

VALUATION OF MODERN CONDITIONS OF BASIC CAPITAL REPRODUCTION

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In the article, the algorithm for the analysis of basic capital condition and formation of maintenance costs is proved. The characteristic of indicators is submitted that reveal the content of the article: indicators of formation, movement and renewal of fixed assets that directly characterize the state capital. The argument in favour of these indicators is that they characterize the composition and structure of fixed assets, as well as represent their dynamics in a certain time period.

It is proved by the author that the experience of developed countries shows that permanent reproductive processes in any national economy are possible, when are

provided with the appropriate level of spending for the maintenance of capital. That is the case of investments in fixed assets that are the source of effective reproduction of fixed assets and the transfer of production to the level of high-tech development.

It is determined that the state regulation of capital reproduction has come from out-pace fixed assets, as this is a key condition for economic growth in Ukraine.

On the basis of the study it is founded that the main reasons for lagging Ukraine's capital is a high degree of moral depreciation, slow pace of updates and low investment activity.