Name:_____

Assume that an initial savings of $1000 occurs and the reserve ratio is 5%. Calculate the Deposit, Reserve and Loan for each of the 5 next potential transactions.

	Deposit	Reserve	Loan
Loan 1	1000		
Loan 2			
Loan 3			
Loan 4			
Loan 5			
		Total Amount Loaned	

Now use the money multiplier to determine the amount of money that can be generated._____

Assume that an initial savings of $500 occurs and the reserve ratio is 15%. Calculate the Deposit, Reserve and Loan for each of the 5 next potential transactions.

	Deposit	Reserve	Loan
Loan 1	500		
Loan 2			
Loan 3			
Loan 4			
Loan 5			
		Total Amount Loaned	

Now use the money multiplier to determine the amount of money that can be generated._____

Assume that an initial savings of $250 occurs and the reserve ratio is 20%. Calculate the Deposit, Reserve and Loan for each of the 5 next potential transactions.

	Deposit	Reserve	Loan
Loan 1	250		
Loan 2			
Loan 3			
Loan 4			
Loan 5			
		Total Amount Loaned	

Now use the money multiplier to determine the amount of money that can be generated._____

Assume that an initial savings of $50,000 occurs and the reserve ratio is 10%. Calculate the Deposit, Reserve and Loan for each of the 5 next potential transactions.

	Deposit	Reserve	Loan
Loan 1	50000		
Loan 2			
Loan 3			
Loan 4			
Loan 5			
		Total Amount Loaned	

Now use the money multiplier to determine the amount of money that can be generated._____