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**THE MAIN DIRECTIONS OF REINTEGRATION OF THE  
ECONOMY OF THE TERRITORIES LIBERATED FROM THE  
OCCUPATION INTO THE COUNTRY'S ECONOMY  
(PART 2)**

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This year, in addition to the city of Baku, Apsheron, Agjabedi, Kurdamir, Goranboy, Shamkir, Gazakh, Agstafa, Tovuz, Samukh, Tarter, Shamakhi, Gobustan, Ismailli, Balaken, Sheki, Gabala regions, as well as in the cities of Mingachevir, Ganja, Sugayit, 100- More than 100 production enterprises, Road infrastructure projects, Electricity and water supply projects have been implemented, healthcare and educational institutions have been commissioned. In order to ensure the implementation of projects related to the socio-economic development of the regions and cities of the country, the provision of capital funds provided in the state budget and at the same time a total of 740.7 million manats were allocated from the president's reserve fund and in the direction of eliminating the situation that arose in the country due to the negative effects of COVID-19 flexible economic policy measures have been defined and implemented. As a result of the implementation of these measures, macroeconomic stability was ensured, stability and development dynamics of the country's economy were maintained, and 12.5 percent growth was achieved in the non-oil industry.

In particular, it should be taken into account that during the pandemic, the policy of industrialization of the regions, which is part of the national priorities, was continued within the framework of the state program for the social and economic development of the regions for 2019-2023, and initial works in this field were started in the territories freed from occupation. Thus, by the beginning of 2020, the number of Sumgayit Chemical Industry enterprises has increased to 24, and two enterprises continue to operate in the direction of the field at Mingachevir Tekistl LLC in Mingachevir Industrial Park. Also, until the beginning of 2021, the implementation of 6 projects in the Neftchala Industrial District and relevant measures in other areas have been continued.

The analysis of the report of the fourth State Program covering the years 2019-2023 shows that in 2020, 6 power stations were overhauled,

2,302 kilometers of new power lines were built, and 2,635 kilometers of electric lines were overhauled, and in order to improve gas supply and provide safe and uninterrupted gas, in 2020, 1394.3 kilometers of gas lines were built and 605 kilometers of gas lines were overhauled, including 1119.8 kilometers of gas in the regions. 605 kilometers of gas lines have been fundamentally repaired. This year, 562,440 gas meters were installed or replaced with new ones. In 2020, when the analysis was carried out, 1385.3 kilometers, including 1035.2 kilometers of national and local highways in the regions, 7.56 kilometers, including 5.73 kilometers of railways in the regions, were constructed or repaired in order to improve the road infrastructure [2].

The analysis of the report of the Ministry of Energy for the year 2021 of the above-mentioned state program shows that as a result of the work carried out in the direction of the reconstruction of the energy infrastructure of the territories freed from occupation, the work on the energy supply of Karabakh and Eastern Zangezur economic regions was continued, including the construction of small hydropower plants. Thus, as a result of the research conducted in Gubadli, Lachin, Kalbajar regions, the construction of 37 stations with a total capacity of approximately 160MW was determined in these areas.

Among these stations, 3 small hydropower stations with a total capacity of 15.8 MW were restored - "Gulebird", "Suguvushan-1" and "Suguvushan-2" stations. In addition to these, restoration works are being carried out at "Kalbajar-1" KSES. However, the construction works at "Oguz-1", "Oguz-2" and "Oguz-3" KSES have been completed and put into operation. It should be noted that the construction of these power plants continues, and this has an important role as a necessary direction that creates the basis for the reintegration of the economy of the liberated territories into the general economy of the country.

In general, as in 2020, in 2021 as well, the implementation of the measures in the "State Program for Socio-Economic Development of the Regions of the Republic of Azerbaijan in 2019-2023" was ensured, the continuation of these works is the restoration of territories freed from occupation, the reconstruction of infrastructures in the fields construction, large-scale measures and relevant works on the priorities of ensuring economic activity are constantly carried out as necessary directions for ensuring the restoration and development of these regions.

It should be noted that the development of the country's regions in the areas of the economy and ensuring the stability of the economy, along with

the World Bank, International Financial Corporations, the Islamic Development Bank and other economic and financial organizations are involved in the process of determining and evaluating the potential of the territories freed from occupation in the post-conflict period and freed from occupation. stimulates the attractiveness of their participation in the restoration of the affected areas and increases their economic interests.

That is, the developmental reforms carried out in recent years ensure the dynamic development of the economy of Azerbaijan, and as a result of this, the economic potential formed in the country in the territories freed from occupation, by gradually attracting international financial organizations in priority directions, will be transferred to the Karabakh economic region (Khankendi city, Aghjabedi, Aghdam, Barda, Fuzuli, Khojaly, Shusha and Tarter regions) and Eastern Zangezur economic region (Jabrayil, Kalbajar, Gubadli, Lachin and Zangilan) using the natural and economic potentials of these regions as one of the important directions that ensure the creation of modern production and service enterprises and the production of competitive export products. reintegration of the economy of the regions into the economy of the country is one of the possible important factors [3].

Thus, based on the above analysis and the results of our research on the restoration of territories freed from occupation, the reconstruction and modernization of the economy, and the analysis of the experience of formulating and implementing a new economic strategy aimed at macroeconomic stability in post-conflict countries, we can come to the conclusion that in this strategy, first of all the process of successively conducting economic reforms in stages and directing private investments to the restoration and development of territories should be the main priority. At the same time, other areas should be the main areas, namely, providing and increasing employment, household and services. When preparing a strategy that ensures the effective use of assistance and grants for the restoration of territories of international financial and other organizations, a structure that ensures the implementation of the planned measures and a regulatory mechanism that organizes its activity should be created.

For citizens who want to participate in the implementation of these directions on the basis of the principle of voluntariness and equal rights, the "Karabakh Revival Fund" was created by the decree of the President of the country on January 4, 2021, and the main goal of this fund is to provide sustainable settlement and modern affordable housing in the territories freed from occupation. reintegration into the country's economy

is to be accelerated by developing the economy of the territories freed from occupation as a result of the provision of living, restoration, construction and improvement works in all areas. Since the recovery and development process requires the involvement of large amounts of financial funds and resources, the Fund creates the necessary and favorable conditions for ensuring the integration and relations of various economic and financial forces and for the transparent, efficient and rapid implementation of the recovery process [4].

In addition to these, the creation of public-private cooperation is important in the revival and development of the Karabakh region and Eastern Zangezur region, the involvement of private enterprises and organizations, individual entrepreneurs in the implementation of various projects prepared in this direction, in the creation of infrastructure projects corresponding to modern requirements in these areas and competitive products. can have an important role in production.

Thus, in the post-conflict period, in addition to using the experiences of international financial and other structures in the restoration of territories and the creation of new infrastructures, we also take into account the model of digital transformation successfully implemented in various areas of the economy in accordance with the strategy of electronicization and digitalization in Azerbaijan under the leadership of President Ilham Aliyev in accordance with world trends. formation of the country's recovery model based on national priorities will ensure rapid reintegration of the economy of the Karabakh economic region and the Eastern Zangezur economic region into the general economy of the country in stages [5].

#### **Literature.**

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