

Currency direction matters

The conversion factor carries units; it is an invented classroom rate.

1 · GIVEN RATE

AUD \$1 = USD \$____ ; no real quote is supplied

2 · AUD TO USD

AUD amount $\times$ (USD per AUD) = USD amount

3 · USD TO AUD

USD amount $\div$ (USD per AUD) = AUD amount

4 · REVERSE CHECK AND UNKNOWN

Check the arrow; real rate, fees and spread unknown.