

**ASSESSMENT OF RESULTS OF ACTIVITY OF ENTERPRISES-
PARTICIPANTS OF HOLDINGS ON THE BASIS OF THE ANALYSIS OF
BUDGET EXECUTION**

*Ishchenko M. I., PhD in Economics, Member of Management Board, Director of
Mining division, «Metinvest holding» LLC*

Nusinov V. Y., PhD in Economics, Prof., SHEI «Kryvyi Rih National University»

Research methodology. The results are obtained through the application of the dialectical method, the method of system analysis and synthesis in the study and generalization of existing concepts of assessing economic results of the enterprises – holding members, as well as modern theoretical approaches to budgeting and cost management practices at mining and processing plants, methods of factor analysis in the study of factors of gross profit of mining and processing plants.

Results. Critical analysis of modern approaches to assessment of economic results of the enterprises is presented. Factor analysis of gross profit of a specific Ukrainian ore mining and processing enterprise – holding member – is conducted. It is revealed that profit performance does not measure the effectiveness of an enterprise, being formed under the influence of both external and internal factors. It is proved that index directly influencing the enterprise should be chosen to measure its efficiency. It is established that Ukrainian processing plants – holding members – do not influence the amount and price of the goods sales, but act as the cost centre. Thus, the area of responsibility of the mining and processing plant is only production cost. The existing practice for budget execution and control of mining and processing plants – holding members – is investigated.

Novelty. It is proved that for enterprises acting as cost centres measure of efficiency of their activity is not profit but deviation of actual costs from the planned budget.

Practical value. The developed approaches can be used by the owners and management of enterprises acting as cost centres. The offered method of assessment of economic results based on the analysis of deviations of actual costs from the planned budget helps eliminate the influence of external factors.

Keywords: budgeting, planning, monitoring, analysis, holding, economic outcomes.

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