

December 30, 2003

Professor Randall Wright
Submissions Office
International Economic Review
University of Pennsylvania
3718 Locust Walk
Philadelphia, PA 19104-6297

Dear Randy,

Enclosed is the final draft of Ellen McGrattan's and my paper, "Irving Fisher Was Right," and a list of changes that we made in response to the referee reports. We responded in what we consider, and hope and expect you will consider, a serious way to all the referee comments that you list in your letter. Indeed we responded to all the referee comments. We think that the referees gave us serious reviews and that the paper improved in responding to their comments.

I will be at the University of California Santa Barbara between January and March and at Arizona State University in April and May. Please send any correspondence to Ellen during this period so that we can reply promptly. Her address is: Research Department, 90 Hennepin Avenue, Minneapolis, MN, 55401-1804. Her phone/fax is: 612-204-5523/5515. Her email is: erm@mcgrattan.mpls.frb.fed.us.

Best regards,

Edward C. Prescott