

The U.S. Government issue bonds (debt) in
three types



Treasury Bills

- Mature in one year or less

- Do not pay interest prior to maturity

Treasury Notes

- Mature in 2-10 years

- Pay interest every six months



Treasury Bonds

-Longest maturity 10-30 years

- Pay interest every six months

UNITED STATES SAVING BOND

1000

THE UNITED STATES OF AMERICA
ONE THOUSAND DOLLARS

SERIES EE

INTEREST CUMULATED 30 YEARS
FROM ISSUE DATE



ISSUE DATE
INTEREST
SERIES EE
DEFERRED

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COUPON BOND

THE UNITED STATES
OF AMERICA

TREASURY
BOND

1000

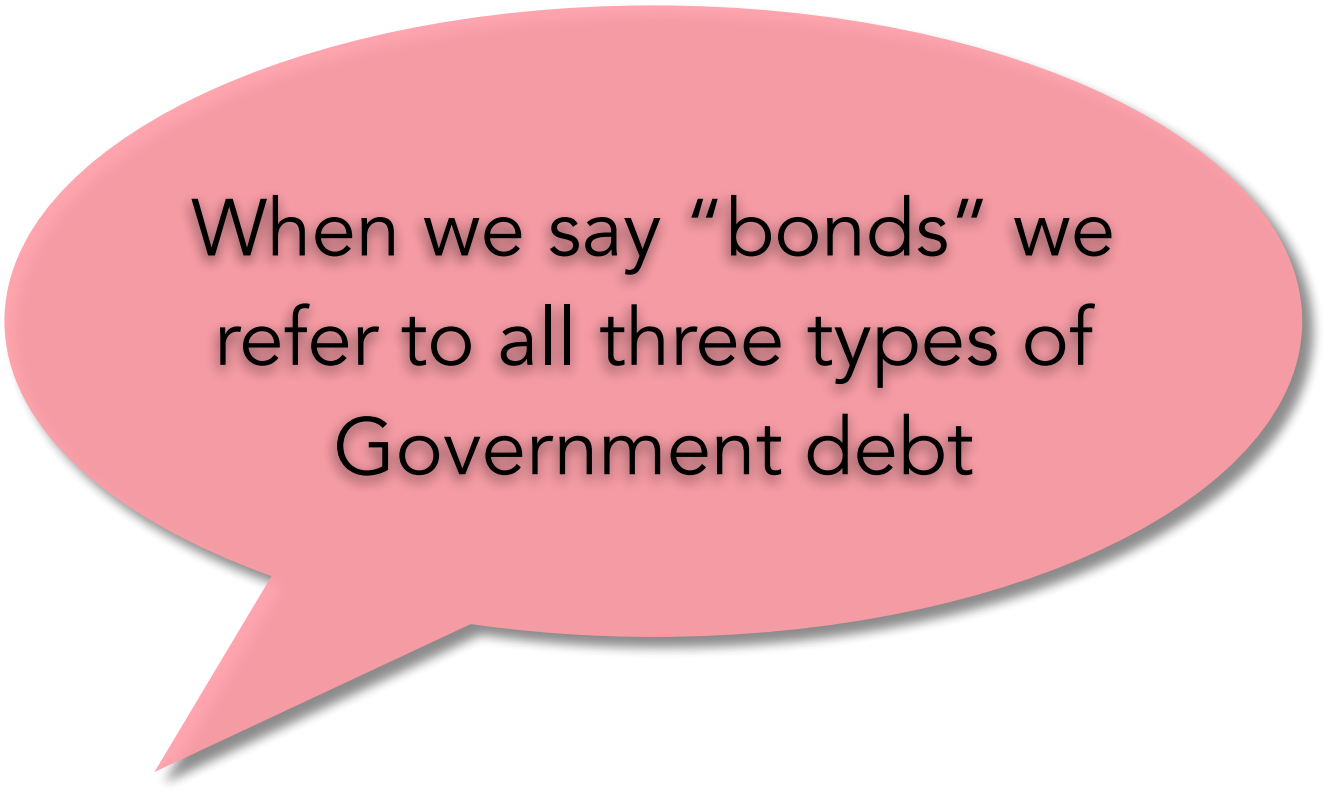
2003-2008

DATED AUGUST 15, 1978
DUE AUGUST 15, 2008

Redeemable on call on and after
August 15, 2003

CUSIP 912810 CC 0

INTEREST PAYABLE
FEBRUARY 15 AND AUGUST 15



When we say “bonds” we
refer to all three types of
Government debt

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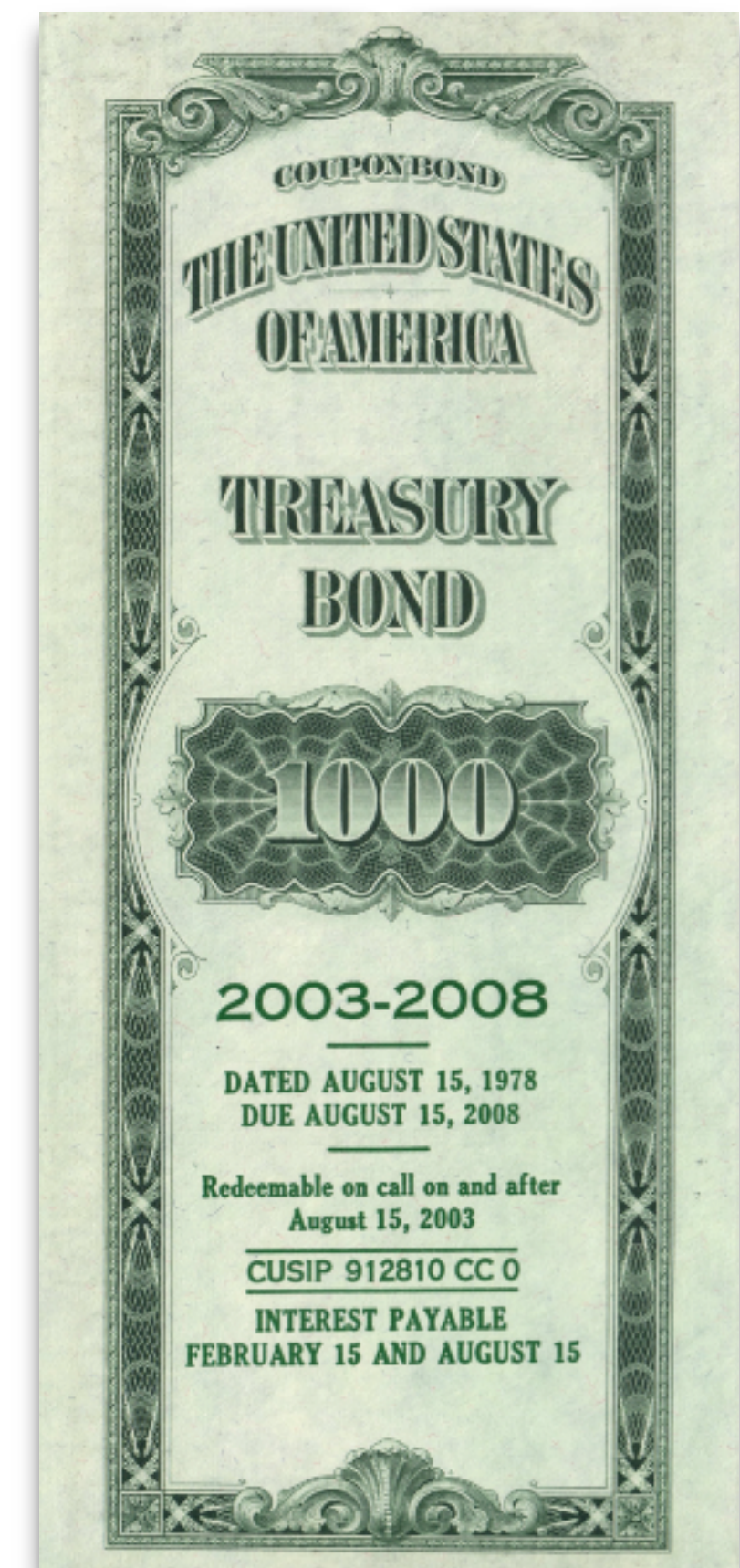
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Monetary Policy Tools

1. Open Market Operations