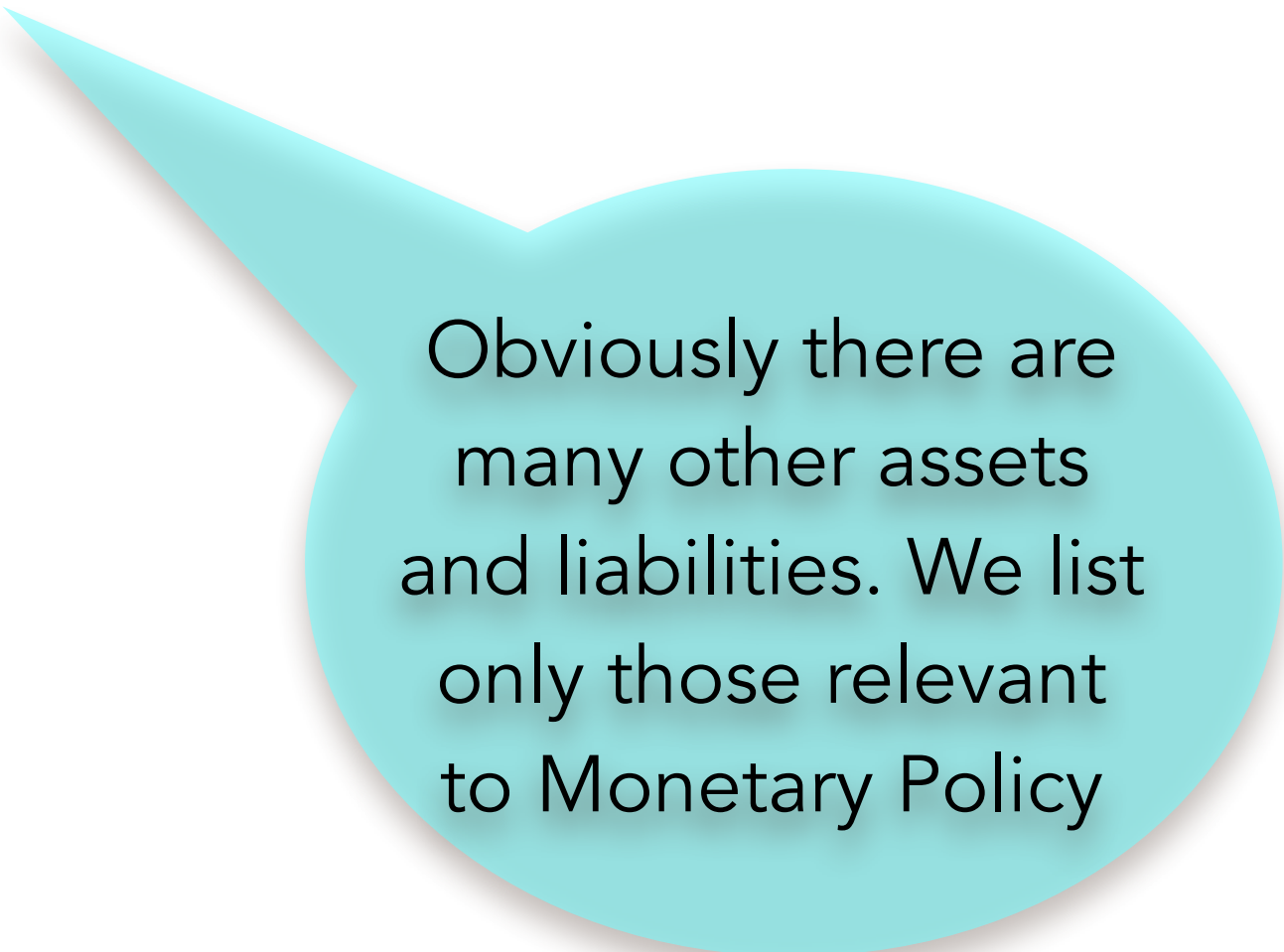


THE FED'S "T" ACCOUNT

Assets

Liabilities

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Obviously there are many other assets and liabilities. We list only those relevant to Monetary Policy



Bonds are an Asset to the Fed: they represent money the Government owes the holder of the bond



Bank reserves are a
liability to the Fed:
These reserves
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