

Selected issues of the external economic balance analysis

Jiří Pour

Abstract: External economic balance analysis is a difficult issue, which needs to take into account a wide range of factors. This paper attempts to show some compact view on this challenge. The external balance is defined here as a current account balance, which has an intertemporal character. In the paper there are presented both some macroeconomic variables determining the current account and ones which determine its sustainability. The sustainability depends both on measurable variables and on unmeasurable feelings of investors, which makes the analysis more difficult.

Keywords: External economic balance, current account, sustainability, intertemporal approach

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