

Stopochkin A.I.,
Candidate of Economic Sciences,
Lecturer at Department of Social Sciences and Informatics,
Wyższa Szkoła Biznesu – National-Louis University

THE TRENDS OF INVESTMENT FLOWS IN THE GLOBAL FINANCIAL AND ECONOMIC INSTABILITY

This paper presents a study of the impact of the global financial crisis on the movement of investment flows, as exemplified by the European Union countries before and after entering the integration association. In this work the directions of changes of flows in foreign direct investment and the problems arising from these transformations have been grounded.

The analysis of the international capital flow system indicates the presence of the crisis and the slowdown of the process of pumping the global financial system with currency units of the most developed countries. According to the research for the period of 1990 till 2014 there were two peaks of capital reallocation process, namely 2000 and 2007. Therefore, we were coming to a conclusion that the world economic system is not capa-

ble of processing the investment volumes of more than 140% of the previous year.

It has been also revealed that currently the outflow of cash and investments from Europe is taking place, which could trigger shortage of resources in the EU and strengthening of the crisis. In such circumstances, despite the potential of entry of Ukraine into the European Union, it is not economically justified, in the first place, for the most of the EU members.

Thus, according to the results of the research, at this stage of development of the international economic system, its transformation with emphasis on the redistribution of production capacities between national social and economic systems by using the tools of the system of international capital movements is required.