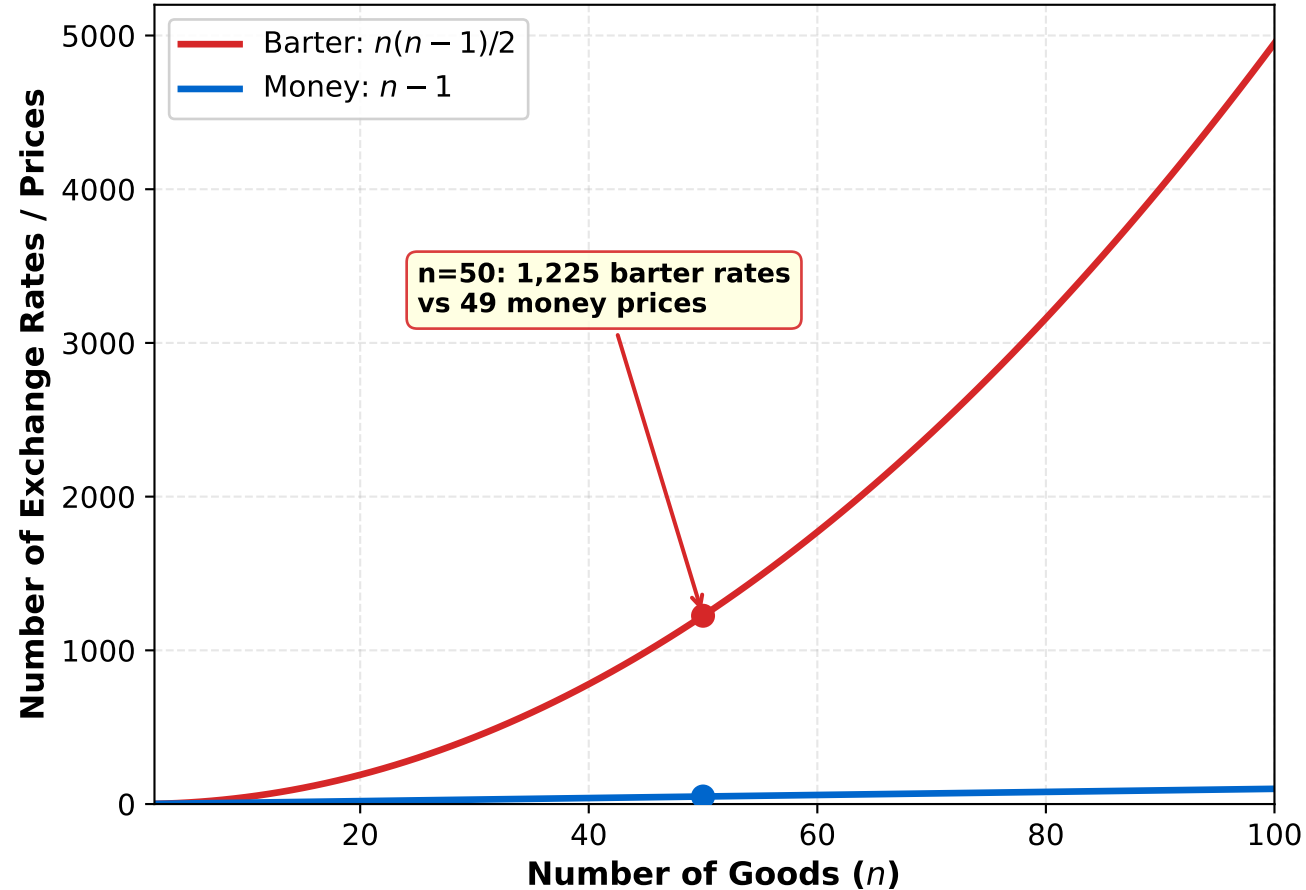


# Barter Inefficiency and Money as Transaction Cost Innovation

Kiyotaki & Wright (1989), Jevons (1875)

(a) Exchange Rate Complexity:  
Barter vs Money



(b) Transaction Cost Savings  
from Adopting Money

