

INTEGRATION OF INTERNATIONAL FINANCIAL REPORTING STANDARDS INTO THE FINANCIAL SYSTEM OF UZBEKISTAN: PROSPECTS AND CHALLENGES

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Abstract: The thesis examines the process of integration of International Financial Reporting Standards (IFRS) into the financial system of the Republic of Uzbekistan. The authors analyze the main prospects and challenges associated with this process, highlight the importance of transparency and comparability of financial information to attract foreign investment and increase confidence from the business community. The thesis also draws attention to the need to improve the skills of accountants and auditors, as well as adaptation of national legislation to international requirements. In conclusion, recommendations are formulated for the effective implementation of IFRS in Uzbekistan.

Keywords: International Financial Reporting Standards, IFRS, financial system, Uzbekistan, investments, transparency of reporting, professional education, legislation.

Introduction

The process of globalization and integration of the world economy poses the challenge for countries to adapt their financial systems to international standards. The Republic of Uzbekistan, in an effort to improve the investment climate and create favorable conditions for doing business, is actively working on the implementation of International Financial Reporting Standards (IFRS). This process is of great importance for increasing the transparency and comparability of financial information, which, in turn, helps to attract foreign investment and increases confidence on the part of the business community. The purpose of this thesis is to analyze the main aspects of the process of integrating IFRS into the financial system of Uzbekistan, to identify the prospects and challenges associated with this process, as well as to formulate recommendations for its optimization.

Theoretical aspects of IFRS

International Financial Reporting Standards are a set of rules and regulations that govern the preparation and presentation of financial statements. They are aimed at ensuring the transparency, reliability and comparability of financial information, which is a key factor for attracting investment and ensuring the stability of financial markets. IFRS are recognized by more than 120 countries around the world and are actively used by companies to prepare financial statements at the international level.

Adapting to IFRS requires companies to revise their internal accounting procedures, train staff and implement new reporting systems. This is a complex and time-consuming task, but at the same time it opens up new opportunities for business, increases its transparency and investment attractiveness.

Status of Financial Reporting in Uzbekistan

In recent years, Uzbekistan has been actively working to reform the accounting and financial reporting system in order to bring it closer to international standards. This is due to the globalization of the economy and the country's desire to attract foreign investment, which requires transparent and understandable financial reporting.

The main task at the current stage is to adapt national accounting and financial reporting standards to the requirements of IFRS. This includes the revision of existing regulations, the training of specialists and the

introduction of new approaches to accounting.

An important aspect is also the professional development of accountants and auditors, which requires the organization of specialized courses and training programs. In addition, it is necessary to create conditions for the practical application of new knowledge, including through the modernization of accounting programs and information systems.

The process of integrating IFRS into the Uzbek financial reporting system is complex and multi-layered, and its successful implementation will require concerted efforts on the part of the state, business and the professional community.

Prospects and Challenges of IFRS Integration in Uzbekistan

The process of integration of International Financial Reporting Standards into the Uzbek economy opens up new prospects for business development and attracting foreign investment. However, this process is also fraught with a number of serious challenges that require careful analysis and the development of effective solutions.

Prospects

The integration of IFRS provides an increase in the transparency and comparability of financial statements, which helps to attract foreign investment and increases confidence on the part of the business community. Companies operating in accordance with IFRS gain access to international financial markets and can compete more effectively at the global level. This, in turn, contributes to the development of the national economy, the creation of new jobs and the improvement of the standard of living of the population.

Calls

At the same time, the process of adaptation to IFRS involves solving a number of tasks related to the revision of national legislation, training of specialists and the introduction of new accounting technologies. There is a need to improve the skills of accountants and auditors, as well as to create conditions for the practical application of new knowledge. In addition, there is a need to ensure coherence among all actors involved in the process and to establish mechanisms to monitor compliance with the requirements.

Overcoming these challenges requires a comprehensive approach and active cooperation between the state, business and the professional community. This is the only way to achieve the successful integration of IFRS into the Uzbek financial reporting system and realize all the opportunities that this process opens up for the country's economic development.

Recommendations for improving the process of IFRS integration in Uzbekistan

Successful integration of International Financial Reporting Standards into the economic system of Uzbekistan requires a comprehensive approach that includes a number of strategically important steps and activities.

Revision of national legislation

There is a need for a thorough review and revision of existing national accounting and financial reporting legislation with a view to harmonizing it with the requirements of IFRS. This will help to create a legal framework for the implementation of international standards at the national level.

Training and Professional Development

Particular attention should be paid to training and professional development programs for accountants, auditors and other financial professionals. The creation of specialized training centers and courses, as well as the organization of trainings and seminars, will help to train qualified personnel capable of working

effectively in accordance with international standards.

Introduction of modern technologies

An important aspect of IFRS integration is the introduction of modern information technologies and software for accounting and financial reporting. This will automate many processes, simplify the preparation of reports and ensure its compliance with international standards.

Promotion of international cooperation

Strengthening international relations and cooperation with international financial institutions and professional associations of accountants and auditors contribute to the exchange of experience and best practices in the field of financial reporting.

Conducting information campaigns

In order to raise awareness of the business community and the public about the importance and benefits of IFRS, it is necessary to organize information campaigns, including publications, seminars, conferences and other events.

The adoption of these measures will create favorable conditions for the successful integration of international financial reporting standards in Uzbekistan, increase the transparency and reliability of financial information, thereby contributing to the development of the national economy and attracting foreign investment.

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