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## FEATURES OF DETERMINATION OF SOURCE OF SMALL BUSINESS LENDING IN UKRAINE

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*Summary. Is opened the essence of influence of the given credits for a condition of functioning of small business and designed the procedure determine the*

*source of small business crediting in the mechanism of small business crediting.*

**Key words:** *the mechanism of crediting of small business, sources of resources, the bank, the credit union, the leasing company, the credit organization.*

At the present, in conditions of economic destabilization, the small business with minimal level of government support is able to create new working places, provide a significant share of budget revenues, develop and implement innovative products and services. The development of small business is a key factor of economic growth, formation of gross domestic product.

Considering the foregoing, raise the question of research of small business in Ukraine from the standpoint of lending activities. The use of credit is an essential element to stabilize the economy of the country and almost the only source of stable operation of small businesses.

Therefore, analysis of sources of attraction resources for providing of the mechanism lending to small businesses advisable to conduct in a comparative aspect, that will allow also to consider the overall effectiveness of some sources of small business lending in Ukraine as an integral characteristic that defines the requirements and conditions for obtaining the appropriate level of resources. So, exactly considering this approach to disclosure of the current state of small business lending in Ukraine, the analysis of different sources to ensure the necessary value of resources respective crediting mechanism was conducted in the article.

Generally, determination the sources of small business lending can be carried out by a specific procedure which consists of five stages. The first stage is to identify the sources of financial resources for

lending to small businesses. In the second stage of the procedure carried analysis accessibility of sources of financial resources for small business lending. The third stage involves the evaluation of mutual influence of sources of financial resources for lending to small businesses. In the fourth phase is determined the impact of sources of financial resources on the development of small businesses. At the last stage of the procedure is performed the choice of sources of credit for small business within the framework the functioning of small business lending.

In general, it should be noted that interdependence of the dynamic of small business development in Ukraine and the volume of granted loans in the economy is related to the ability to of attracting resources for providing of the mechanism small business lending in terms of various sources that should be considered in the development of mechanism lending to small businesses.

The essence of influences bank loans and credit union's loans on dynamic of realization of production by subjects of small business was defined in the article. The obtained results contributed to substantiation of expediency of development of the organizational component of mechanism of small business lending and determined the need to develop an approach to decision making in lending to small business, importance of improving forms of realization of credit backing of small business, which will be the priority for the future research.

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