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## RISK-BASED CURRENCY SUPERVISION IN UKRAINE

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**Abstract.** *The article deals with the content, mechanism, new approaches in risk-oriented currency supervision, the role of the National Bank of Ukraine as the main body of currency supervision, as well as agents of currency supervision, responsibility for violations of requirements of currency legislation. The author highlights the peculiarities of the risk-oriented currency surveillance that was established in Ukraine since February 7, 2019, as well as its key differences from the currency control that has been in operation since 1993. New measures of influence of the National Bank of Ukraine are analyzed, in particular, the maximum amount of fines for violations of the requirements of the currency legislation by the institutions.*

**Keywords:** *currency control, currency supervision, risk-oriented basis, National bank of Ukraine, banks, non-banking financial institutions, postal operators.*

This research concerns the implementation of the risk-based approach in Ukraine to national capital supervision system. The transformational changes in the system of currency regulation and capital control, which has existed since 1993 in Ukraine, have changed since February 7, 2019.

The questions which are investigated are: content, mechanism, new approaches in the risk-based currency supervision, the role of the National bank of Ukraine as the main supervisory body of currency supervision, as well as agents of currency supervision, responsibility for violation of requirements of currency legislation.

The transformational changes in Ukraine led to the transition from the old model of total currency control, which concerned all foreign exchange transac-

tions, regardless of their “significance” and their risk to new currency supervision, which operates on the risk-oriented basis - “more risk - more attention, less risk - less attention”.

Small transactions with amount less than financial transactions established for mandatory financial monitoring will not be subject to currency supervision. The exception to this are operations that have crushing signs.

This approach in currency supervision, performed by authorized institutions will simplify the conduct of transparent currency transactions by the citizens and business and will create condition to pay greater attention to doubtful transactions. The risk-based approach will be the basis for determining the list of issues of in-

spections by the National bank of Ukraine.

The risk-based approach will be implemented as part of determining the sanctions for violation of the requirements of the currency legislation.

National bank of Ukraine can apply to the agents of currency supervision for violations of currency laws the new types of sanctions.

The decision according the application of sanctions will be taken by the collegial body of the National bank of Ukraine. This decision will be taken adequately to

the committed violation, taking into account a comprehensive analysis of the transaction, the amounts of transactions, the systematic nature, causes and consequences of the violation.

Currency supervision under that new rules is fundamentally different from the old currency control system and will be more flexible. Its aim is to prevent violations.

The ultimate goal of the National bank of Ukraine is the gradual removal of all currency restrictions which will led to the free movement of capital regime.

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