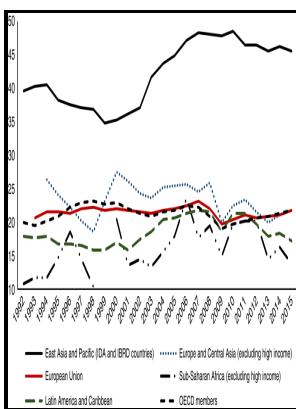


# Savings bonds - theory and empirical evidence

New York University, Graduate School of Business Administration, Salomon Brothers Center for the Study of Financial Institutions - Lecture 15 Notes

Description: -

Hair -- Physiology -- Congresses.  
Hair -- Congresses.  
Hair -- Congresses.  
Hair -- Diseases -- Congresses.  
Self-actualization (Psychology)  
Psychology  
Psychological aspects  
Executives  
Personal Growth - General  
Leadership  
Self-Help / General  
General  
Business / Economics / Finance  
Self-Help  
Motivational & Inspirational  
Popular psychology  
Business & Management  
Tongue  
Race relations  
Ethnic relations  
Biculturalism  
United States  
Ethnic Studies - General  
Education / Multicultural Education  
Multicultural Education  
History & Theory - General  
USA  
Sociolinguistics  
Language Arts / Linguistics / Literacy  
Social Science  
Race And Ethnic Relations  
Culture  
Pluralism (Social sciences)  
Sociology  
Ethnography  
Cultural studies  
Slovenia -- History -- Autonomy and independence movements.  
Federal government -- Yugoslavia -- History.  
Constitutional history -- Slovenia -- Sources.  
Savings bonds. Savings bonds - theory and empirical evidence  
-  
1979-4  
Monograph series in finance and economics ;Savings bonds - theory and empirical evidence  
Notes: Bibliography: p. 125.  
This edition was published in 1980



Tags: #Top #5 #Theories #of #Demand #for #Money

## Lecture 15 Notes

The expected return on money is assumed to be zero. Nor is there any empirical evidence supporting unitary income elasticity of demand for money. Empirical Evidence Every study has found that the demand for money is sensitive to interest rates.

## Top 5 Theories of Demand for Money

For example, if recession or war is anticipated, the demand for money balances will increase.

## Savings bonds, retractable bonds and callable bonds

It may be noted that investing in saving deposits and then withdrawing cash from it to meet the transactions demand involves cost also. According to Baumol, the cost which people incur when they hold funds in money is the opportunity cost of these



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funds, that is, interest income forgone by not putting them in saving deposits. Wishing to earn a capital gain, investors will hold all bonds and no money.

## **Top 5 Theories of Demand for Money**

The notion of holding money for speculative motive was a new and revolutionary Keynesian idea. Suppose, instead of withdrawing his entire salary on the first day of a month, he withdraws only half of it i.

## Related Books

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