1.) Compare the long-run effects of a once and for all time increase in money supply and an increase in the money growth rate on wealth, relative domestic currency holdings and the real exchange rate using the currency-substitution model as a reference.

2) Show the effects of an open market sell of domestic bonds on interest rates, nominal exchange rate and on the portfolio balance (i.e. relative holdings of foreign currency, domestic currency and bond holdings) of the agents. Use graphs, labels.