

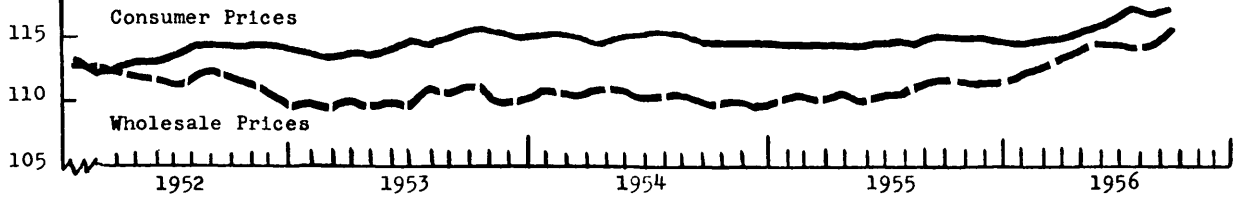
Prepared by K. R. Bopp for use at
Seminar on "Monetary Policy" at
Lehigh University, Bethlehem, Pa.
on November 9, 1956, 4:10 p.m.

ALTERNATIVE OBJECTIVES AND RELATED PROGRAMS

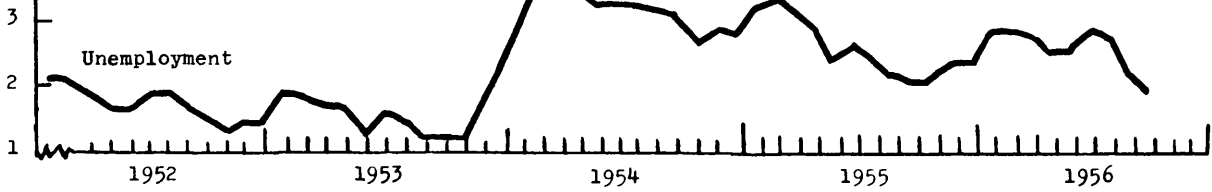
Objective	Conditions <u>requiring</u> or permitting an easing of credit	Conditions <u>requiring</u> or permitting a tightening of credit	Inherent Bias
1. Stable price level	<u>Declining prices</u>	<u>Rising prices</u>	
2. Full employment	<u>Less than full employment</u>	Jobs in excess of workers	Expansive
3. Convertibility	High and/or rising primary reserves	<u>Low and/or declining primary reserves</u>	Contractive
4. Productive credit	<u>Increase in monetary volume of output</u>	<u>Decrease in monetary volume of output</u>	Chain- reaction
5. A fixed rate of interest	<u>When savings are inadequate</u>	<u>When savings are excessive</u>	Chain- reaction

Some Relevant Economic Magnitudes

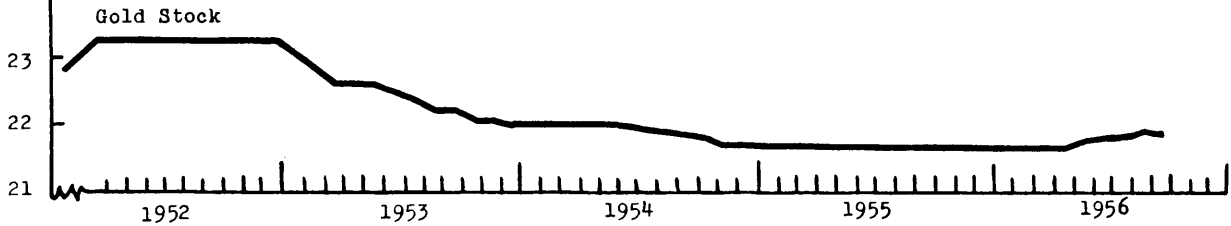
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(1947-49=100)



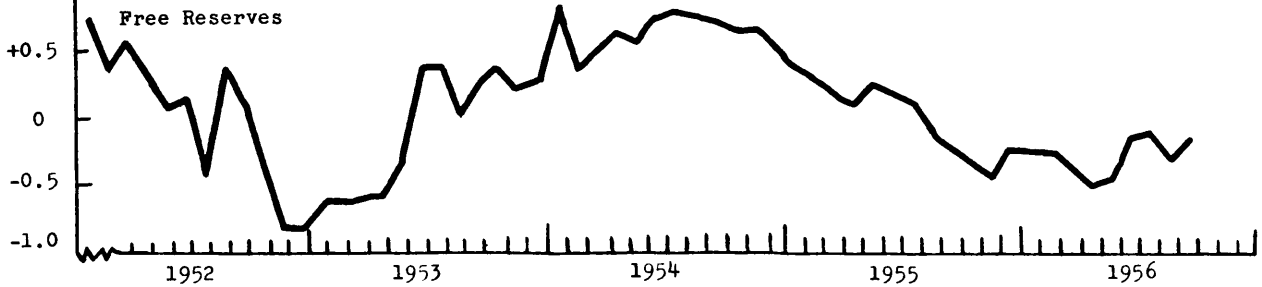
Millions of
Persons



Billions \$



Billions \$



Per cent

