

- ***From Unipolar International Monetary System to Multipolar International Monetary System***

Juraj Sipko

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HISTORY OF KEY CURRENCIES

Historical development of the key currencies

— 1860-1914 —→



od 1920

1930

1980 —→

GBP



USD



USD



USD



GBP



DEM



FFR



JPY

BRETTON WOOD INTERNATIONAL MONETARY SYSTEM

Bretton Wood monetary system

System was based on the tandem:
USD and gold

$$\text{oz} = 31.14 \text{ gr}$$

$$\text{then: } \frac{31.14}{35} = 0.888\ 671$$

Monetary parity

$$\frac{0.888\ 671}{0.123\ 624} = 7.20\ \text{CSK/USD}$$

**August 15, 1971 abolished free
convertibility of USD for gold**

Interrelation between USD, SDR, and gold

Relation	Before 1st devaluation	After 1st devaluation	After 2nd devaluation
USD / 1 OZ	35.0	38.0	42.22222
SDR / 1 OZ	35.0	35.0	35.0
USD / 1 SDR	1.0	1.085 710	1.206 350
SDR / 1 USD	1.0	0.921 050	0.828 950
gr. gold / 1 USD	0.888 671	0.818 513	0.736 662
gr. gold / 1 SDR	0.888 671	0.888 671	0.888 671

Source: Author's elaboration from IMF's data

- ***Od jednopolárneho medzinárodného menového systému k multilaterálnemu menovému systému***

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KINGSTON INTERNATIONAL MONETARY SYSTEM

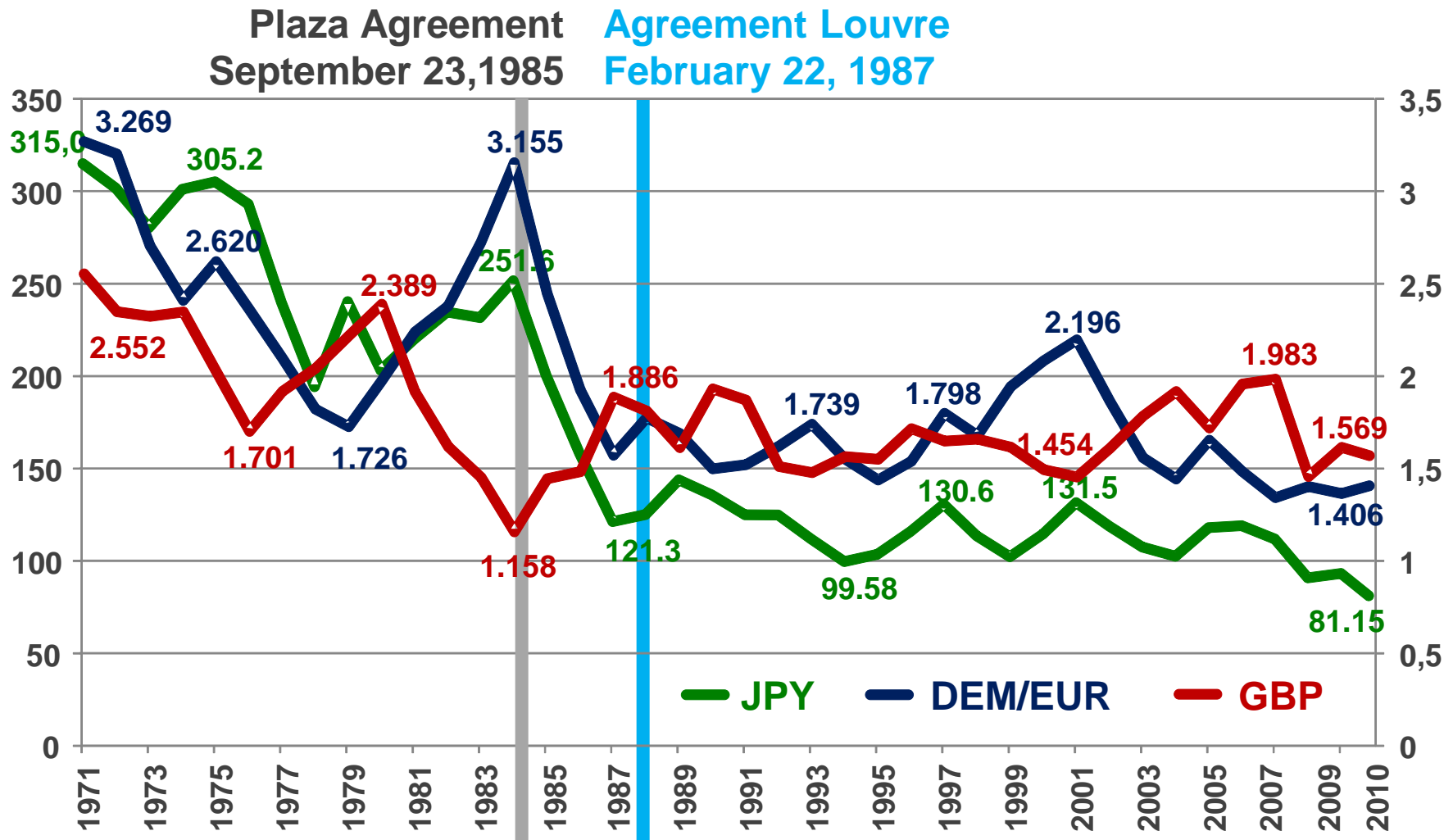
Present structure of exchange rate regimes

Floating	Fixed exchange rates	Intermediate exchange rates
free	<i>currency board</i>	<i>crawling peg</i>
managed	dolarization	monetary basket
	Monetary union	central parity

**DEVELOPMENT, ROLE OF USD, SDR
AND GOLD IN**

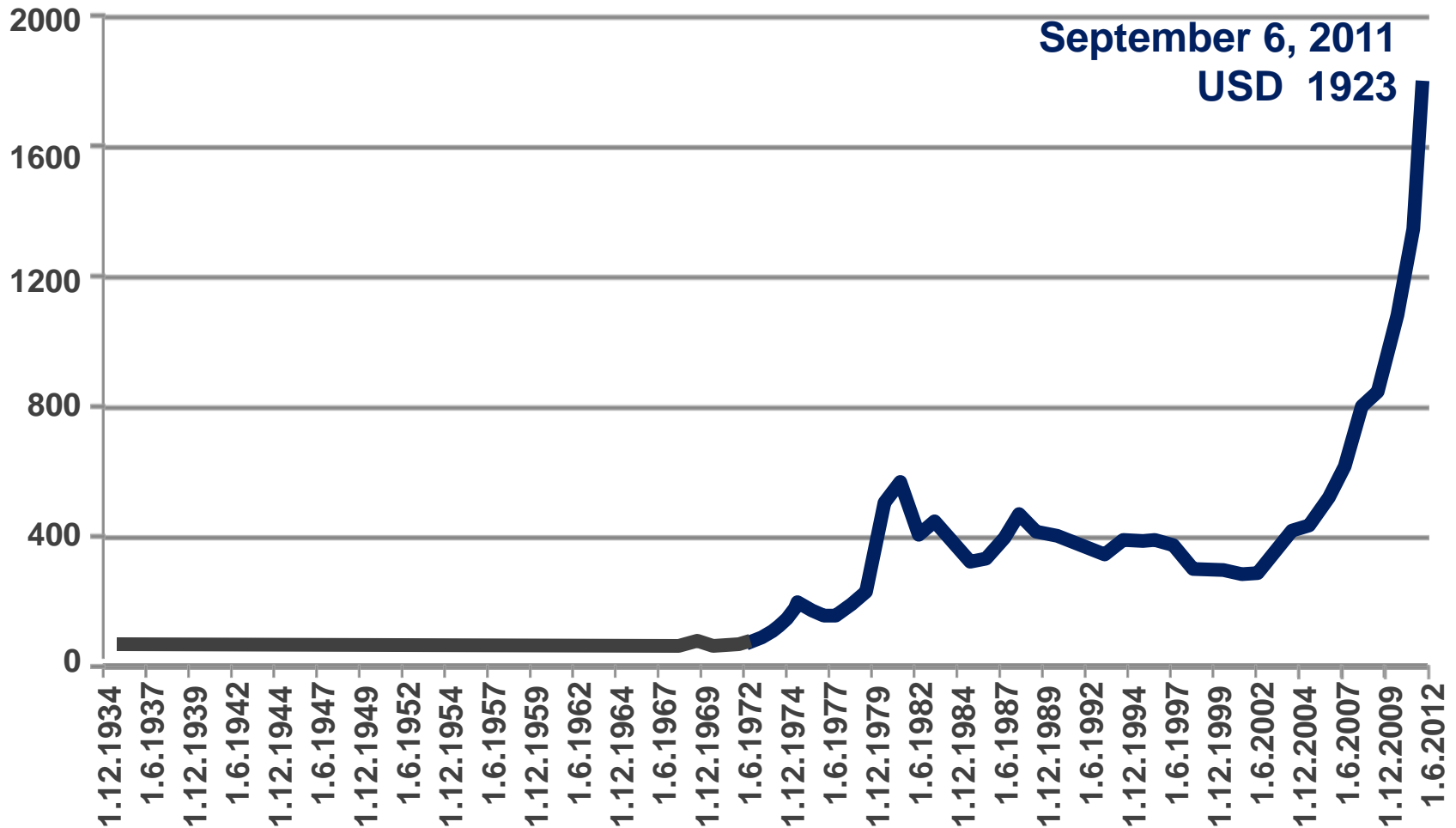
**INTERNATIONAL MONETARY
SYSTEM**

Exchange rate of USD –vis-a-vis JPY, DEM/EUR and GBP



Source: Author's elaboration based on Bloomberg's data

Gold's price development



Source: Author's elaboration based on Bloomberg's data

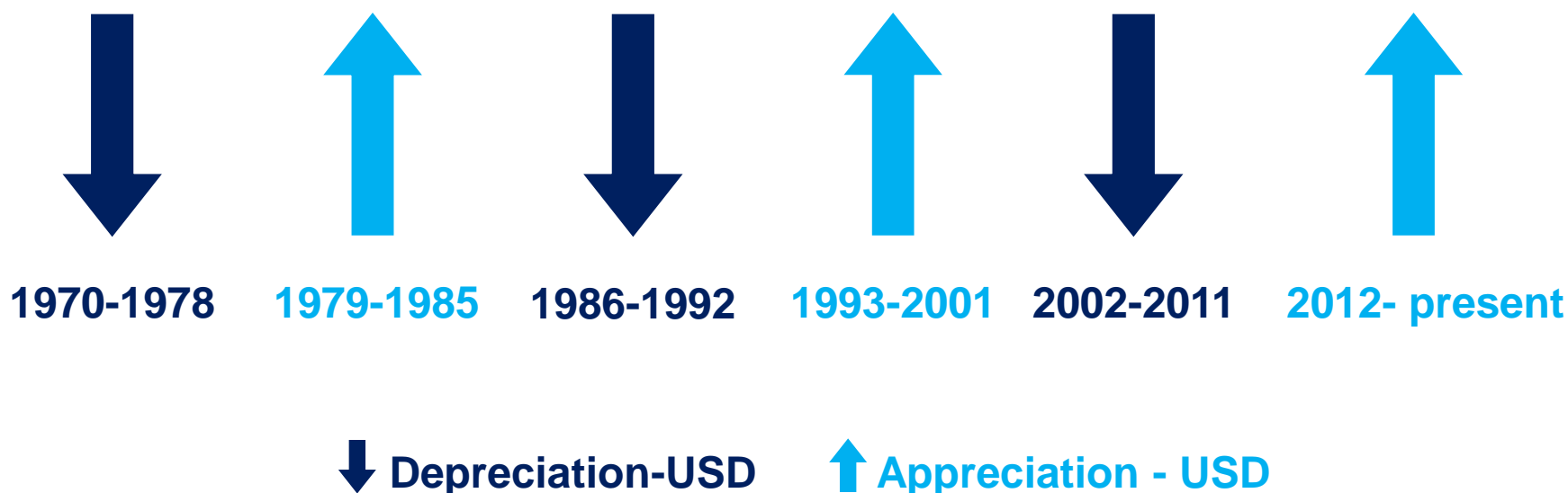
Exchange rate between SDR – USD



Source: Author's elaboration based on Bloomberg's data

USD cycles since 1970

Long-term exchange rates of USD



Source: Author's elaboration based on IMF's data

GLOBAL FINANCIAL CRISIS AND INTERNATIONAL MONETARY SYSTEM

Exchange rates and their structure

(share during the years 2008–2014 in %)

Exchange rate regime	2008	2009	2010	2011	2012	2013	2014
Floating	39.9	42.6	36.7	34.7	34.7	34.0	34.0
Fixed intermediate	39.9	34.6	39.7	43.2	39.5	42.9	43.5
Fixed with peg	12.2	12.2	13.2	13.2	13.2	13.1	13.1
Other pegs	8.0	11.2	11.1	8.9	12.6	9.9	9.4

Source: Author's elaboration from IMF's data

MULTIPOLAR INTERNATIONAL MONETARY SYSTEM



„Nemôžeme mať na jednej strane multipolárny svet a na druhej strane jednu rezervnú menu na globálnej úrovni.“

“We can’t have on the one hand a multipolar world and on the other a single reserve currency on a global level.”

***Sarkozy, 27. januára 2010
New York Times***

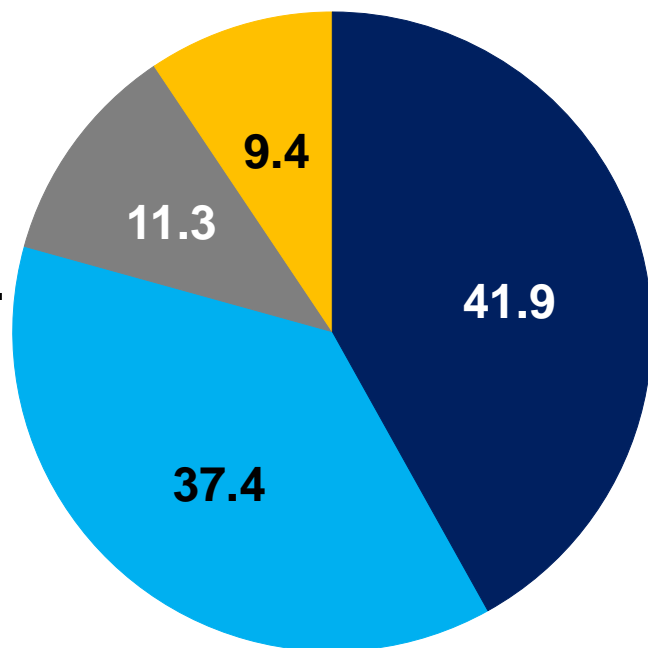
Zdroj: <http://europeanul.org/teme-europene/nicolas-sarkozy-crimeea-a-ales-rusia-si-nu-i-se-poate-reprosa-acest-lucru/>

Renminbi – reserve currency



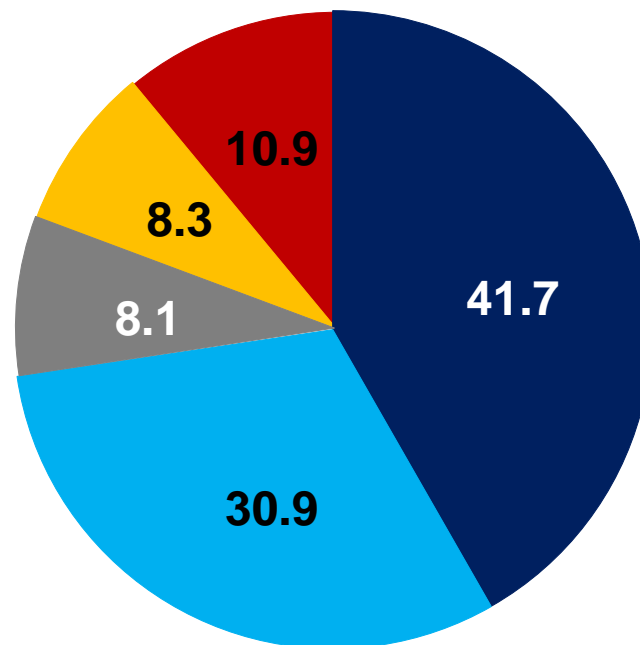
Reserve currencies and currency basket of SDR

2011-2015



2015-2020

■ USD
■ EUR
■ GBP
■ JPY
■ CNY



Source: Author's elaboration based on IMF's data

Multipolar monetary system



21st century

dolár

euro

renminbi

CONCLUSION

Multipolar monetary system



Source: Economist

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