

THE LOGIC BEHIND THE ADOPTION OF A REPRESENTATIVE INTERNATIONAL CURRENCY

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ABSTRACT:

This article tries to analyze the use, significance and need to adopt a representative international currency to solve the major macroeconomic problems that transcends across the globe. It also tries to distinguish between representative international currency and a single currency used worldwide. And investigate the geo-political and economic relations that arise out of demand and supply of the same. The equilibrium conditions of demand and supply of international currency are also enquired into.

KEYWORDS: *Forex, International finance, economic theory, monetary theory.*