Macroeconomics A; EI060

Quiz

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1 Pattern of exchange rate market

Question: According to the BIS survey, what are the most used tools and currencies in foreign exchange trading?

2 Uncovered interest rate parity

Question: What is the intuition for the uncovered interest rate parity?

3 Monetary fundamentals

Question: How does the exchange rate connects to the money supply? How do future expected changes in the money supply matter?

4 Empirical fit

Question: How has the ability to econometrically explain the exchange rate evolve?