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The Sustainability of the Czech Exchange-Rate Regime in 1996

In 1996, the Czech Republic was a country with history of four successful transitional years. The Czech transitional strategy was based on a rapid trade and financial liberalisation, voucher privatisation scheme and stabilisation program for which a pegged exchange rate provided nominal

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¹ The paper analyses the Czech experience although a transitional process started in 1990 when the Czech Republic was a member country of the former Czechoslovakia.

² Eichengreen, Rose, Wyplosz (1995) examine currency attacks in a set of developing and industrial countries. Frankel, Rose (1996) investigate reasons of large