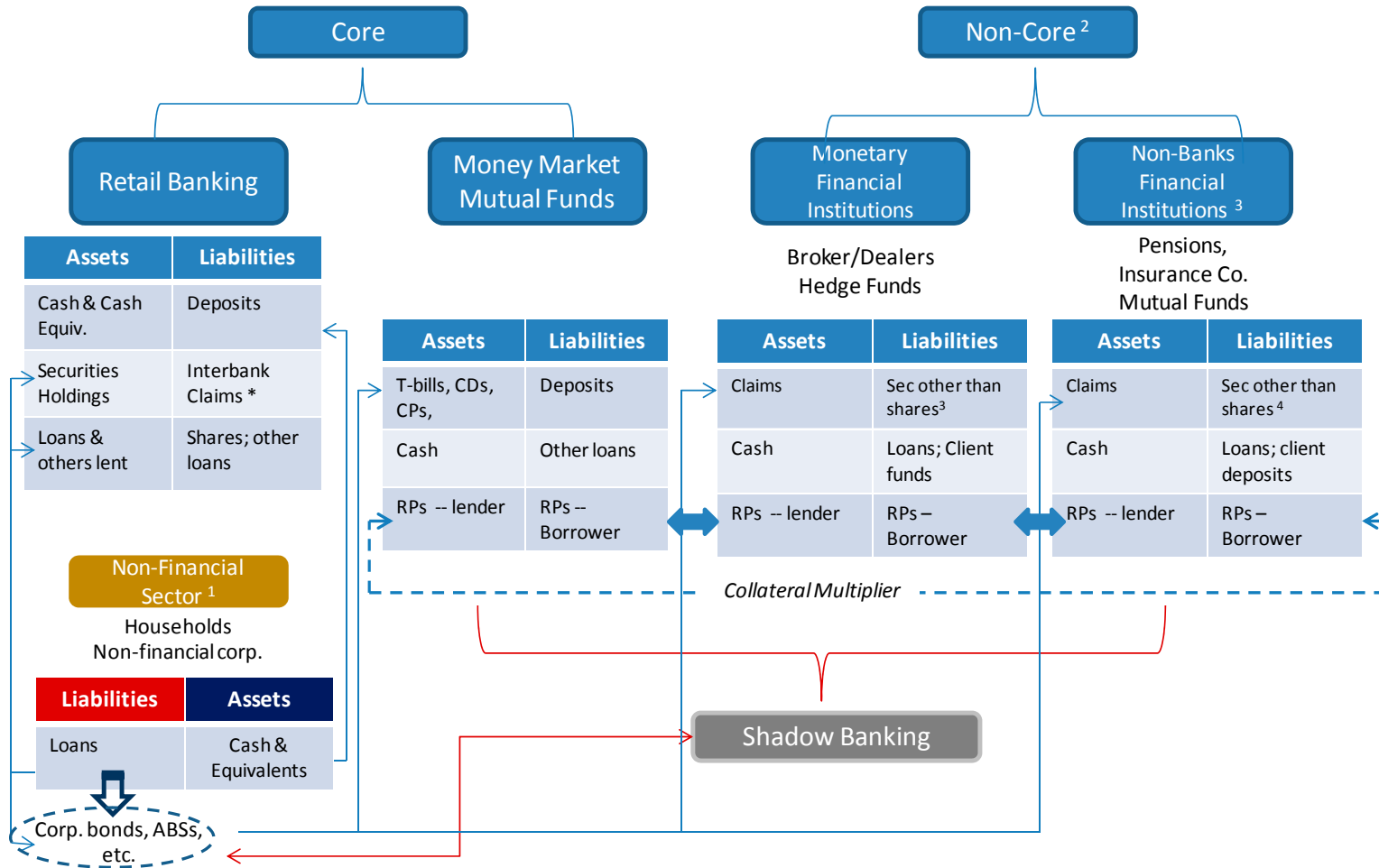


Chart 1: Stylized Representation of Core and Noncore Linkages



Notes: *Interbank claims are not included in core estimates.

¹Nonfinancial sector includes domestic households and nonfinancial corporations;

²Noncore financial institutions generally accept long-term or specialized types of deposits and issue securities and equity.

Noncore liquidity also includes loan and securities (other than shares) of commercial banks.

³Examples of nonbanks financial institutions, in addition to the ones listed above, include investment pools and vehicle companies.

⁴Securities other than shares may include CPs, CDs, MBS and credit card and loan receivables.