95.20%
4	MY-Insurance	2009	Ahbor uz A+	337.2 billion	57.50%	336.7 billion	72.80%
5	Gross Insurance	2011	Fitch B+	355.3 billion	56.40%	329.2 billion	51.90%
6	SQB Insurance	2019	Fitch BB-	240.2 billion	45.60%	117.9 billion	82.10%
7	Temiryo‘l Sug‘urta	2002	S&P B+	225.9 billion	46.60%	136.6 billion	52.70%

8	Alskom	2007	SNS AAA	194.6 billion	40.60%	145.8 billion	60.30%
9	Imkon Sug‘urta	2019	SNS AAA-	207.3 billion	25.80%	69.4 billion	8.90%
10	Hamkor Sug‘urta	2009	SNS AA	104.6 billion	28.20%	28.7 billion	12.90%

The data presented in Table 1 reflect the current state and comparative development dynamics of leading insurance companies in Uzbekistan, allowing an assessment of their financial stability, operational scale, and market positions . The analysis reveals significant differences among companies in terms of assets, growth rates, and insurance premiums.

“Apex Insurance” holds the leading position, demonstrating the highest assets, premiums, and growth rates, indicating an aggressive expansion strategy and strong competitive performance. “O‘zbekinvest,” while maintaining large asset volumes, shows moderate growth, reflecting a stable and sustainability-oriented model. At the same time, “Kafolat” stands out with high growth rates, highlighting its dynamic market expansion.

“MY-Insurance” and “Gross Insurance” represent companies with balanced and steady development, gradually strengthening their positions. Among newer market participants, “SQB Insurance” and “Imkon Sug‘urta” demonstrate positive growth trends, indicating potential for further expansion despite their smaller scale. “Temiryo‘l Sug‘urta” shows stable performance, while “Alskom” reflects effective operations and adaptability. “Hamkor Sug‘urta,” although relatively small, also demonstrates gradual growth.

The rating analysis shows that most companies fall within the B+ to BB- range, indicating a moderate level of financial stability, while higher ratings of some firms reflect stronger reliability and management efficiency. Overall, the results confirm that Uzbekistan’s insurance market is in an active growth phase, characterized by increasing competition and differentiation among participants.

A comprehensive evaluation of market development requires an extended system of quantitative indicators, including insurance premiums, payouts, number of contracts, and average premium size. Analyzing these indicators over 2021–2025 allows

identification of key trends, assessment of market maturity, and a deeper understanding of financial resource formation and allocation within insurance companies.

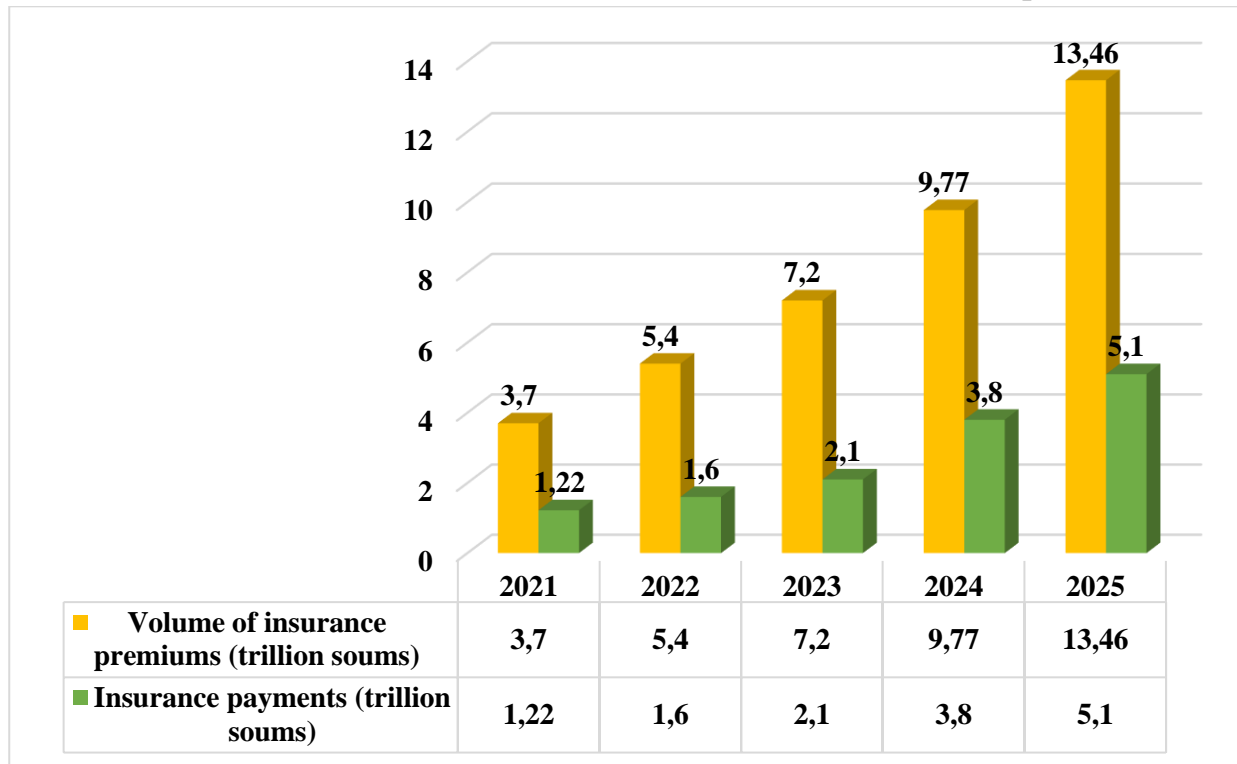


Figure 1. Comprehensive dynamics of the insurance market development in the Republic of Uzbekistan (2021–2025)

The analysis shows a steady increase in insurance premiums from 3.7 trillion UZS in 2021 to 13.46 trillion UZS in 2025, indicating market expansion and growing demand. Despite a slight slowdown in 2023–2024, the overall trend remains positive.

Insurance payouts also increased, reflecting higher obligations and improved contract fulfillment. The payout ratio remained within 29–39%, indicating a balanced portfolio and controlled risk level.

The number of contracts rose from 6.8 million to 10.6 million, showing an expanding client base and increasing accessibility of insurance services. The average premium per contract also grew, reflecting higher service costs and a shift toward more complex insurance products.

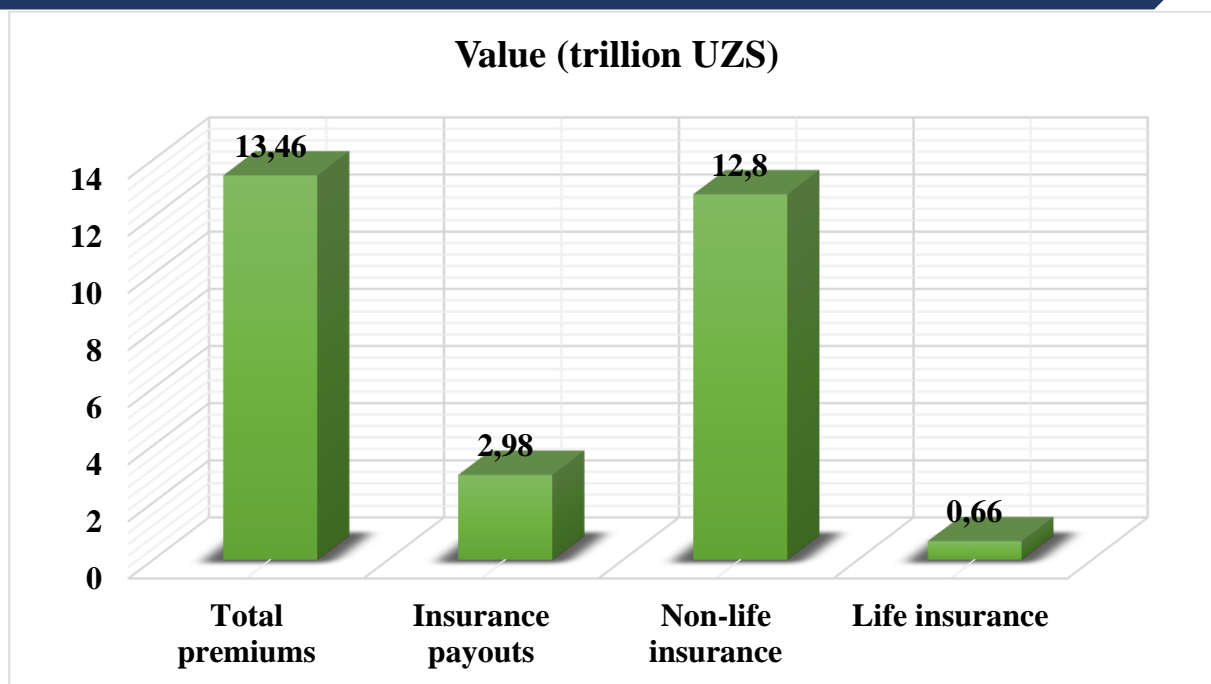


Figure 2. Expanded structure of the insurance market of the Republic of Uzbekistan (2025)

The analysis shows that total insurance premiums have reached a significant level, indicating market expansion, while payouts remain relatively lower, reflecting financial stability and controlled risk levels.

A key feature is the dominance of the non-life segment, exceeding 95%, which indicates a concentration in short-term and compulsory insurance. In contrast, life insurance occupies a small share, showing слабое развитие долгосрочных продуктов и их инвестиционной роли.

The number of companies reflects a competitive environment, though average premiums per company indicate market concentration among major players. Insurance penetration and density remain low, highlighting significant growth potential and limited accessibility of services.

The market is in an active formation stage, with quantitative growth but structural imbalances. Further development requires product diversification, expansion of life insurance, improved financial literacy, and stronger institutional support.

Conclusion

The research findings indicate that the insurance market of Uzbekistan has been experiencing stable growth in recent years, with key indicators demonstrating positive dynamics. In particular, the significant increase in insurance premiums, as well as the growth in payouts and the number of contracts, reflects the expansion of the market.

At the same time, increasing competition and differentiated development among leading insurance companies have been observed.

The analysis shows that the financial stability of insurance companies is directly dependent on capital adequacy, asset volume, premium growth, and the effectiveness of risk management. The results of the rating analysis indicate that most companies maintain a moderate level of financial stability, suggesting that the market is still in the process of formation.

In addition, the structural analysis of the insurance market revealed the dominance of the non-life segment and the relatively weak development of life insurance. This highlights the need to expand long-term insurance products.

Overall, further development of the insurance market requires diversification of insurance products, strengthening of risk management systems, expansion of life insurance, improvement of financial literacy, and wider implementation of digital technologies.

These measures will contribute to enhancing the financial stability of insurance companies, increasing market efficiency, and strengthening the role of the insurance sector in the national economy.

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