

22-23.04.2024

<https://phoenixpublication.uz/>

## IMPORTANCE OF THE CAPITAL MARKET IN THE REGIONS

**Boboev A.Ch.**

*Head of the "Economics" department of BukhMTI, candidate of economic sciences,  
associate professor Tel: (+99897)3063132*

*E-mail : [boboev-akmal@bk.ru](mailto:boboev-akmal@bk.ru)*

**Rashidov N.N.**

*M17-23 Master 's student of Economics*

It is known that domestic funds are not enough to finance the economy at the current stage of the market economy. At a time when the population and needs are constantly growing, there is a need to attract additional financial resources from external sources to business entities and state funds in the complex development of high technological development, food security and other areas. In such conditions, one of the important sources of financial resources and capital attraction for economic entities is the financial market and the capital market, which is considered its element.

The difficulty of clarifying the essence of the concept of "capital market" is that its infrastructure is closely related to the money market, which is considered a part of the financial market, and financial instruments are the same for the capital market and the money market. When making decisions on the attraction of financial resources by joint-stock companies, it is based on the state of the capital market and the level of provision of financial resources. Because based on the average interest rates of resources directed to the corporate sector in the economy, joint-stock companies try to determine the limit amount of debt funds. At the same time, the importance of the identified characteristics may differ depending on the nature of the development of the national economy. The amount of financial resources attracted to the capital market, methods of attraction and attracting financial instruments are interconnected with specific segments of the capital market and their specific characteristics.

Western economic literature, financial markets are presented as a set of <sup>14</sup>market institutions that direct the flow of money from savers to borrowers . Frederic Mishkin calls financial markets markets that serve to transfer money from people with excess funds to those who do not have enough funds <sup>15</sup>. Based on the given definitions, it can be noted that the financial market is a market where temporary free funds are redistributed through financial intermediaries based on the use of financial instruments.

<sup>14</sup> Dolan E. Dj ., Campbell K . D. Dengi, banking affairs and monetary and credit policy. M. ; SPb ., 1993. S. 15.

<sup>15</sup>Frederick S. Mishkin, Kent Matthews and Massimo Giuliodori. The economics of money, banking and financial markets. UK. Pearson, 2013. P.3.; Frederic S. Mishkin, Stanley G. Eakins. Financial markets and institutions. US A. Prentice Hall , 2012. P .2.

**22-23.04.2024**

**<https://phoenixpublication.uz/>**

The capital market is a market where long-term capital and debt obligations are collected and traded <sup>16</sup>. In a market economy, the capital market is the main type of financial market through which businesses and governments can find sources of financing for their activities. At this point, it should be noted that the capital market, which is considered an important component of the financial market, has funds and instruments with a maturity of more than one year.

In global practice, ensuring continuity of production and service processes by attracting financial resources from the national and international capital market to the corporate sector of the economy, maintaining the financial stability of joint-stock companies, ensuring employment of the population, and implementing new financial instruments of financing are especially relevant in the context of the global pandemic. is considered one of the issues. Currently, in the world economy, scientific research is being carried out in important areas of introducing modern instruments of attracting financial resources from the capital market to the corporate sector of the economy, improving the financing mechanism, and applying modern methods of econometric modeling in the process of making financial decisions.

Based on the state of the capital market and the level of provision of financial resources, it regulates decision-making by joint-stock companies regarding the attraction of financial resources. Based on the average interest rates of the resources directed to the corporate sector, determining the limit amount of debt funds of joint-stock companies, the importance of the determined characteristics can be differentiated depending on the nature of the development of the national economy. The amount of resources attracted to the capital market, the practice of attraction and attracting financial levers, are inextricably linked with the components of the capital market and their specific characteristics.

The capital market has already become an important component of the world economy. There is an inextricable link between the level of development of the world economy and the capital market. Currently, the importance of finance in the socio-economic and political life of the society has moved far beyond the scope of indicators describing the role of the financial sector in creating the world gross domestic product. Financial capital turns into real capital as a result of the circular economic cycle. Money and securities (financial assets) are in circulation in the form of fixed assets and tangible assets. The effective functioning of the financial system, all its sectors and segments - household, corporate and state finance, finance and currency-credit relations system depends to a large extent on the dynamics and activity of the development of the global economy as well as the investment processes at the national and international levels.

---

<sup>16</sup> Kovalyov V.V. Financial management : theory and practice. 2nd quest. - M.: "Prospekt", 2011. - S. 155. (1024).

**RAQAMLI IQTISODIYOT SHAROITIDA MINTAQALAR BARQAROR RIVOJLANISHINING  
DOLZARB MUAMMOLARI VA YECHIMLARI**

22-23.04.2024

<https://phoenixpublication.uz/>

**REFERENCES:**

1. Rubtsov B.B. Global financial markets: scale, structure, regulation//Vek globalizatsii. - No. 2 (8) - 2011. - P.73-98.
2. Iva nova M.M. Modern financial markets: Monograph. - M.: Prospect, 2014. - 572 p
3. O monov S. O'. K capital in the market institutional investors activities in order put abroad experience // I economics and Finance / Economics and Finance 2021, 8(144)