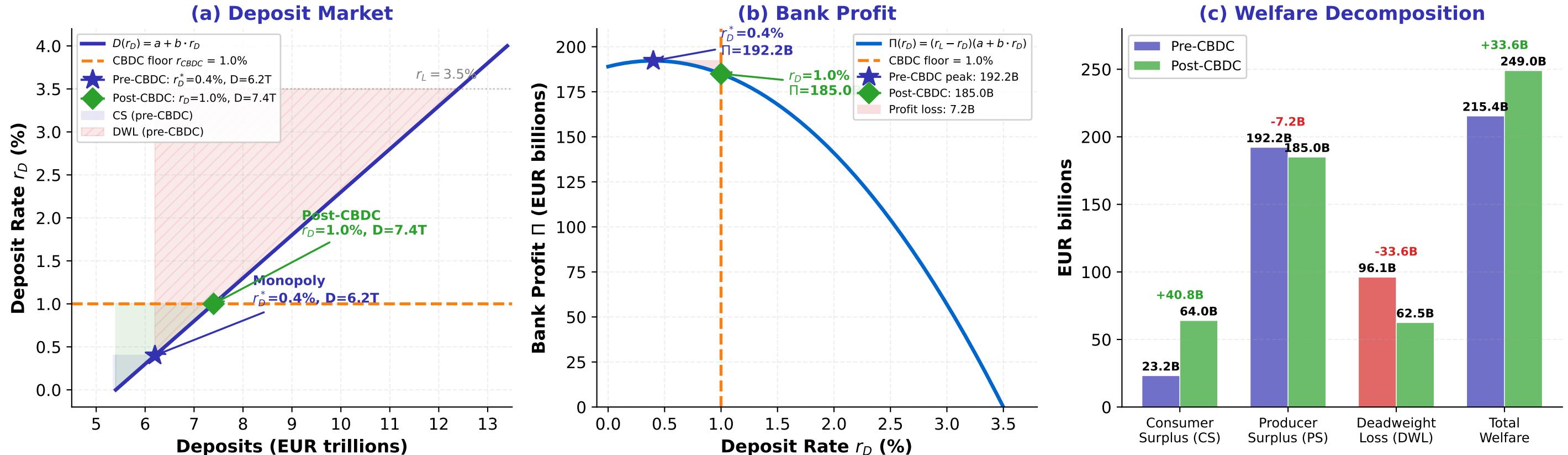


Andolfatto (2021): CBDC as Competitive Constraint on Bank Deposit Pricing



Model: $\Pi_B = (r_L - r_D) \cdot D(r_D)$, $D(r_D) = a + b \cdot r_D \mid a = 5.4T, b = 200, r_L = 3.5\%, r_{CBDC} = 1.0\% \mid$ Based on Andolfatto (2021, JPE)