

Monetary Policy Graphs

Drill Set 1

Create a money market graph and short-term aggregate supply and demand curve graph for the following problems:

1. The Fed lowers the discount rate.
2. The Fed raises the reserve requirement.
3. The Fed sells bonds in open market operations.
4. The Fed raises the discount rate.
5. The Fed lowers the reserve requirement.
6. The Fed buys bonds in open market operations.