

LOMBARD MICROCREDIT ORGANIZATION: ITS CONCEPT AND ITS IMPORTANCE TODAY

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ABSTRACT:

This article covers the main place of small business and business in today's market economy. Including scientifically analyzed the development of small business and business, and the legal basis, at this time financially support small business and business, the latter is amended and the rules for this branch of national legislation are added.

KEYWORDS: Mini business, pawnshop, businessmen, credit, private property, bank, state, family, economy, money, syllable, debt, physical person.

INTRODUCTION:

Pawnshops - provide short-term (for a period not exceeding three months) loans to citizens, pledging movable property for personal consumption in the form of a mortgage.

The pawnshop has the right to carry out work with precious metals and precious stones on the basis of a registration certificate issued in the manner prescribed by law.

The pawnshop concludes contracts with citizens upon presentation of a passport or other identity document.

The property received by the pawnshop may be returned to the owner after all payments due to the pawnshop have been reimbursed.

A pawnshop shall not have the right to use and dispose of pledged or stored items.

The emergence of the first pawnshops, in the modern sense of the word, is associated with the establishment and stable operation of a financial institution in 1462 in Perugia, Italy, which lends money in exchange for property collateral. This institution was founded by the French monk Barnabe de Terni. In order to resist the scams of money changers, he organizes fundraising for the construction of a charitable bank. The offer was successful, and on the basis of the money raised, an interest-free lending office called Mont di Pieta was opened. Sometime later, as a result of the efforts of the churches in areas of Italy such as Savoy Mantu and Florence, similar social institutions with interest-free small lenders were opened. At the end of the 15th century, "mont di pieta" was opened by French monks in almost all regions of Italy, and the name became a common term for this type of activity. At the same time, a small percentage (6% per annum) is set for the cost of maintaining these structures.

MAIN PART:

The word "pawnshop" originated as a common name for a commercial enterprise. The Lombardi family (the surname is derived from the Italian region of Lombardy, where the family was born) first opened a loan office in

France and later in England, the Lombardi House, and as a result successfully established dozens of such enterprises in many European countries. At the time, even royal families were reported to have become customers of the Lombardi house. In particular, King Edward III of England was considered a client of this house. Queen Isabella of Spain has pawned her diamond jewelry to finance Columbus's trip to America.

In general, the mass acquisition of social pawnshops took place only in the early sixteenth century, and their daily increase in the seventeenth and eighteenth centuries. Although many municipal pawnshops operated as credit institutions by their very nature, they differed significantly from such structures in medieval Europe. If in the Middle Ages the debt was taken only for non-productive, non-profit purposes (excluding commercial operations), such as the Crusades or the construction of a church, then pawnshops served as "institutions of social support". Their task was to save the townspeople from starvation or homelessness. With the help of small debts on a mass scale, pawnshops were able to save society from minor evils: fraud or looting.

Today, in practice, to improve the legal framework for the provision of microcredit, microcredit, microleasing services, to develop a framework for the legal regulation of financial services provided by microcredit organizations, pawnshops, to create legal mechanisms to ensure the rights and interests of microfinance users and small businesses and the poor. Research is underway to determine the legal framework for increasing access to financial resources. In particular, there is research on the development of effective means of attracting investment in the market of financial services of microcredit organizations, the use of self-government methods in microfinance,

the development of the legal framework for microcredit organizations, the formation of microcredit organizations to issue corporate bonds.

There are currently 55 pawnshops in the country. As of January 1, 2019, the assets of microcredit organizations amounted to 353.6 billion soums, and in pawnshops - 108.7 billion soums.

Amendments and additions were made to the Regulations on the procedure for licensing the activities of pawnshops, approved by the Resolution of the Board of the Central Bank of the Republic of Uzbekistan dated September 22, 2003 No 23/3.

According to him, an amendment was made to invest 500 million soums in the charter fund to open a pawnshop microcredit and obtain a license. As a sign of the activity of pawnshops, the storage and liability, the maintenance and sale of non-refundable collateral is the establishment of a special organization and the establishment of uniform lending conditions for all.

Currently, the activity of pawnshops in the world is developed in almost all countries. In economically developed countries, pawnshops are so widespread that their activities can be considered as a special branch of financial divisions. In essence, the principles of pawnshop operations (lending of personal movable property through collateral through appropriate insurance) are the same everywhere, but the differences may be noticeable within the restrictions set by law established by local public authorities. For example, in all countries, the law sets a grace period for lending, which can last from a few days to 3 months. In some countries, limits are set for high interest rates on loans.

CONCLUSION:

Pawnshops as a non-bank microcredit organization are organizations that specialize in short-term microcredit and microcrediting in exchange for collateral. Therefore, in the legal regulation of their activities, it is advisable to take into account the fact that pawnshops specialize in the provision of microfinance services and provide guaranteed microcredits, as well as the practice of using non-cash forms of payment to determine their legal status.

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