



- Federal Funds Effective Rate
- 30-Year Fixed Rate Mortgage Average in the United States
- Bank Prime Loan Rate



Financial Crisis 2008



30%

3.25%

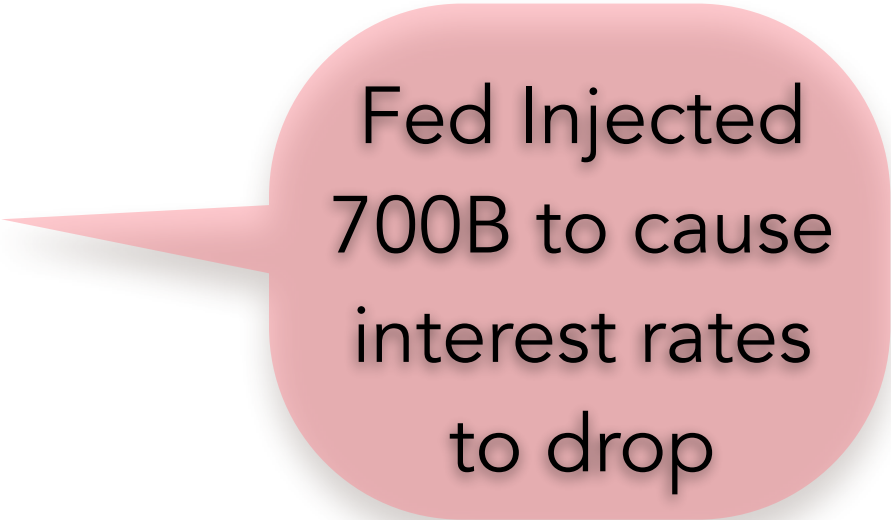
Federal Funds Rate (ffr)

0.05%

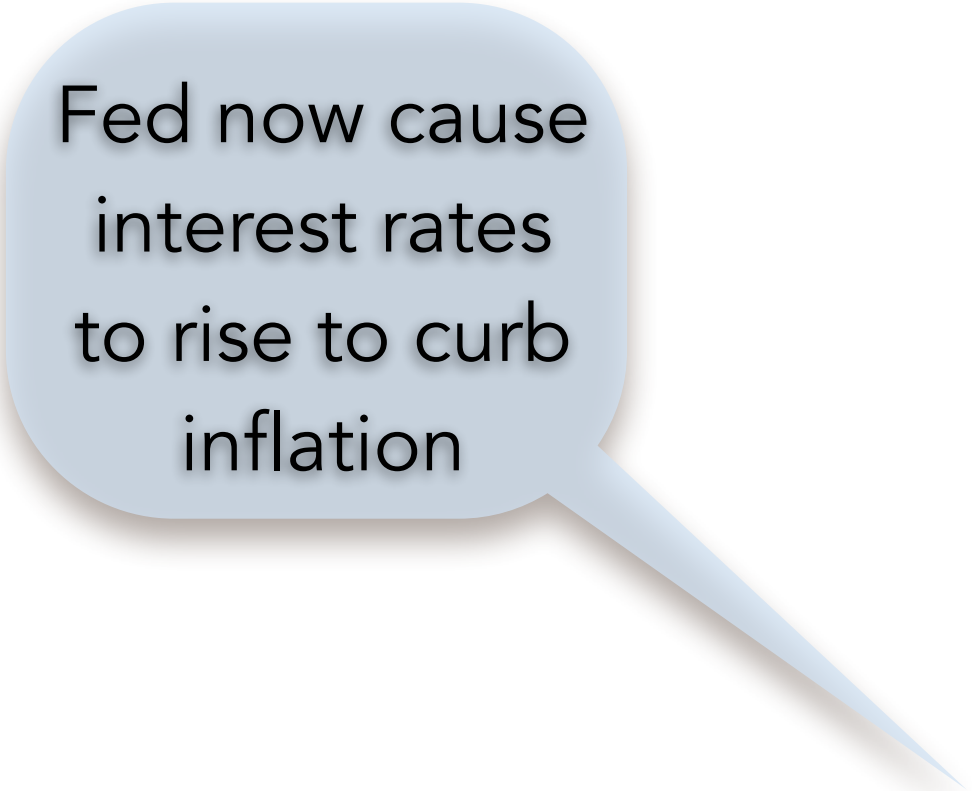


Bank Prime Loan

30-Year Fixed Rate Mortgage



Fed Injected
700B to cause
interest rates
to drop



Fed now cause
interest rates
to rise to curb
inflation

Interest rates
increase in all
markets

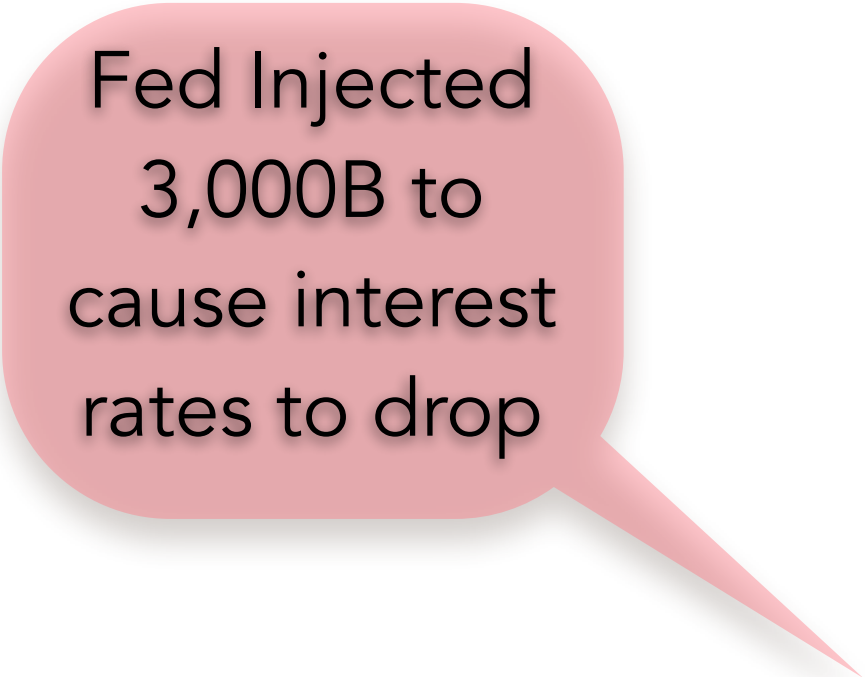
Interest rates
drop in all
markets

Interest rates
drop in all
markets

8.5%

7.6%

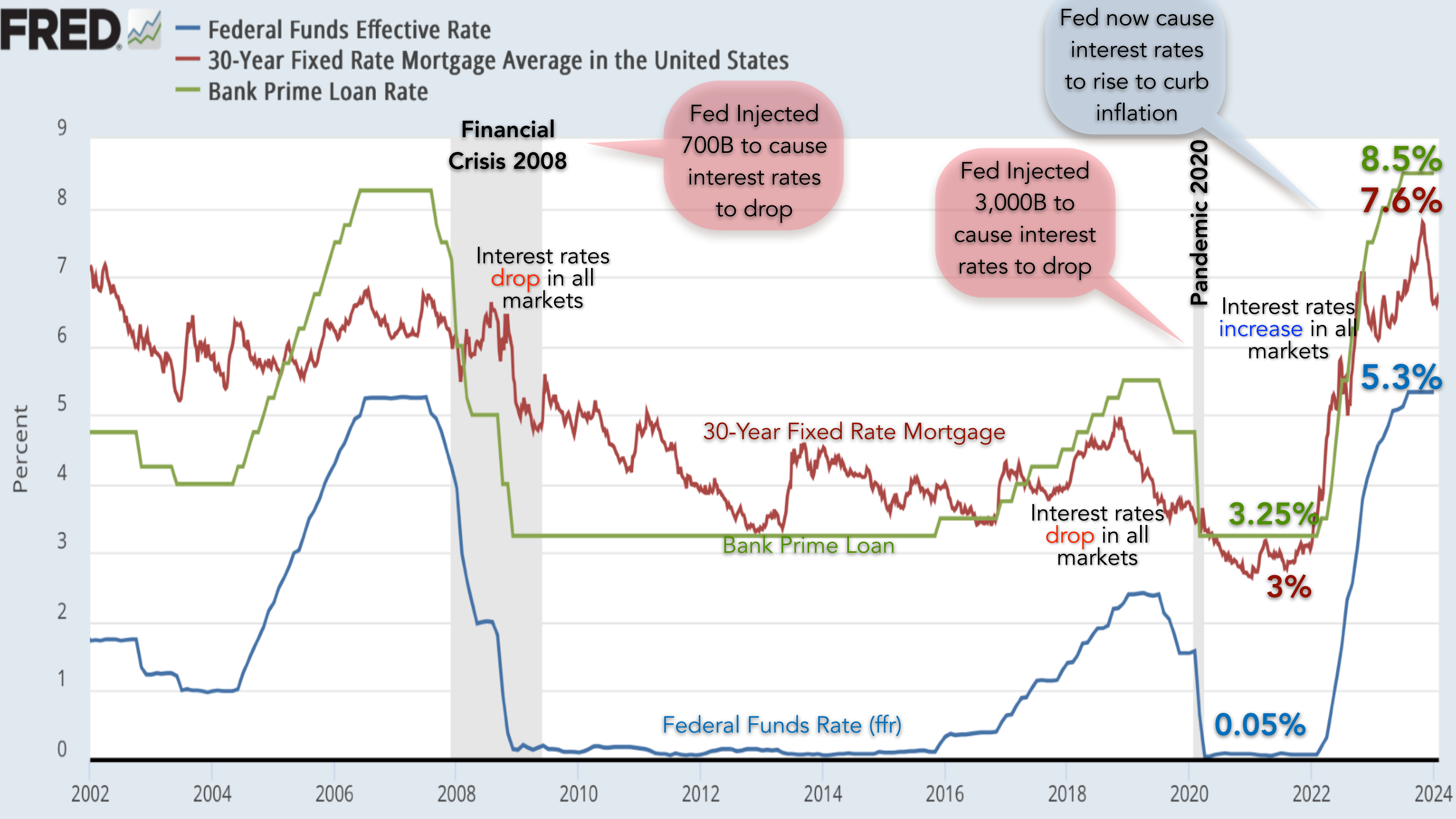
5.3%



Fed Injected
3,000B to
cause interest
rates to drop



- Federal Funds Effective Rate
- 30-Year Fixed Rate Mortgage Average in the United States
- Bank Prime Loan Rate



Monetary Policy Tools

1. Open Market Operations