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DUAL EXCHANGE RATES

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Our paper examined the role and history of dual exchange rates in the global economy, as well as the effects of implementation of dual exchange rates in struggling economies over time. Multiple case studies were analyzed and compared to draw conclusions on the merit of dual exchange rates in particular types of crises and to evaluate how policy makers may attempt to avoid the potential detriments of utilizing multiple exchange rates. The paper also analyzes the necessity of exchange controls within both the exchange market for capital transactions and the exchange market for current transactions and their relative effects on government revenue and currency stability.