

THE MAIN WAYS OF INCREASING THE EFFICIENCY OF THE MECHANISM OF INFLATION REGULATION IN UKRAINE

Kudrytska Zh.V.

Candidate of Economic Sciences,
Senior Lecturer at Department of Economic Cybernetics,
National Aviation University

Oleh O.O.

Master,
National Aviation University

The article is devoted to improving conditions for the introduction of inflation targeting in Ukraine. The article examines the main factors that negatively influence and complicate the implementation of monetary inflation targeting. Also, the main focus areas of the National Bank are considered.

In 2014, Ukraine's economy came under the influence of significant shocks that came from three sources: external military and political; internal structural and economic; failure of efforts to reform the system of monetary management.

Inflation is one of the indicators of macro-economic instability and factor that depends largely on social and economic development. Therefore, determining the level of inflation and its maintenance at a favorable level for the economy are a key issue of public policy.

The problem of inflation has an important place in economics because its per-

formance and socio-economic effects play an important role in assessing economic security. It is, therefore, advisable to consider the conditions for determining the optimal inflation rate in Ukraine that fit the concept of price stability and the medium-term goal may be the NBU monetary policy in terms of implementation of inflation targeting.

An important task at this stage is to find new approaches and recommendations to prepare conditions for the introduction of inflation targeting in Ukraine during the financial crisis, which contributed to the direction of research and its main objectives.

Keeping the course towards the realization of a complex of measures described in the article at the level of the National Bank of Ukraine and the level of government will contribute to the successful application of inflation targeting regime in the near future.