

DEVELOPMENT OF THE INSURANCE SYSTEM IN AN INNOVATIVE ECONOMY UZBEKISTAN

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ABSTRACT

This article provides information about the changes taking place in Uzbekistan in the field of insurance. We will talk about what we should do in the insurance sector now and in the future.

Keywords: insurance, infrastructure development, statistical, insurance market, developing.

1. INTRODUCTION

Development of the insurance system in an innovative economy is an urgent task of the state, in this regard, it is important to analyze Institutional environment, highlight the main institutions that affect formation of the structure of the insurance system, display the structure of the system insurance in the conditions of economic relations. In its development, the insurance system goes through several stages, starting from the formation of a legislative, legal framework to the formed market infrastructure. Dominant role in the development of insurance relations is assigned to the insurance company - as the main subject of the system. Insufficient development of the infrastructure of professional inter media riehinders the development of relations in this area. The conceptual model of the national insurance system allows analyze the development of its main components, evaluate the development, and also determine the degree of market relations in the field of insurance. In this connection, it is important to consider the mechanism of functioning of the insurance system, determine the ways, methods and tools for organizing, maintaining and regulation of insurance activity. The mechanism of functioning of the insurance system is a process interaction of participants in insurance relations on macro, meso and microlevels of the insurance system. This mechanism includes ways methods and tools.

In the economic literature, the mechanism of the functioning of the system insurance is considered at the level of interaction between the insurance company and state, market infrastructure development. A small amount of research is devoted to the analysis of the mechanism of functioning of the insurance system at the micro level, from the position of the activities of the insurance company as the main subject of

insurance relations. Insufficient attention is paid ways and methods of realization of insurance relations; economic tools to influence the development national insurance system. The main participants in the insurance process are insurers (individuals and legal entities), insurance companies (insurers), and insurance intermediaries (brokers, insurance agents). Analysis of the functioning of the national insurance system allows to present the mechanism of functioning of this system schematically. The activities of the subjects of insurance relations are regulated current legislation. It should be noted that insurance companies professional intermediaries (brokers) are controlled by the body state supervision of insurance activities. Insurance activities and activities of professional intermediaries refers to licensed activities. State Supervisory Authority decides on issuing licenses for insurance activities.

2. LITERATURE REVIEW

Statistical data on the functioning of the insurance market Uzbekistan indicate that there is a positive development trend of the national market of insurance services. At the end of 2017 the insurance market of Uzbekistan continued to demonstrate a high rate growth, which amounted to 34% compared to the previous year. There is an outstripping growth rate for types of voluntary insurance, which indicates a real development of insurance and an increase in the level confidence in the services of insurance companies. According to the data of the Ministry of Finance of the Republic of Uzbekistan in 2017 the volume of insurance premiums collected by the country's insurance companies reached 927.5 billion soums. This volume of insurance premiums was collected by 27 insurance companies that operated on the market, of which 4 companies.

3. RESEARCH METHODOLOGY

In the total volume of insurance premiums still prevail premiums for voluntary types of insurance. So, for the period under review the volume of premiums for voluntary types of insurance increased by 43% and amounted to 694.1 billion soums. For compulsory types of insurance, premiums reached 233.3 billion soums, which exceeds the figure of the previous year by 12%. As a result of the dynamics of the above indicators, the ratio voluntary and compulsory insurance in total insurance premiums has undergone some change. The share of voluntary insurance in premiums since 70% increased to 74.8% and, accordingly, the share of compulsory insurance decreased and amounted to 25.2%. However, it is noted that on a voluntary and on compulsory insurance, insurers have reached positive rates growth, and the reduction in the share of compulsory insurance is associated only with leading growth rate of premiums for voluntary types of insurance. Market growth remains significant: volumes are constantly increasing received insurance premiums (insurance fee), new types and insurance products.

4. ANALYSIS AND DISCUSSION OF RESULTS

However, the real growth of the insurance market is difficult estimate. In modern conditions, the national insurance system refers to a dynamically developing sector of the economy and requires balanced policy of economic and legal regulation to address a number of problems that hinder its further development. Analyzing the main indicators of the insurance market of Uzbekistan, It should be noted that in this segment of the financial services market there is an increase in business activity among individuals, the dynamics growth in insurance payments, increase in the level of capitalization of insurance companies, increased control by the state regulator to activities of insurance companies. However, there are a number of problems the solution of which will make it possible to intensify the development of the national system insurance. We have developed a scheme characterizing the problems functioning of the insurance system of Uzbekistan and ways to solve them.

The low level of capitalization of insurance companies is negative affects the financial stability of the insurance company. One way to solve this problem is to regulate the admission foreign insurance companies to the domestic market. The presence of foreign companies will have a huge impact on development of the insurance market and will bring, first of all, capital. On the problem of disproportionate market infrastructure for insurance systems In Uzbekistan, at present, the institution of brokers practically incompetent. The Institute of Brokers operates only in as an intermediary for the reinsurance of risks in international insurance companies. One of the main solutions is a clear legal regulation of the activities of insurance brokers and the adoption of a law on broker activities. Low investment potential of the national insurance system requires stimulation of investment activity of insurance companies. The role of the insurer as an institutional investor is important in the conditions development of the state economy. Analysis of the dynamics of the development of the insurance market in Uzbekistan, formation of a mechanism for economic and legal regulation of insurance relations allows us to identify the following characteristic trends. The main trend in the development of the national insurance system is a positive trend in the growth of insurance payments, an increase in the share classic types of insurance, as well as the number of individuals in as consumers of insurance services.

5. CONCLUSION AND SUGGESTIONS

The increase in insurance payments also gives reason to talk about the development of market relations in the insurance industry. In view of the increase in the assets of insurance companies, the development trend there will be an active involvement of insurers as institutional investors. If the state conducts effective policy of legal regulation of issues of investment participation insurers, as a result, there will be an increase in activity insurance companies as intermediaries in the investment

market. Positive moment in this matter is the development of accumulative species insurance, which by their nature are a source of long-term investment. Thus, a key factor in the successful development of the national insurance system is the formation of a modern market infrastructure, an important element of which is the insurance company.

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