

Cherkashina K.F.

Candidate of Economic Sciences, Associate Professor,
Senior Lecturer at Department of Banking and Financial Monitoring
University of State Fiscal Service of Ukraine

Bur I.S.

Student,
University of State Fiscal Service of Ukraine

THE TRENDS OF CURRENCY MARKET IN UKRAINE

Such negative effects as an inflation, a rising a budget deficit, an imbalance of payments, a decreasing a social standard of living and others are characterized for Ukraine. All these factors are reflected on the course of the national currency, which ultimately leads to its devaluation.

Ukraine currency market is very volatility. It should be noted that there was a characterized by a fixed exchange rate by 2014 in Ukraine. But a fixed exchange rate became impossible for Ukraine as a result of financial and political crises.

The most important factor that determines the exchange rate fluctuations of the hryvnia is the state of GDP, its structure and the structure of the monetary unit. The fall in GDP had a rapid character, which led to fall of the national currency. Negative expectations, which worsened after the crisis in the market in April 2014, caused particularly negative impact on the Ukrainian currency.

National Bank of Ukraine, according to its main function ensures stability of the national currency, is taking measures aimed at preventing the further devaluation of the hryvnia, abandoning fixed exchange rate.

Fluctuations in the exchange market led to a number of negative consequences, including: the appreciation of the passage of transport, the increased utility rates, the rising prices for goods, services and fuel and so on. This situation with the rate of national currency effect on the whole economy, creating negative inflation expectations.

The increasing debt and government guaranteed obligations are continued due to the devaluation of the hryvnia to foreign currencies, the excess proceeds of government borrowing over the amount of expenses to pay off state debt and the receive state-guaranteed loans.

The solution to the above problems will help reduce the losses of the banking sector and improve financial market state that will lead to improvement of life in Ukraine as a whole.

REFERENCES:

1. Ofitsiyyny sayt Natsional'noho banku Ukrayiny [Elektronnyy resurs]. – Rezhym dostupu: <https://bank.gov.ua/control/uk/index>.
2. Karmazin V.Ya. Problemy zabezpechennya stabil'nosti valyutnoho rynku Ukrayiny [Elektronnyy resurs]. – Rezhym dostupu: http://www.confcontact.com/2016-ekonomika-i-menedzhment/7_karmazin.htm.
3. Natsional'nyy bank Ukrayiny prodovzhuye pom"yakshennya valyutnoho rehulyuvannya [Elektronnyy resurs]. – Rezhym dostupu: https://www.bank.gov.ua/control/uk/publish/article?art_id=32236335.
4. Vysnovok pro stan vykonannya zakonu pro derzhavnyy byudzhet Ukrayiny na 2016 rik za 9 misyatsiv [Elektronnyy resurs]. – Rezhym dostupu: http://www.ac-rada.gov.ua/doc-catalog/document/16750196/Zvit_23-4.pdf?subportal=main.
5. Ofitsiyyny sayt Derzhavnoyi sluzhby statystyky Ukrayiny [Elektronnyy resurs] – Rezhym dostupu: <http://www.ukrstat.gov.ua>.
6. Bereslavs'ka O.I. Deval'vatsiya hryvni ta sprychyneni neyu vyklyky dlya Ukrayiny / O.I. Bereslavs'ka // Visnyk NBU. – 2015. – No 2. – S. 26-33.