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FINANCIAL STATEMENTS OF CREDIT UNIONS AND PECULIARITIES OF THEIR ANALYSIS

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Summary. The features of financial reporting and analysis are described in the article. Definitions of the concepts of financial reporting, economic analysis and financial condition are investigated.

Structural and logical correlations between the types of economic analysis and credit unions reporting are studied. Legal framework for regulation of credit unions' financial analysis is determined.

Key words: *economic analysis, credit union, financial reporting, financial condition.*

The current stage of development of the financial services market does not provide objective assurance that individuals can get financial services they need, including micro-credit, without any obstacles. Banking institutions make it difficult to process loans to individuals, the best alternative are credit unions.

For further development of credit cooperation it is necessary to establish fast-acting control system of the credit union. This problem can be solved through the development and introduction of alternative techniques for analyzing the credit unions statements, which will provide timely making of management decisions, resulting in economic benefits.

An important contribution to the study of the theoretical and methodological principles of accounting and reporting of the credit unions was made by such scientists as S. V. Voitsekhivsky, N. I. Dorosh, V. M. Parkhomenko, M. S. Pushkar, V. V. Sopko, V. G. Shvets and others.

The aim of the study is the theoretical and methodological analysis of financial statements of credit unions, establishing linkages between types of the economic analysis and information sources.

After having completed the study of features of financial statements of credit unions and methods of their analysis, the following results were obtained:

- most researchers in determining the nature of the term "accountability" use concepts such as system (complex) of indicators, information, data, forms, reports, method of synthesis, process, form of observation etc.

- the most useful information about the financial position, results of operations and cash flows of the enterprise for the reporting period is provided in the financial statements. Domestic authors define the concept of financial statements as accounting statements, documents, system of indicators, structured presentation of information, or a set of reporting forms, which contain information about the financial position, results of operations and cash flows of the enterprise for the reporting period. That is, it would be appropriate to assign to the financial statements of the reports that have the above characteristics. Based on the concept of financial statements, belonging of such types of reporting of the credit unions as special and tax reporting to the kinds of financial statements can be stated, because they contain inherent attributes of the financial statements.

- analysis process is aimed at handling the financial statements that are structured display of information about the financial position, results of operations and cash flows, accordingly, these items are the subject of analysis.

- particular feature of the analysis reporting of the credit unions is that they are required to adhere to NKFP developed and established norms for capital, solvency, asset quality, risk of operations, profitability and liquidity, formation and use of insurance reserves, as well as criteria for quality of the management system. These standards are designed to ensure the sustainability of the credit unions and merged credit

unions, to timely perform their obligations to their members and to prevent possible capital losses due to the risks inherent in the business of the credit unions.

- among all areas of the economic analysis of the credit unions reports, the most important is the analysis of the financial condition of the credit union, since it includes those components that are most useful to users of those reports. Scientists agree that the financial position is the indicator of financial

resources of the enterprise that characterize the level of solvency and competitiveness.

Therefore, the process of the credit unions reporting analysis is extremely important because it allows evaluating the activities of the credit union as a financial institution and a separate entity. This study can serve as a source of information for the further research related to the problems of the economic analysis and the credit unions reporting.

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