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## EVOLUTION AND CLASSIFICATION OF INDICATORS OF THE BANKS FINANCIAL SAFETY

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**Annotation.** *The article presents the results of research in the field of financial security of the bank in the context of its evaluation indicators. The evolution of financial security assessment indicators has been researched. It is determined that the basis of the classification of these indicators are exogenous and endogenous factors; factors of micro, meso- and macro levels; factors of direct and indirect influence. Financial and non-financial indicators; absolute, relative and aggregate indicators; accounting, market and combined indicators are also used to assess the financial security of the bank. The selection of indicators in the system of assessing the financial security of the bank should be carried out on the Balanced Scorecard concept (BSC). This concept provides an opportunity to overcome the shortcomings of the static approach of the balance sheet system and supplement them with non-financial indicators.*

**Keywords:** *financial security of banks, security of banking activity, model, method, indicators, balanced scorecard.*

The article presents the results of research in the field of financial security of the bank in the context of its evaluation indicators. The research objective is the analysis and systematization of the contemporary approaches to the estimating the level of financial safety of banking institutions. The evolution of financial security assessment indicators has been researched.

The assessment of financial security of the bank is still using factor analysis as one of the priority and powerful instruments of economic analysis. Traditionally, experts define capital structure and capital adequacy ratios; commitment structure; quality and structure of assets; estimates of the level of profitability, liquidity and costs.

Coefficient analysis has become the basis for the introduction of indicators that determine the boundaries of negative processes. The assessment of the financial security of the bank is carried out by comparing (absolute or relative) actual indicators of the bank with the threshold values of indicators, which may have the status of standards.

It is determined that the basis of the classification of these indicators are exogenous and endogenous factors; factors of micro, meso- and macro levels; factors of direct and indirect influence. Financial and non-financial indicators; absolute, relative and aggregate indicators; accounting, market and combined indicators are also used to assess the financial security of the bank.

In our opinion, the assessment of the financial security of the bank should be considered as an integral and key component of the system for evaluating the bank in terms of optimizing the process of achieving the goals. Therefore, when selecting the optimal system of indicators, it is necessary to use Performance Measurement theory.

Also we believe that the selection of indicators in the system of assessing the financial security of the bank should be carried out on the Balanced Scorecard concept (BSC). This concept provides an opportunity to overcome the shortcomings of the static approach of the balance sheet system and supplement them with non-financial indicators.

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