



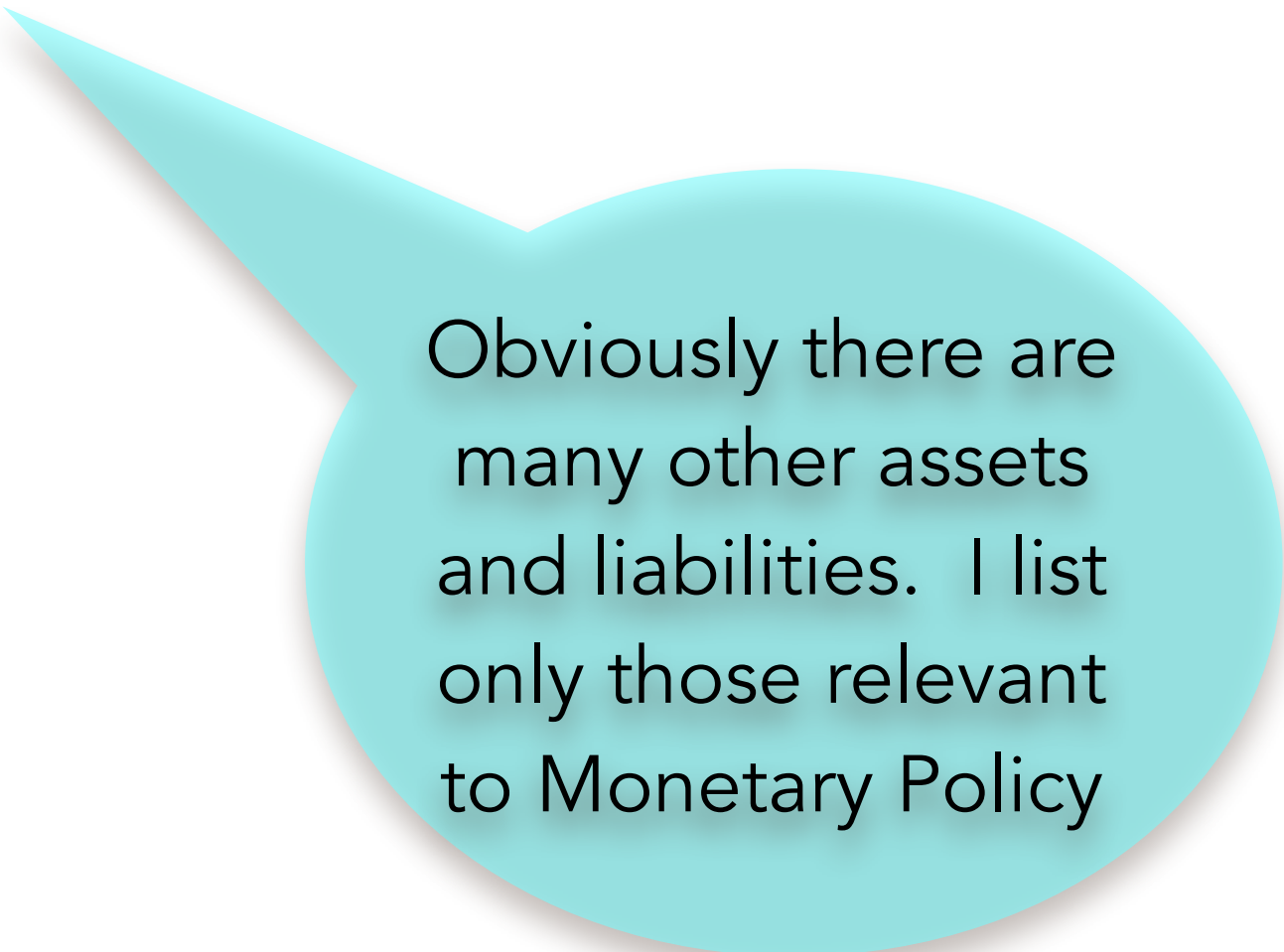
THE FED'S "T" ACCOUNT



# Assets

# Liabilities

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

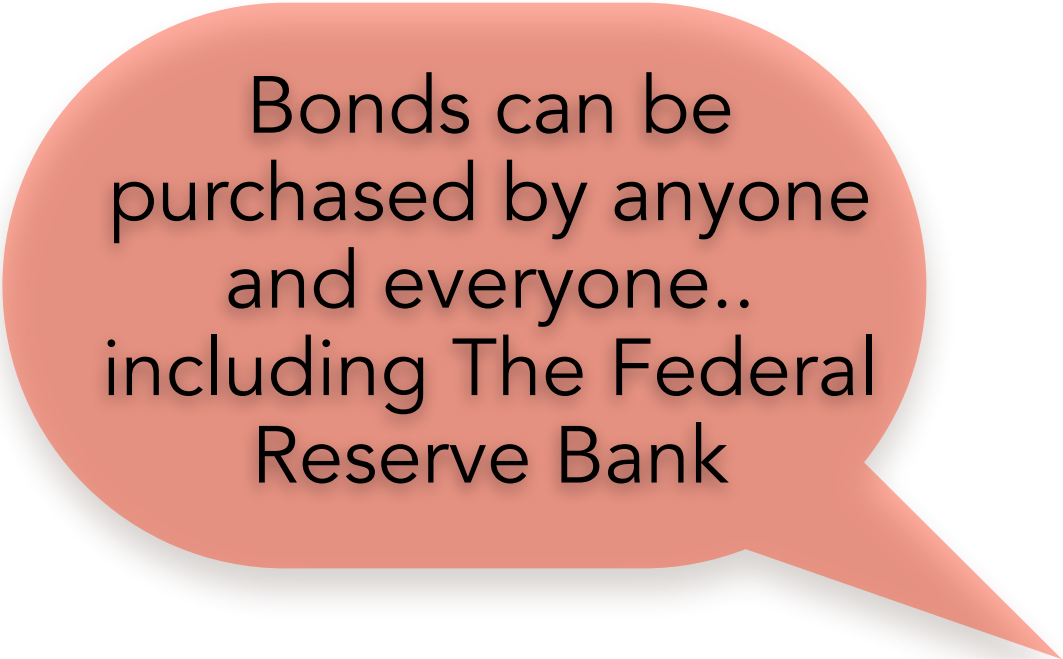


Bonds are an Asset to the Fed: they represent money the Government owes the holder of the bond: The Fed



Reserves

Bank reserves are a  
liability to the Fed:  
These reserves  
belong to banks



Bonds can be  
purchased by anyone  
and everyone..  
including The Federal  
Reserve Bank



# THE FED'S "T" ACCOUNT

Bonds can be purchased by anyone and everyone.. including The Federal Reserve Bank

## Assets



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

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