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# **INTERNATIONAL FINANCIAL MANAGEMENT**

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Fifth Edition

EUN / RESNICK

# The Market for Foreign Exchange

# 5

## Chapter Five

### Chapter Objective:

This chapter serves to introduce the student to the institutional framework within which exchange rates are determined.

This chapter lays the foundation for much of the discussion throughout the remainder of the text, thus it deserves your careful attention.

# Chapter Outline

- Function and Structure of the FX Market
- The Spot Market
- The Forward Market
- Exchange-Traded Currency Funds