

CONSIDERATIONS ON THE DOLLARIZATION OF ROMANIAN ECONOMY

CONSIDERAȚII PRIVIND DOLARIZAREA ECONOMIEI ROMÂNEȘTI

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Abstract:

In the countries where the national currency is under inflation pressure and the exchange rate is much lower than the hard currency, people frequently use foreign hard currency as exchange means or as a means for keeping the value, a practice that leads to the proliferation of the exchange on the black market. The use and possession by the residents of a country of foreign assets and currency which are partially or totally substituting the national currency is known as “dollarization”.

Key words: national and foreign currency, inflation rate, currency market

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