**IN-CLASS QUIZZ 05**

What is a regime in which the domestic currency is pegged to a selected foreign currency at an exchange rate set by law called?

1. monetary union
2. currency board
3. monetary parity
4. monetary unification

What kind of exchange rate regime operates in Czechia?

1. fixed exchange rate
2. floating exchange rate
3. hybrid exchange rate
4. currency board

What is characteristic of a crawling peg regime?

1. the central parity is fixed
2. the central parity is adjusted within a known interval and range
3. the central parity is adjusted according to the evolution of the selected economic variable
4. the exchange rate is fixed to a basket of foreign currencies

Which regime assumes that the central bank does not influence the exchange rate in any way?

1. managed floating
2. independent floating
3. inflationary floating
4. intervention floating

What is a situation in which exchange rate stability is combined with full financial integration called?

1. monetary union
2. independent floating
3. full capital controls
4. inflation targeting