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FINANCIAL SECURITY AND STABILITY OF AN INSURANCE COMPANY: COMPARISON OF TERMS AND CONDITIONS OF COLLATERAL

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Annotation. *The article explores the concept of financial security and financial stability of the insurer in the context of the ability of the subject of insurance business to fulfill insurance obligations. The requirements of the domestic legislator concerning ensuring of insurers' financial stability are analyzed. The list of requirements based on theoretical and methodological developments of researchers is extended.*

Keywords: *financial instability of the insurer, financial security of the insurer, solvency, risk of loss of solvency, early warning bankruptcy tests, insurance market.*

The insurer's financial security is the basis of its stable activity and high rating, and the financial security of the insurance market is an integral part of the country's economic security. Thus, special attention is focused on the problems of ensuring financial security of the insurance sector. The analysis of external and internal threats of the financial security of insurers and the insurance market in general is carried out. The indicators of estimation level of financial safety of participants in insurance relations are considered.

The purpose and object of financial security management of the insurer are outlined. The interests of the subjects of insurance relations in the part of ensuring their safety are determined. It is proved that the clarification of the theoretical foundations of the essence of insurers' financial security reveals new ways for improving the system of state regulation and increasing its efficiency.

Grouping of conditions for ensuring financial stability and financial safety of the insurance organization is carried out, which makes it possible to

differentiate the levels of management of these objects. It is revealed that at present there is no integral system of qualitative and quantitative indicators that allow determining accurately the financial condition of the insurer, and making it impossible to implement effective management in order to prevent the financial crisis of the organization.

The methods of state control of financial instability of insurers are considered in order to prevent their bankruptcy and ensure the financial safety of the insurance market as a whole.

The proposals on improving the mechanisms of ensuring the financial stability of the insurer are formed, the implementation of which will contribute to the increase of the financial security of the insurance market in general. The conclusions and recommendations presented in the work can be used for studying the financial security level of the insurance market, for improving existing approaches to assessing the financial stability of insurers, as well as for identifying potential threats to the development of the insurance sector as a whole.

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