

1. Record Nr.	UNINA9910788412303321
Autore	Lim Ewe-Ghee
Titolo	The Euro's Challenge to the Dollar : : Different Views from Economists and Evidence from COFER (Currency Composition of Foreign Exchange Reserves) and Other Data // Ewe-Ghee Lim
Pubbl/distr/stampa	Washington, D.C. : , : International Monetary Fund, , 2006
ISBN	1-4623-2962-4 1-4527-2088-6 1-283-51378-1 9786613826237 1-4519-0919-5
Descrizione fisica	1 online resource (40 p.)
Collana	IMF Working Papers
Soggetti	Euro-dollar market Foreign exchange Exports and Imports Finance: General Investments: Bonds Money and Monetary Policy Monetary Systems Standards Regimes Government and the Monetary System Payment Systems International Financial Markets General Financial Markets: General (includes Measurement and Data) Current Account Adjustment Short-term Capital Movements Monetary economics Finance Investment & securities International economics Currencies Currency markets Reserve currencies International bonds Current account deficits Money

Foreign exchange market

Bonds

Balance of payments

United States

---

Lingua di pubblicazione	Inglese
Formato	Materiale a stampa
Livello bibliografico	Monografia
Note generali	"June 2006."
Nota di bibliografia	Includes bibliographical references.
Nota di contenuto	""Contents""; ""I. INTRODUCTION""; ""II. WHY IS THERE A NEED FOR INTERNATIONAL MONEY?""; ""III. CONCEPTUAL FRAMEWORK&#x2013;FACTORS THAT FACILITATE INTERNATIONAL CURRENCY STATUS""; ""IV. REASONS FOR THE DIFFERENT VIEWS""; ""V. EMPIRICAL EVIDENCE TO DATE ""; ""VI. MEDIUM-TERM PROSPECTS FOR THE EURO""; ""VII. CONCLUSION""; ""BIBLIOGRAPHY""
Sommario/riassunto	This paper examines opposing views on the euro's challenge to the dollar as an international currency. One view emphasizes Europe's large economy and diversification effects as undergirding a vigorous challenge. The other emphasizes "network externalities," particularly undergirding continued dollar dominance. The data to date support the second view but also show the euro has significantly overtaken the legacy currencies as a reserve currency. Generally, large economic size alone is insufficient to challenge the network externalities supporting vehicle currencies, but scope exists for the euro to advance as an international store of value. The paper discusses the euro's medium-term prospects.

---