

IN-CLASS QUIZZ 01

In what units is the daily trading volume on the foreign exchange market?

- a) units of trillions of USD
- b) hundreds of billions of USD
- c) tens of trillions of USD
- d) hundreds of trillions of USD

Which foreign exchange market center is the most important in terms of trading volume?

- a) Singapore
- b) USA
- c) the UK
- d) Germany

What does the exchange rate of 25.25 CZK/EUR indicate?

- a) the exchange rate of the koruna
- b) Euro exchange rate
- c) the exchange rate of both currencies
- d) the real exchange rate

What influences the size of the spread on the exchange rate?

- a) interest rates
- b) the balance of payments
- c) the volume of trade
- d) central bank intervention

What makes up the bulk of trades in the foreign exchange market?

- a) arbitrage
- b) hedging
- c) speculation
- d) long-term investments