

MONEY, FINANCES AND CREDIT

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ABOUT INTERACTION BETWEEN BANK RESOURCE POTENTIAL AND BANK LENDING CAPACITY IN THE PERIOD OF OUTPUT FROM THE FINANCIAL CRISIS

The article deals with the differences and interaction between bank lending capacity and resource potential of the banks. Undoubtedly, the bank lending capacity mainly depends on its resource potential. It is indicated that, firstly, the funds that can be potentially involved by the bank, are rather difficult to evaluate. Secondly, not all the funds that are held by the bank can be used for the credit transactions. To assess the amount of bank resources that could be considered as a starting point in determining the lending capacity more suitable is the term “loans”, used in the banking statistics, which include funds at the customer accounts, funds from the public and banks' own capital. However, although the dynamics of the volume of credit resources reflects the changes in the lending capacity, there are not identical concepts.

Not all the funds raised by banks are used for lending transactions. So, part of raised funds is invested in fixed assets, is used for internal transactions and other purposes necessary for the normal functioning of banks. In addition, some of the funds invested in highly liquid assets in accordance with the reserve requirements of the National Bank of Ukraine cannot be used for lending.

Output of Ukraine's economy from the crisis and further modernization of the economy is quite possible not due to the new issue of money, but due to better usage of available resources in the banking sector. The volume and dynamics of bank resources directly depend on effective management and affect the supply of domestic credit, confirming the existence of the interaction of bank resource potential and bank lending capacity.