

#	Variable	Meaning
	Households	
1.	$C_t$	consumption
2.	$L_t$	Family labor supply
3.	$R_t$	Gross real return from $t - 1$ to $t$
4.	$B_t$	total quantity short term debt the household acquires
5.	$W_t$	Real Wage
6.	$\Pi_t$	net payouts to the households from ownership of (non)-financial firms
7.	$T_t$	lump sum tax
8.	$\varrho_t$	marginal utility of consumption
9.	$\Lambda = \frac{\varrho_{t+1}}{\varrho_t}$	
	Financial intermediaries	
9.	$N_{jt}$	amount of net worth that Banker $j$ has at the end of period $t$
10.	$S_{jt}$	the quantity of financial claims on non-financial firms on the intermediary's balance sheet
11.	$Q_t$	the relative price of each claim
12.	$B_{jt}$	the intermediary's debt
13.	$R_{kt+1}$	intermediary's return on assets
14.	$\beta\Lambda_{t,t+1}$	stochastic discount the banker at $t$
15.	$V_{jt}$	banker's losses from diverting
16.	$x_{t,t+i}$	gross rate in assets between $t$ and $t + i$
17.	$z_{t,t+i}$	gross rate of net worth
18.	$\nu_t$	expected discounted marginal gain of the banker of expanding assets $Q_t S_{jt}$ by a unit
18.	$\mu_t$	expected discounted value of having another unity of $N_{j,t}$
19.	$Q_t S_{jt}$	value of assets Banker $j$ holds
20.	$\phi_t$	ratio of privately intermediated assets to equity
21.	$N_{et}$	sum of net worth of entering banker
22.	$N_{nt}$	net worth of entering bankers
23.	$\frac{\omega}{1-\theta}$	value of asset intermediated via government
	Credit policy	
24.	$Q_t S_{gt}$	value of assets intermediated via government
25.	$psi_t$	fraction central bank is willing to fund of intermediated assets
26.	$\phi_{ct}$	leverage ratio for total intermediated funds
	Firm	
27.	$K_{t+1}$	Kapital acquired by the firm
28.	$Y$	