

INTEGRATION OF FINANCIAL MARKETS

KARINA MUŽÁKOVÁ

Technická univerzita v Liberci, Hospodářská fakulta, Katedra pojišťovnictví

JANA PŘÍVRATSKÁ

Key words

European Commission, financial markets, Financial Sector Assessment Program, Green paper, White paper

Summary

The EU institutions cooperation at generating of single legislative rules generates the legislative base of financial markets integration. European Commission has in the integration of financial markets incommutable role. To the first steps to achievement of simple financial market of European Union (EU) belongs Financial Sector Assessment Program (FSAP) that was published of European Commission and was approved in 2000 by European Council.

1 Institution of European Union

In compliance with the Treaty of Maastricht (Treaty on European Union), which came into force in 1993 exist these main institution of European Union, namely: European Council, European Parliament, Council of the European Union, European Commission, Court of Justice and Court of Auditors. This individual institutions have his specifically powers.

2 Legislative procedures

In contrast to the national systems, in which the will of the nation is expressed in Parliament, the European Union accords a major legislative role to the representatives of the Member States meeting in the Council.

The decision-making procedures comprise the consultation procedure, the cooperation procedure, the co-decision procedure and the assent procedure.

3 First steps to achievement of simple financial market of European Union

To the first steps to achievement of simple financial market of European Union belong Financial Sector Assessment Program (FSAP) that program was prepared by the Staff of the International Monetary Fund and the World Bank. The FSAP, launched in 1999, was largely completed by its 2004 deadline, with 39 of the 42 measures adopted

The central philosophy of FSAP is: financial industry's performance has improved; higher liquidity; increased competition; sound profitability; stronger financial stability.

3.1 Green paper of European Commission on Financial Services Policy (2005 – 2010)

This paper presents the preliminary views of the Commission for its financial services policy priorities for the next five years. It takes into account many convergent opinions expressed in the 2-year consultation process that started with the work of four expert groups, followed by wide public consultation.

3.2 White paper of European Commission on Financial Services Policy (2005 – 2010)

This paper presents the European Commission financial services policy priorities up to 2010. The consultation on the Green Paper has shown broad support for these political priorities.

In this paper is part of "Dynamic consolidation of financial services". Financial markets are pivotal for the functioning of modern economies. The more they are integrated, the more efficient the allocation of economic resources and long run economic performance will be.

Contact – email:

*Ing. Karina Mužáková
Katedra pojišťovnictví
Hospodářská fakulta
Technická univerzita v Liberci
Voroněžská 13
461 17 Liberec 1*

e-mail: karina.muzakova@tul.cz