



Japanese Yen Impact on US Stocks: Morning Update

Description

Investors are wondering if the recent selling is finished and when they should buy.

The Japanese yen and US tech stocks are connected, affecting the market.

Currencies change based on interest rates, panic, and trade. Japan has low rates.

People borrow in Japan and invest elsewhere, known as the carry trade.

The yen weakened, making the dollar stronger over the years.

Now, with Japan raising rates, money is flowing back into the yen.

Markets faced challenges recently, but Wall Street expects a quick recovery.

End of week could see the market return to normal.

For more stock market news and analysis, visit Yahoo Finance.

Vocabulary List:

1. **Investors** /ɪn'vestərz/ (noun): Individuals or entities that allocate capital with the expectation of a financial return.
2. **Currency** /'kʌrənsi/ (noun): A system of money in general use in a particular country.
3. **Panic** /'pænik/ (noun): A sudden uncontrollable fear or anxiety often causing wildly unthinking behavior.
4. **Weakened** /'wi:kənd/ (verb): Made or became less strong or powerful.
5. **Challenges** /'tʃælɪndʒɪz/ (noun): Difficulties that require a solution or response.
6. **Recovery** /rɪ'kʌvəri/ (noun): The process of returning to a normal state after a difficult situation.

Comprehension Questions

Multiple Choice

1. What are some factors that influence currency changes according to the text?



- Option: Interest rates panic and trade
- Option: Weather conditions and social media activity
- Option: Government policies and consumer spending
- Option: Historical events and sports results

2. What is the term used for borrowing in Japan and investing elsewhere?

- Option: Carry trade
- Option: Reverse gamble
- Option: Profit swap
- Option: Foreign asset cycle

3. What impact does Japan raising rates have according to the text?

- Option: Money flows back into the yen
- Option: Increased borrowing in Japan
- Option: Dollar strengthens against the yen
- Option: Market volatility

4. What is the expectation of Wall Street regarding recent market challenges?

- Option: Quick recovery
- Option: Extended downturn
- Option: No impact
- Option: Unpredictable outcomes

5. What could happen by the end of the week according to the text?

- Option: Market return to normal
- Option: Continued decline
- Option: Major crash
- Option: Global financial crisis

6. What is the connection between the Japanese yen and US tech stocks?

- Option: They are connected and affect the market
- Option: They have no relationship
- Option: They operate independently
- Option: They are unrelated assets

Answer

Multiple Choice: 1. Interest rates panic and trade 2. Carry trade 3. Money flows back into the yen 4. Quick recovery 5. Market return to normal 6. They are connected and affect the market



Vocabulary quizzes

Multiple Choice (Select the Correct answer for each question.)

1. What term is used when a lender takes possession of a property due to the borrower failing to make mortgage payments?
Option: Opportunity
Option: Foreclosure
Option: Impact
Option: Grateful
2. What economic term defines a period of declining economic activity across the economy?
Option: Inflation
Option: Recession
Option: Claims
Option: Investors
3. Which economic condition signifies a general increase in prices and a decrease in the purchasing value of money?
Option: Panic
Option: Weakened
Option: Inflation
Option: Challenges
4. What term describes a period of sustained increases in the prices of stocks bonds or commodities?
Option: Rally
Option: Recovery
Option: Volatility
Option: Recession
5. What type of factors relate to the production distribution and consumption of goods and services in a country?
Option: Data
Option: Concerns
Option: Economic
Option: Deterioration
6. The maximum level of quantity that a factory can produce is referred to as:
Option: Anticipates
Option: Capacity
Option: Constraints



Option: Propelled

7. What term is used to describe demands or requests for payment as part of an insurance policy?

Option: Escalating

Option: Claims

Option: Futures

Option: Recycling

8. What is the system of money that a country uses?

Option: Claims

Option: Currency

Option: Panic

Option: Weakened

9. What limits or restrictions that affect a company's ability to achieve its goals are called:

Option: Constraints

Option: Recycling

Option: Grateful

Option: Overlook

10. What term refers to estimates or forecasts about future trends in sales revenues or economic indicators?

Option: Anticipates

Option: Deterioration

Option: Projections

Option: Escalating

Gap-Fill (Fill in the blanks with the correct word from the vocabulary list.)

11. In times of crisis some see _____ while others see only challenges.

12. The economic downturn had a severe _____ on small businesses.

13. Despite facing hardships she remained _____ for the support of her family.

14. Overcoming _____ is essential for personal growth and development.

15. Proper waste management includes reducing reusing and _____ materials.

16. The company's reputation was _____ after the product recall incident.

17. Investors often speculate on the price movement of financial _____ like stocks and



commodities.

18. During times of uncertainty individuals may act out of _____ instead of rational decision-making.

19. The company _____ an increase in demand for its new product line.

20. The _____ tensions between the two countries led to concerns about a potential conflict.

Matching Sentences (Match each definition to the correct word from the vocabulary list.)

21. The stock market experienced increased fluctuations and uncertainty showing high levels of .
22. The prolonged neglect of infrastructure led to the of roads and bridges in the region.
23. Insurance companies processed numerous after the natural disaster resulting in high payouts.
24. It is crucial not to the potential risks associated with the investment opportunity.
25. Following positive economic reports the stock market experienced a strong in trading activity.
26. The government implemented various strategies to stimulate economic and growth.
27. Analysts reviewed the latest economic to assess market trends and consumer behavior.
28. Investors expressed about the potential impact of trade tariffs on global markets.
29. Innovative technologies have advancements in various industries.
30. The economic sanctions have the country's ability to participate in international trade.

Answer

Multiple Choice: 1. Foreclosure 2. Recession 3. Inflation 4. Rally 5. Economic 6. Capacity 7. Claims 8. Currency 9. Constraints 10. Projections

Gap-Fill: 11. Opportunity 12. Impact 13. Grateful 14. Challenges 15. Recycling 16. Weakened 17. Futures 18. Panic 19. Anticipates 20. Escalating

Matching sentence: 1. Volatility 2. Deterioration 3. Claims 4. Overlook 5. Rally 6. Recovery 7. Data 8. Concerns



9. Propelled 10. Weakened

CATEGORY

1. Business - LEVEL2

Date Created

2024/08/07

Author

aimeeyoung99

ESL-NEWS.COM