

One final warning to the reader: These projections do not present a detailed analysis of the financial side of the model. In particular, there is no explicit analysis of the relationship between the growth of the money supply and the performance of the economy under the assumptions of these two sets of projections. It was not necessary for the purposes here to specify an exact annual rate of increase in the money supply, however defined, nor to make a detailed analysis of the financial side of markets. In any case, this would have been beyond the resources available for the study. However, it must be clear that the model does assume that the Federal Reserve on the average will take steps to make possible whatever increase in the money supply proves by experience to be consistent with the growth in the economy and the assumed price levels.