Table 1: Endogenous

| Variable | LaTeX | Description |
|----------|-------|-------------|
| C | $C$ | Total consumption |
| cm | $c_M$ | Market consumption |
| ch | $c_H$ | Home consumption |
| l | $l$ | Leisure |
| hm | $h_M$ | Market hours |
| hh | $h_H$ | Home hours |
| k | $k$ | Total capital |
| km | $k_M$ | Market capital |
| kh | $k_H$ | Home capital |
| x | $x$ | Total investment |
| xm | $x_M$ | Market investment |
| xh | $x_H$ | Home investment |
| r | $r$ | Rental rate |
| T | $T$ | Lump sum transfer |
| w | $w$ | Wage |
| y | $y$ | Output |
| zm | $z_M$ | Market technology |
| zh | $z_H$ | Home technology |

Table 2: Exogenous

| Variable | LaTeX | Description |
|----------|-------|-------------|
| eh | $\epsilon_H$ | Home innovation |
| em | $\epsilon_M$ | Market innovation |

Table 3: Parameters

| Variable | LaTeX | Description |
|---|---|---|
| a | $a$ | Share of market consumption |
| b | $b$ | Weight factor of consumption vis-a-vis leisure |
| e | $e$ | Willingness to substitute between kinds of consumption |
| beta | $\beta$ | Discount factor |
| delta_m | $\delta_M$ | Depreciation rate on business capital |
| delta_h | $\delta_H$ | Depreciation rate on household capital |
| eta | $\eta$ | Capital share in the home |
| lambda | $\lambda$ | Growth rate of endogenous variables |
| rho_h | $\rho_H$ | Persistence of market technology shock |
| rho_m | $\rho_M$ | Persistence of home technology shock |
| tau_k | $\tau_k$ | Tax rate on capital income |
| tau_h | $\tau_h$ | Tax rate on labour income |
| theta | $\theta$ | Capital share in the market |
| sigma_m | $\sigma_M$ | Standard deviation of innovations in the market |
| sigma_h | $\sigma_H$ | Standard deviation of innovations in the household |
| gamma | $\gamma$ | Incentive to move activity between home and market |
| psi | $\psi$ | Willingness to substitute between capital and time |

Table 4: Parameter Values

| Parameter | Value | Description |
|---|---|---|
| $a$ | 0.596 | Share of market consumption |
| $b$ | 0.665 | Weight factor of consumption vis-a-vis leisure |
| $e$ | 0.667 | Willingness to substitute between kinds of consumption |
| $\beta$ | 0.990 | Discount factor |
| $\delta_M$ | 0.024 | Depreciation rate on business capital |
| $\delta_H$ | 0.024 | Depreciation rate on household capital |
| $\eta$ | 0.325 | Capital share in the home |
| $\lambda$ | 1.005 | Growth rate of endogenous variables |
| $\rho_H$ | 0.950 | Persistence of market technology shock |
| $\rho_M$ | 0.950 | Persistence of home technology shock |

| | Parameter | Value | Description |
|---|---|---|---|
| $\tau_k$ | 0.700 | | Tax rate on capital income |
| $\tau_h$ | 0.250 | | Tax rate on labour income |
| $\theta$ | 0.294 | | Capital share in the market |
| $\sigma_M$ | 0.010 | | Standard deviation of innovations in the market |
| $\sigma_H$ | 0.045 | | Standard deviation of innovations in the household |
| $\gamma$ | 0.667 | | Incentive to move activity between home and market |
| $\psi$ | -0.502 | | Willingness to substitute between capital and time |

Table 4 – Continued