

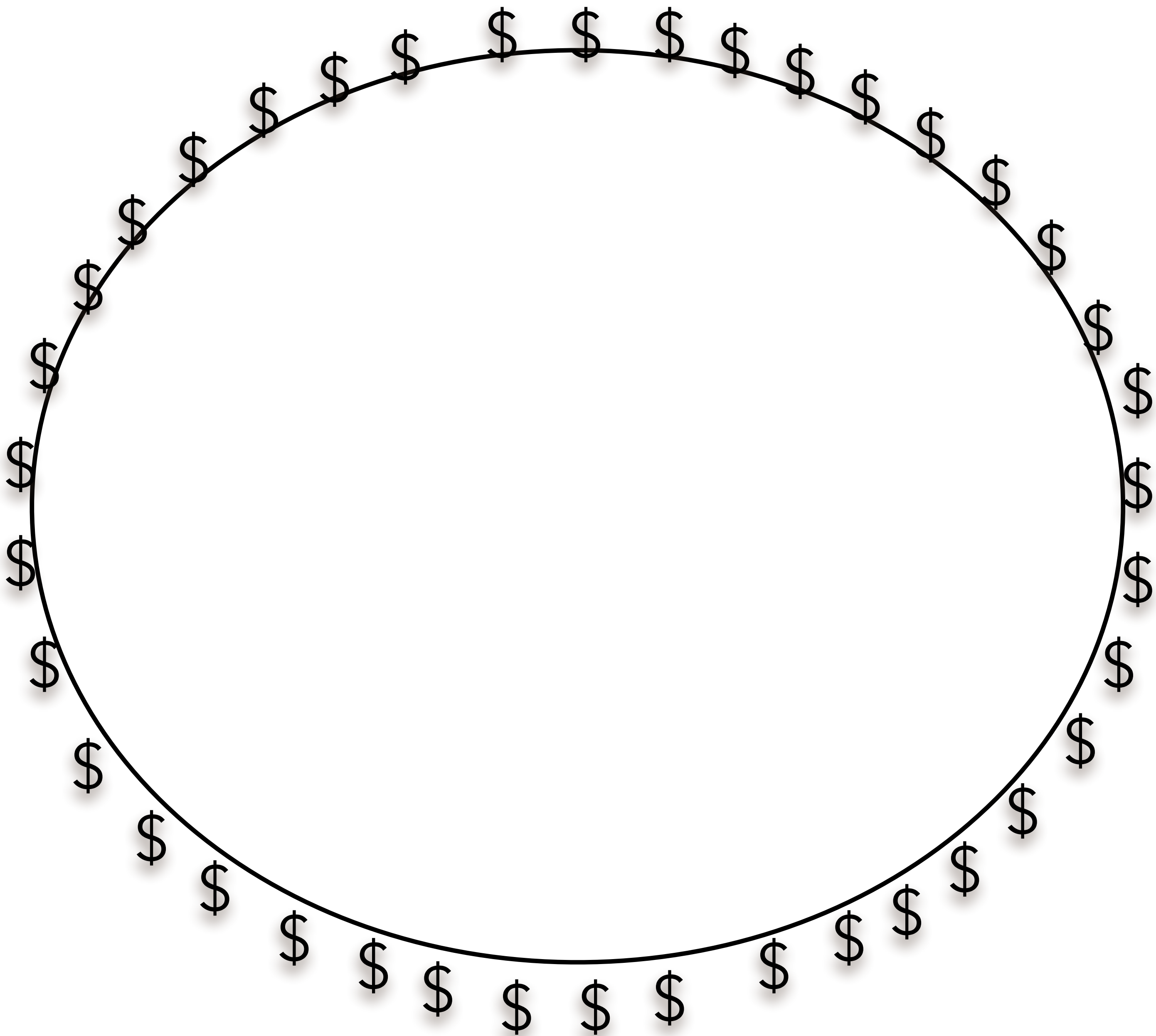
Households

Firms

Government

Rest of
the
World

$$\text{Money Supply} = \text{Currency outside Banks} + \text{Deposits}$$

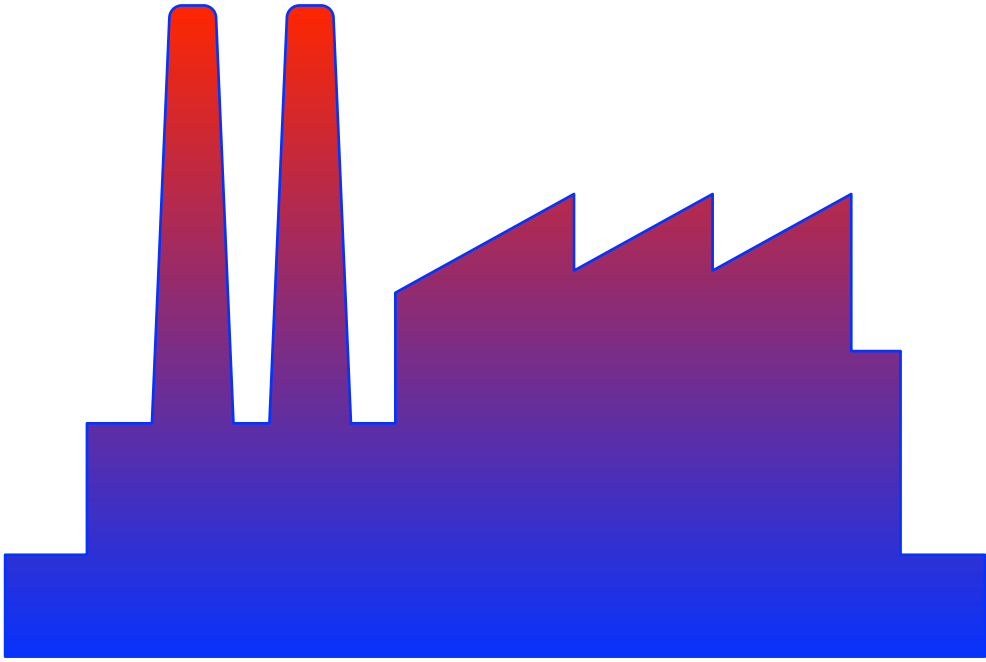


Money Supply: Amount
of Money in Circulation

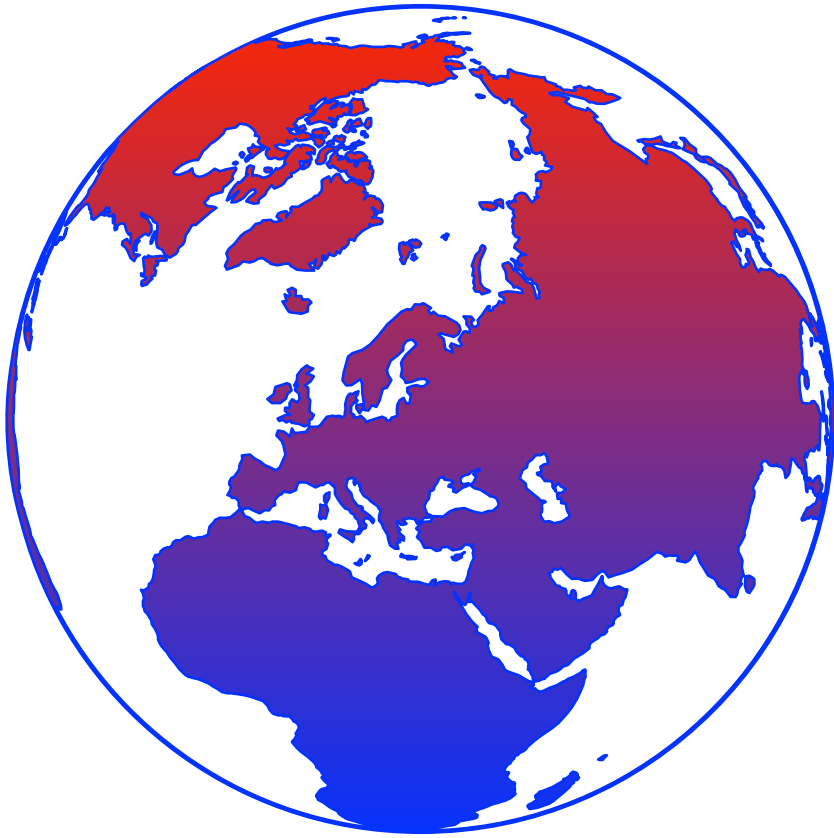
Money Supply

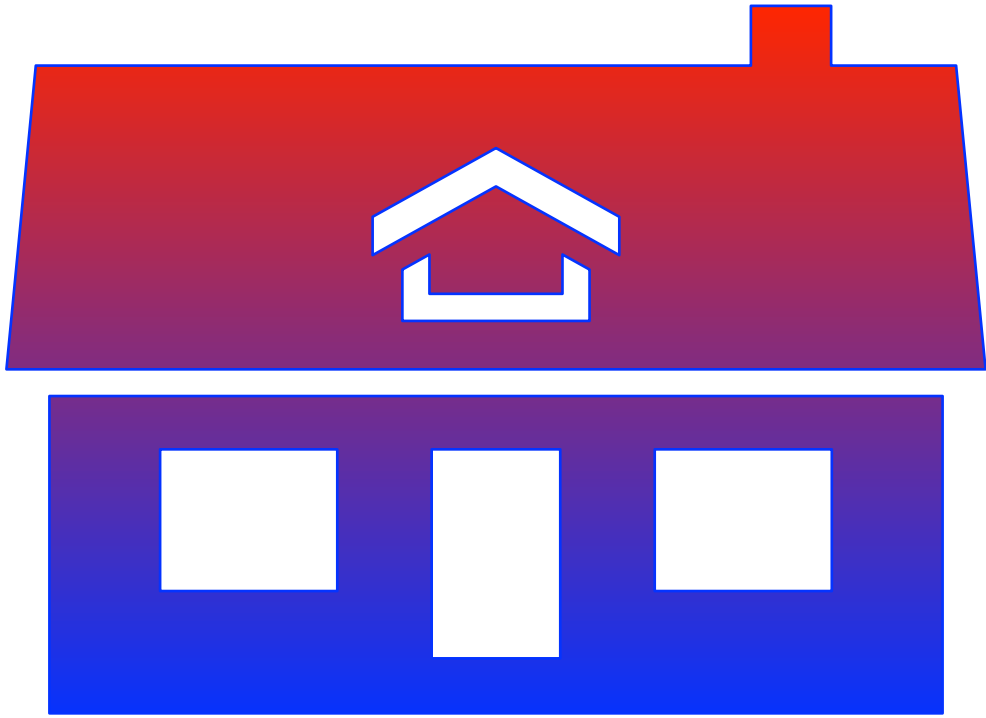
Total Amount of Money

available to make payments to
each other









Money Supply: Amount
of Money in Circulation

Money Supply =
Currency outside Banks
+ Deposits

