

Money Supply Worksheet

Directions: Each statement below describes a type of money supply measurement. In the space provided, write “**M1**” if the statement describes a type of money only described in the M1 money supply measurement, write “**M2**” if the statement describes a type of money described only in M2, or write “**M3**” if the statement describes a type of money described only in M3.

- _____ 1. A travelers’ check.
- _____ 2. A 401(k) retirement account that has a large financial penalty for early withdrawal.
- _____ 3. A money market account or a money market mutual fund share that can be converted to cash easily with little or no financial penalty for early withdrawal.
- _____ 4. A personal checking account.
- _____ 5. A 10-year U.S. savings bond.
- _____ 6. A bank debit card that withdraws funds from a personal account.
- _____ 7. An account that has U.S. funds deposited in some sort of overseas bank account (Eurodollars).
- _____ 8. \$50.38 of paper & coin money.
- _____ 9. A repurchase agreement where a business agrees to buy back an item sold after a specified period of time.
- _____ 10. A personal savings account.