DIRECTIONS FOR OPTIMIZING DIVIDEND POLICY IN MANAGING THE FINANCIAL POSITION OF COMMERCIAL BANKS

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ABSTRACT

This thesis analyzes the theoretical and practical significance of optimizing dividend policy in commercial banks for effective financial management. The impact of the size and stability of dividend payments on the financial stability, capital adequacy and liquidity indicators of banks as key factors is highlighted. Also, the possibility of dividend policy in the development strategy of banks, risk management, strengthening financial position and ensuring long-term sustainable growth is evaluated on a scientific and theoretical basis.

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Introduction. The scientific approaches to interpreting dividend policy as an instrument for managing the financial condition of banks have expanded significantly in recent years. Research in this area pays special attention to the relationship between dividend payments and bank capital, liquidity, and risk.

In the process of reforming the banking system of the Republic of Uzbekistan, special attention is being paid to improving the dividend policy of commercial banks. In particular , for 2020-2025 intended banking system reform to do in the banking sector in the strategy state participation high , corporate management and risks management mechanisms enough at the level underdevelopment such as systematic problems existence record [1] This circumstances, dividend policy in formation market principles wide current to , shareholders interests balancing and banks financial independence increase necessity to the surface is bringing .

Aswath Damodaran dividend policy company and bank value management secondary , but important element as evaluates .[2] His In my opinion , dividend policy optimization bank financial status from strengthening according to this of the situation result as is formed . That is financial stable and high profitable only banks far term a stable dividend policy to conduct to the possibility has will be .

Richard Brealey's dividend policy banks financial flexibility save stay mechanism as interpretation [3] He pays dividends too much outside increase bank internal financing opportunities limit and this situation capital enough negative impact to show Therefore , the dividend policy in optimization caution principle priority to be necessary .

By Stewart Myers previously pushed financial The pecking order theory explains dividend policy. banks financial status with directly connects .[4] This to the approach according to , banks first of all internal financial from resources , then debt from the funds and last in line new stocks from issuing As a result , the dividend policy optimization bank internal financing to the needs suitable accordingly take will go .

Hersh Shefrin's dividend policy financial management behavioral aspects with connects .[5] Its to research according to , stable dividends not only financial , maybe psychological also ensures stability . Banks for this situation investors trust save stay through financial the situation in management important importance profession will reach .

Jean Tirole dividend policy corporate management and financial discipline mechanism as evaluates .[6] His believes that dividend payments benefit bank management excess from risks restrained stands and free money from the streams effective to use forced This is bank financial status far within the period to strengthen service does .

This scientists views this shows that dividend policy optimization commerce banks financial status in management independent tool not , maybe capital adequacy , liquidity , risks management and corporate management system with integral related complicated mechanism This is approaches Dividend policy in Uzbek banking practice caution with take to go and him/her financial stability strategy with harmonization the necessity scientific in terms of justifies .

Table 1

Commercial banks financial the situation dividend policy in management optimization components[1]

Dividend policy component	Content (scientific) translation and comment)	Bank financial to the state impact
Debt obligations priority	Debts own on time and complete to cover dividend payments relatively priority is considered	Liquidity and to pay competence strengthened , financial stability provided
Investment needs	Investment projects financing of benefit again investment This requires that and dividends size reduce possible	Far term growth and assets profitability increases
Financing sources existence	Debt and capital to the markets entrance opportunity profit distribution to their decisions impact shows	Financial flexibility increases , dividend policy becomes free

[1] Author's development

Tax and credit restrictions	Tax obligations and credit in contracts covenants dividend payments limit possible	Capital adequacy saved , financial risks decreases
Economic cycle stage	Economic growth during reinvestment priority , decline during prudent dividend policy applies	Bank financial status external economic to the conditions adapts
Taxes minimize strategy	Dividends through shareholders tax the load optimization opportunity there is	Investors for pure income increases , bank attractiveness increases

Above from the table It seems that commerce dividend policy in banks optimization only one profit distribution issue not , maybe debt obligations , investment needs , tax and credit restrictions and economic cycle with closely related complicated financial management In the banking practice of Uzbekistan this components mainly financial stability storage and capital enough to provide directed is the dividend policy of the bank financial status management cautious and balanced instrument as manifestation will be .

Commercial dividend policy in banks optimization in the process one row main aspects in consideration First of all , dividend payments size by bank taken pure of benefit which part shareholders between dividends in appearance distribution For example , a bank is net 30 percent of the profit dividends as pay standard to define possible . This indicator high bank shares current income point of view from the point of view to investors attractiveness increases . With this together , dividend payments size bank capital sufficiency and liquidity to the state negative impact not showing necessary .

Table 2

Uzbekistan stocks in the market dividends according to analytical information[2]

Indicator	**In the document information**	**Dividends point of view from the point of view comment**
Promotions in the market trade size .	135.29 billion . soum	Trade size decrease short within the period to dividend directed investments activity low shows
Market capitalization	275.26 trillion . soum (+1.7%)	Capitalization growth dividend expectations and far term investments existence means
Free float capitalization	4.04 trillion . soum	Free circulation stocks size dividend policy market at the price impact to do shows
UCI Index	719.87 points (+1.7%)	Index growth stocks , including dividend-paying ones to issuers was confidence being kept indicates

[2] Author's development

Quotation issuers number	93 units issuer , 135 instruments	Dividend policy open was issuers number increase to investors choice opportunity expands
Transactions number	33,050 (- 15.53%)	Activity decrease from dividend income according to speculative demand contraction shows

Direct dividend payments not specified although , in it market indicators Uzbekistan stocks dividend policy in the market indirectly the impact assessment opportunity Market capitalization and the UCI index growth this shows that investors of shares far term value , that including future dividend expectations into account received without decision acceptance is doing .

With this together , trade size and transactions number decrease dividends for now market activity encouraging main to the factor that it did not turn This means . This situation Uzbekistan economy dividend policy in the circumstances more financial stability and capital storage to the tasks subdued with explained .

Transferred analyses this shows that dividend policy commerce banks financial status management and their investment attractiveness in providing important , but caution with application necessary was is a financial instrument . Dividend policy is determined by the bank taken pure profit distribution mechanism to be with together , investors trust , bank market image and far term stable development prospects formative important signal function will do .

Uzbekistan economy and the banking system dividend policy in the conditions mainly financial stability storage , capital enough reinforcement and credit risks restriction to the tasks subdued . Therefore most commerce in banks conservative or moderate dividend policy advantage is doing and of benefit big part reinvestment This is the case . short dividend income in the period Although it is limited , it is far within the period banks market value increase and financial strength to provide service does .

Also , the stock market indicators analysis this shows that dividends for now Uzbekistan stocks in the market trade activity determinant main to the factor not turned . However market capitalization and of indexes growth investors dividend expectations by and far term value factors in consideration being taken means . So, dividend policy optimization banks for investment attractiveness increase important strategic direction become remains .
In short in other words , Uzbekistan commerce dividend policy in banks optimization financial the situation strengthening , investors trust increase and far term investment attractiveness of providing important condition is considered . Current in stages dividend policy banks market to the value mainly indirectly impact showing although , the fund market development and corporate management of quality increase with his/her strategic importance further increase is expected.

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