

JEL CLASSIFICATION: E50

THE ROLE OF BANKING SUPERVISION IN RESTRUCTURING PROCESSES

Ivan A. OSADCHIY

Researcher of the University of Banking of the National Bank of Ukraine (Kyiv)

Summary. The article explores the role of banking supervision in ensuring the stability of banks and preventing crises in the banking sector, the basic

models of supervisory systems for the financial sector and ways of improving banking supervision in the context of restructuring processes are considered.

Key words: *banking regulation, prudential standards, methods of supervision.*

Current state of banking supervision is characterized by the fact that Ukraine is still not used a uniform approach for the supervision of financial institutions. The absence of a clear regulatory framework, a rapid response to the financial problems of the commercial banks, increasing level of credit, currency and other risks requires a flexible system of banking supervision.

The purpose of this article is to determine the role of banking supervision as preconditions prevent the crisis in the banking sector and the restructuring and reorganization of banks.

The article considers three models of the supervisory systems for finance, including banking, area: circular model, a model of singular supervision, a model of supervision for task. Supervision of financial market in Ukraine is carried out on the basis of the circular model, i.e., several government agencies. Approaches that separate banking supervision in three stages (depending on the life cycle of the bank): the stage of “origin”, the stage of “development” stage “fading” are considered in the article.

The modern system of banking supervision in Ukraine is built in accordance with the provisions of EU legislation on the issues of banking activity.

References

1. Sevrinovskijj V. Razvitie sistem bankovskoho monitorinha: analizirujaja mirovojij opyt [The development of the banking systems of monitoring: analyzing the world experience]. Retrieved from www.hedging.ru/publication/337.
2. Balian H. Suchasni tendentsii u sferi bankiv'koho rehuliuвання [Current trends in banking regulation]. Retrieved from [archive.nbuv.gov.ua /portal/soc_gum/Un_msm/2011_16/Ukrainska_nauka_16/03balant.pdf](http://archive.nbuv.gov.ua/portal/soc_gum/Un_msm/2011_16/Ukrainska_nauka_16/03balant.pdf).
3. Baranovskiy O. I. (2008) (Eds.) Rozvytok bankivskoi systemy Ukrainy [The development of the banking system of Ukraine]. K. : Int ekon. ta prohnovuz.
4. Bobil V. V. (2012) Bankivskiy nahliad na pidstavi otsinky ryzykiv [Banking supervision based on risk assessment]. *Rehionalna ekonomika*, 2, 147–153.
5. Zakon Ukrainy “Pro Natsionalnyi bank Ukrainy” [Law of Ukraine “On the National Bank of Ukraine”]. Retrieved from <http://zakon.rada.gov.ua>.
6. Mishchenko V. V. (2010) Pidvyshchennia efektyvnosti rehuliuвання ta nahliadu za finansovym sektorom v Ukraini [Improving the effectiveness of regulation and supervision of the financial sector in Ukraine]. *Visnyk NBU*. 8, 4–10.
7. Khmaruk T. (2013) Osnovni problemy bankivskoho rehuliuвання v Ukraini [The main problems of banking regulation in Ukraine]. Retrieved from <http://naub.oa.edu.ua/2013/osnovni-problemy-bankivskoho-rehuliyuvannya-v-ukrajini>.
8. Yatseniuk A. P. (2003) Rol bankivskoho nahliadu v zabezpechenni finansovoi stiikosti bankivskoho sektora Ukrainy [The role of supervision in the financial stability of the banking sector Ukraine]. *Aktualni problemy ekonomiky*. 10, 92–98.

9. Zarutskaya Olena (2012) Vdoskonalennia pidkhodiv do systemy ekonomichnykh normatyviv bankiv Ukrainy [Improving approaches to system prudential regulations banks Ukraine]. Materialy Vseukrainskoi naukovoï internet-konferentsii «Problemy ta perspektyvy rozvytku bankivskoi systemy Ukrainy v umovakh finansovoi nestabilnosti». TERNOPIL, 136–140.

10. Ofitsiinyi sait Natsionalnoho banku Ukrainy [The official site of the National Bank of Ukraine]. Retrieved from www.bank.gov.ua.

11. Bazel II i Bazel III: u chomu riznytsia? [Basel II and Basel III: What's the difference?]. Retrieved from <http://bankografo.com/bazel-ii-i-bazel-iii-u-chomu-riznitsya.html>.

12. Shchodo intehratsii bankivskoi systemy Ukrainy do bankivskoi systemy Yevropeiskoho Soiuzu. Analychna zapyska [Regarding the integration of Ukraine's banking system in the banking system of the European Union. Policy Brief]. Retrieved from <http://www.niss.gov.ua/articles/777>.

13. Reforming the Regulatori Framework // Bank of England Retrieved from www.bankofengland.co.uk.

14. Vovk V., Dmytryk Yu. (2013) Diahnostuvannia kryzy z boku tsentralnykh bankiv: zarubizhnyi ta vitchyzniani dosvid [Diagnosis crisis by central banks, foreign and domestic experience]. Visnyk NBU, 3 (205), 20–25.