

## PECULIARITIES OF ACTIVITIES OF MODERN BANKS OF UKRAINE IN THE CURRENCY MARKET

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The main subjects of the national currency market are banking institutions. Banks perform a large number of operations with currency values. Therefore, banks are more vulnerable to external and internal changes in the currency markets.

In such circumstances, very relevant is the development of theoretical propositions concerning the activities of banks in the foreign exchange market. Banks are affected by globalization, the cyclical nature of economic development, financial innovation. It is, therefore, important to improve the management of currency risks of banks.

An analysis of scientific papers shows that the theoretical approaches are underdeveloped.

The article is to study theoretical approaches to defining activities of modern banks in the foreign exchange market. Therefore, it is necessary to clarify the nature of the currency market, the functions of banks, and features of currency transactions.

Foreign exchange market – a complex multi-level system of economic relations that

is characterized by many features, elements, hierarchical structure.

Banks contribute to the foreign exchange market, perform their specific functions. We offer the following classification of functions: mediation, transformation, and regulatory and control.

The concept of activities of the bank in the currency market comprises:

1. Actions of bank staff. These actions are aimed at efficient operations with currency values for profit actions, must take into account the interests and requirements of partners and regulators.

2. It is business processes that provide operations with currency values.

We present the structural and functional scheme of activities of the bank in the foreign exchange market. This circuit consists of characteristic features of foreign exchange transactions, financial results, business processes, and risks. This approach facilitates the effective regulation of currency risks of the bank.