

JEL CLASSIFICATION: K22, O16

## IMPROVED DEPOSITORY SUPPORT THE STOCK MARKET UKRAINE

**Svitlana A. STASINEVYCH**

*Candidate of Science in Economics, Senior Researcher, Associate Professor of exchange department of the National University of Life and Environmental Sciences of Ukraine*

*Summary. Features of improving software depository securities market of Ukraine: changing legal and regulatory framework based on international experience and practical aspects of*

*transformation processes in participants given performance indicators depository system in a state of the reform.*

**Key words:** *Securities, stock market, depository systems, depository, clearing, reform.*

During the depository system in the world to understand certain accounting and securities clearing and settlement infrastructure component securities market. This infrastructure segment is serving system performance contracts (agreements) on securities. The main depository institutions throughout the world are: depository, custody (custodians), clearing organizations, recorders.

All securities issues in Ukraine were originally made in documentary form. In 1999, p. according to the Law of Ukraine "On National Depository System and Electronic Circulation of Securities in Ukraine" was created by the National Depository of Ukraine as a central depository system link, and in 2008 – JSC "Ukrainian Securities Depository". In such circumstances, the functions of Depository Registration duplicated.

With the adoption of the Law of Ukraine "On the Depository System of Ukraine" dated July 6, 2012, № 5178-VI began a new phase of the country's development depository software – documentary post. The law provides that issuers of equity securities can choose only book-entry (electronic) form of existence of securities

In economically developed countries is characterized by circulation of securities of the central securities depositories and high levels of

automated clearing and settlement systems. In a sample after the enactment of the new law began building and providing depository in Ukraine at the National Depository of Ukraine created CSD, and JSC «AUSD» converted at the Clearing center.

System of Depository Registration is as follows:

- higher level – Central Depository of Ukraine and the National Bank of Ukraine (on government securities);
- average – depository institutions;
- lower level – depositors.

The process of reform eliminated registrars Securities Institute. Payments for transactions concluded on the stock exchanges and outside them, carried out on a "delivery of securities against payment" leads Settlement Centre service contracts in the financial markets (Clearing center).

There is now completed implementation of the infrastructure in the analyzed securities market worldwide trend towards unification, standardization and unification. Introduced depository model meets international practice, the functions of accounting and securities clearing now divided between the relevant agencies, is a single register of holders of securities, increasing investor protection and minimizes the risk of raiding.

### References

1. Moskvina S. O., Pospolitak V. V. and Khorunzhyi S. H. (2010) *Depozitarna diialnist [Depository activities]*. ADS UMK Tsentr. Kyiv. Ukraine.
2. Gpishhenko A. (2005) "Materials Group 30: International theoretical experience in creating an

effective model for clearing and settlement in the securities market securities market". *Rinok cennih bu-mag*, vol 1(1), pp. 13-16.

3. Kurinnyi O. (2009) *Svitovi depozytarni systemy [Global depository system]*. *Rynok tsinnykh papepiv*

Ukpainy, 2–3, pp. 46–50.

4. Lapshina T. V. (2010). Depozytarne zabezpechennia funktsionuvannia rynku tsinnykh paperiv Ukrainy [Depository the functioning of markets in Ukraine] Extended abstract of candidate's thesis. Kharkiv National University V. N. Karazin. Kharkiv, Ukraine.

5. Tepeschenko G. M. (2006) Problemy ta pepspektyvy rozvytku Natsionalnoi depozytarnoi systemy yak skladovoi fondovoho rynku Ukrainy [Problems and prospects of national system development as part of the stock market of Ukraine]. *Financy Ukpainy*, 10, pp. 86–95.

6. Official Website Central Depository of Ukraine. Retrieved from [www.csd.ua](http://www.csd.ua).

7. Official Website Settlement Centre service contracts in the financial markets of Ukraine. Retrieved from [www.ausd.com.ua](http://www.ausd.com.ua) (Accessed 12 January 2015).

8. The Law of Ukraine “About Depository System of Ukraine”. Retrieved from [zakon2.rada.gov.ua/laws/show/5178-VI](http://zakon2.rada.gov.ua/laws/show/5178-VI).

9. Official Website the National Commission on Securities and Stock Market of Ukraine. Retrieved from [www.nssmc.gov.ua](http://www.nssmc.gov.ua).

10. Official Website Verkhovna Rada of Ukraine. Retrieved from [www.rada.gov.ua](http://www.rada.gov.ua).