

second one shows the transformation process's social actors, ranging from individuals to local and foreign citizens and organizations and international corporations. The third arrow shows the dependence of the Kyrgyz people's behaviour during the transformation and how they see living standards and lifestyles abroad. The results of this can be very different: beginning from establishing achievable values and activating economic activities and finishing with emigration from Kyrgyzstan. Other elements of the transformation's social mechanism are also probably influenced by external factors.

Conclusions. The considered concept of the transformation process's social mechanism describes normal evolutionary development and is not applicable to analyzing revolutions, but it fully reflects the details of processes that have taken place in the majority of post-soviet countries. The feature of this concept is a desire to investigate this mechanism, as an *integral* phenomenon, all the elements of which are mutually linked and interdependent. Such an approach sets out the type and social quality of mechanisms regulating the processes of transformation, transition or reforms that flow in various societies. There is every reason to believe that these mechanisms are distinguished not so much by the composition of their elements and links (the majority of which are shared by the entire group of post-soviet countries), as their specific content, quality and effectiveness, in which connection, if the characteristics of the majority of the mechanism's *elements* is determined by the history of appropriate societies, then the specific character of *links* between the elements reflects particularities of their modern view, mainly in conforming to direct and

reverse links between types of transformational activities. Thus, the transformation processes' social mechanism can implement a number of important methodological functions:

- ❖ It provides an *integral* vision of one of the basic historical processes of the present by drawing attention to the social quality of the mechanism that it is based on;

- ❖ It enables "blank spots" to be identified and undocked in studying transformational processes and formulating new tasks promoting in depth scientific knowledge in this sphere;

- ❖ It provides an opportunity to more visually imagine the division of labour established in this sphere and it stimulates interdisciplinary research into the transformation processes;

- ❖ It helps give a more systematic and purposeful character to international comparisons of the transformation processes.

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THE EXPEDIENCY OF CREATION OF AGENCY ON PROMOTION OF INVESTMENTS

E. Smanaliev, Deputy Director of the Centre for Attraction of Direct Investments

Into last years representatives PO "the Investment round table" (in the past Secretary of the Special Representative of the President of the Kirghiz Republic on attraction of foreign investments) is strongly exaggerated idea of creation of Agency on promotion of investments of the Kirghiz Republic that is reflected in item 4.1 V - the Investment Matrix.

On a plan of initiators, the Kirghiz Agency on promotion of investments, should be constructed by analogy of leading Agencies on attraction of investments, the countries of the Europe. For example, in Ireland the Agency on attraction and promotion of investments functions, powers and which financial resources much more exceed powers and the budget of the advanced ministries and departments of Ireland, but also the obligation of the given Agency are high before the Government of Ireland. Here it is expedient to note, that the Irish

Agency is the state institute. In a world practice, the Agency on attraction and promotion of investments of Ireland by the right is considered the most dear and effectively working Agency.

Also, in the countries of the Europe qualitatively executing problems of Agency function not so dear, but at the same time, for example, the Agency on attraction and promotion of investments of the Greek Republic which is not included into system of the state structures, but is coordinated and patronized by the maximum officials of the Government of Greece, in particular Minister of Economics in the established legislative order.

If to stop on experience of the Kirghiz Republic, in particular on the organizations which that or are otherwise involved in questions of attraction of direct investments into objects of economic activities of the country for the beginning it is necessary to note the

state bodies. The authorized state body under direct investments now is the Center of attraction of direct investments at the Ministry of the industry, trade and tourism of the Kirghiz Republic.

Further all the branch ministries and departments, regional state administrations and the mayoralities of cities, are obliged to create a favorable investment climate in process of the opportunities and to involve the foreign capital. This to us should understand, that questions of attraction and promotion of direct investments are necessary for solving collectively and in a complex with others economically making. P.S. But, theoretically one state body should be authorized to coordinate the investment policy of the state.

Except for the state bodies a number of public organizations (PO) is engaged in questions of attraction of direct investments. One of actively working PO in sphere discussed by us, is known enough in our country and behind its limits, PO " the Investment round table ". PO " the Investment round table " brings the feasible mite in the decision of some problems concerning developments of the investment environment of the Kirghiz Republic, by initiation of Investment Matrixes, for realization which are involved all official bodies, the international donor organizations, and also the interested part of a private sector of republic.

Coming back to idea of creation of Agency on promotion of investments of the Kirghiz Republic it is necessary to note, that this question has been considered on IV-the Issyk - Kyl the investment summit in city Sholpon - Ata, the past it is traditional with participation of the President of the Kirghiz Republic. The initiative has been supported by the President of the Kirghiz Republic that has been reflected in the resolution of the summit.

The next stage on creation of Agency became formation of the working group, the President of the Kirghiz Republic approved by the Order. To working group have assigned problems in carrying out of organizational actions and preparation of the proving materials connected with creation of Agency. According to the Plan of measures on creation of Agency on promotion of investments, the expert group on consideration of working group prepares the project of the Decree of the President of Kirghiz Republic, providing creation of Agency on promotion of investments.

In the text of the project of the Decree, initiators of the project mark, that work of Agency will be concentrated on attraction and promotion of foreign investments, at that time when now on behalf of the authorized state bodies it is necessary for Government of the Kirghiz Republic to study a question on mobilization of internal resources of a private sector of the country, having developed corresponding legal certificates and creation for them optimum for investment an economic mode.

Besides the base statutory act regulating bases of investment activity in the Kirghiz Republic the Law of

the Kirghiz Republic " About investments into the Kirghiz Republic " has been developed and works with a view of the equation of the rights and opportunities both domestic, and foreign investors.

In case of creation of Agency in its present legal form and prospective jurisdiction we consider, that the capital of a private sector will be not settled and accordingly will not be effectively used as internal investments.

Considering a situation for today, on research of sources of the financing, necessary for high-grade functioning hypothetical Agency it is marked, that any international organization accredited in the Kirghiz Republic, including the largest investors do not express desire to render financial support to created Agency. Though initiators assumed, that the basic part of the budget of Agency will be formed of financial assets of the international organizations and investors.

The prospective budget of Agency for the first fiscal year is made with 293 thousand EURO, with increase at the EURO second up to 322 thousand. In conditions of Kyrgyzstan (the small market), even to the largest investors transfer of such sum of money to needs of Agency, will be complex. Though many members of the working commission on creation of Agency mark, that the specified sum will not suffice for effective functioning Agency.

Here as it is necessary to note, that problems of attraction and promotion of investments cannot be solved only creation of Agency so dear to Kyrgyzstan as questions of attraction of investments are expedient for considering in a complex with other economically making questions.

During creation of Agency it is necessary to solve a problem of its long term, prospect of uninterrupted operation of its budget, considering a spirit of potential sponsors. Creation of Agency on short-term/intermediate term prospect will have undesirable consequences as Kyrgyzstan has in the past an operational experience of similar Agencies (P.S in the future. In structure of the State committee under foreign investments and the economic help the Agency on rendering administrative and advisory support to investors) function.

For the sake of justice it is necessary to note, that the required huge sum on creation and functioning of Agency, the Kirghiz Republic could direct on social needs of the country as by us it has been already noted, problems of attraction and promotion of investments cannot be solved only creation of Agency. Initiated PO " the Investment round table " the Agency, should work as private structure, finding the place in the market of services of Kyrgyzstan, by a healthy competition, as well as other companies grantings of services prosecute by subjects on attraction and promotion of direct investments.

Questions of attraction of direct investments and development of investment policy should remain in hands of the state as an integral part of economic policy of the Government of the Kirghiz Republic.