

The daily Hindu Words 4th Sep. 2020

1. Concentration risk

It is a term describing the level of risk in a bank's portfolio arising from concentration to a single counterparty, sector or country.

The risk arises from the observation that more concentrated portfolios are less and therefore the returns on the underlying assets are more correlated.

2. Creeping Inflation

Creeping or mild **inflation** is when prices rise 3% a year or less. According to the Federal Reserve, when prices increase 2% or less, it benefits economic growth. This kind of mild **inflation** makes consumers expect that prices will keep going up.

3. Drive home (Idiom)

The idiom 'to **drive home**' means to emphasize an important point about something to someone. You state it in a very forceful and effective way so it is well delivered to the other end. You take all the efforts to make your point crystal clear.

4. Rein in (Ph. V)

1: to limit or control (someone or something) Congress must **rein** in spending. You had better **rein** that kid in before she gets hurt.

2: to make (an animal) stop by using **reins**.

The rider reined in his horse.

5. Intervene (V)

Take part in something so as to prevent or alter a result or course of events.

"He acted outside his authority when he **intervened in** the dispute"

Similar:

Intercede, involve oneself, get involved, interpose oneself, insinuate oneself, step in, and cut in.

Occur in the time between events.

"To occupy the intervening months she took a job in a hospital"

6. At one's disposal

Available for one to use whenever or however one wishes.

"A helicopter was put at their disposal"

Similar:

For use by, in reserve for, in the hands of, in the possession of.

7. Financial contagion

This refers to "the spread of market disturbances – mostly on the downside – from one country to the other, a process observed through co-movements in exchange rates, stock prices, sovereign spreads, and capital flows". Financial contagion can be a potential risk for countries who are trying to integrate their financial system with international financial markets and institutions. It helps explain an economic crisis extending across neighboring countries, or even regions.

8. Fallout (N)

Radioactive particles that are carried into the atmosphere after a nuclear explosion and gradually fall back as dust or in precipitation.

"A fallout shelter"

The adverse results of a situation or action.

"He's prepared to take calculated risks regardless of political fallout"

9. Predominantly

Mainly; for the most part.

"It is predominantly a coastal bird"

Similar:

Mainly, mostly, for the most part, chiefly, principally, primarily.

10. Dollar-denominated securities

A **dollar** bond, also referred to as a **dollar-denominated** bond, denotes the fact that it is issued outside of the U.S. by U.S. entities or within the U.S. by foreign corporations and governments. **Dollar** bonds can command wider participation, and hence a larger market, than **securities denominated** in other currencies.