

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

