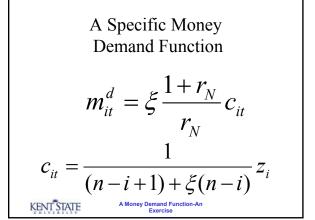
A Money Demand Function An Exercise The Control Action of the Control Section of the Cont



An Illustration

- $y_2 = 100,000, y_3 = 200,000, y_1 = y_4 = 0$
- $r_N = 200\%$, $\eta^e = 50\%$
- $\xi = 1/3$

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A Money Demand Function-An Exercise

The Demand for Money

Calculations in Real terms										
	(1)	(2)	(3)	(4)	(5)	(6)	('7)	(8)	(9)	
1 2 3 4	Non- monetary Assets Carried Over	Carry over Plus Real Return	Money Balances Carried Over	Wage Income	Present Value of Future Income	Wealth	С	Money Hold- ings	Assets, End of Period	Price Level

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A Money Demand Function-A

End

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