### References:

- 1. Devaluation (electronic resource) // Wikipedia, the free encyclopedia. Access mode: https://en.wikipedia.org/wiki/Devaluation.
- 2. Unabridged encyclopedic dictionary. 2-nd edit. revised and updated. Large Russian Encyclopedia; St. Petersburg. Norint. 2004 P.864

# Volodia Kateryniuk

Research supervisor: Casimir Voznyi
Candidate of Economics Sciences, Assosiate Professor
Language tutor: Iryna Horenko
Candidate of Philological Sciences
Ternopil National Economic University

#### FORMULATION OF NATIONAL ECONOMY

The millennium led humankind to a marked model of its own economic life. The statistics of economy proved to be the most optimal, although not ideal form for solving the economic problem inconsistency between social needs and the productive potential of their satisfaction. At the end of the twentieth century, Ukraine also began to capitalize on its own economic system. However, this way proved difficult and long.

Problems and disadvantages of the reforms of the national economy of our country are caused by several significant circumstances, which often remain outside the theoretical and analytical assessments of specialists.

The first thing is the institutional one. The general vector of early economic reforms in Ukraine was faster than the political rather than the actual economic component.

The second fact is technological. The development of market institutions requires not only institutional changes in the economic system itself, but also technological solutions of high quality.

The third circumstance is managerial. The reforms at the micro level were often slowed dawn.

The fourth circumstance is mental. Dynamic economic and political reforms practically did not take into account the specifics of the national mentality of the Ukrainian people.

According to the State Statistics Committee of Ukraine the share of population donations in the structure of agricultural production as a whole, since 1990, has practically unceasingly increased.

## References:

- 1. Економічний аналіз; економічні тенденції та прогнози // [Електронний ресурс]. Режим доступу: http://icps.com.ua/ekonomichnyy-analiz-ekonomichni-tendentsiyi-ta-prohnoz-na-2017-rik/
- 2. Макроекономічний прогноз «Економічний аналіз і актуальні тенденції» // [Електронний ресурс]. https://ukraine-office.eu/macroeconomic-forecast-economic-analysis-and-current-trends/

# Anastasiia Khomych

Research supervisor: Olga Metlushko
Candidate of Economic sciences, Associate Professor
Language tutor: Nataliia Koshil
Candidate of Philological Sciences, Associate Professor
Ternopil National Economic University

### INTERACTION OF INFLATION AND UNEMPLOYMENT

For Ukraine as well as for the most developed countries, study of the inflation and unemployment interaction is particularly relevant nowadays. Inflationary processes are a rather a complex phenomenon, which is almost unrealistic to predict. A high level of inflation provokes the outflow of national capital to other countries, destroys the monetary system, undermines the level of confidence in the national currency, reduces the possibility of financing the state budget. In its turn, the phenomenon of unemployment is one of the most acute problems faced by modern society. The surplus of the unemployed leads to a reduction in the country's GDP, a reduction in tax revenues, a decline in living standards, and then the outflow of labor abroad. Therefore, inflation and unemployment should be considered as the main macroeconomic problems that require immediate government intervention, namely the choice of effective theoretical foundations of sound economic policy.

Unemployment is a socio-economic phenomenon in which a part of the economically active population is not occupied in the sphere of production or services, that is, it cannot find the application of its labor force.