Table 1. Benchmark Parameters

Preferences:	
$U(c,l,m) = \frac{1}{1-\sigma}\left[(\omega\, c^{\frac{\eta-1}{\eta}} + (1-\omega)\, m^{\frac{\eta-1}{\eta}})^{\frac{\eta}{\eta-1}}(1-l)^{\psi}\right]^{1-\sigma}$	$\omega = 0.94,\ \ \eta = 0.39,$ $\psi = 1.5,\ \ \sigma = 1$
Production:	
$F(k,l) = k^{\alpha}l^{1-\alpha},\ y = \left[\int y_i^{\theta}\, di\right]^{\frac{1}{\theta}}$	$\alpha = 0.33, \quad \theta = 0.9$
Capital Accumulation:	
$k_t = (1-\delta)k_{t-1} + x_t - \frac{b}{2}\left(\frac{x_t}{k_{t-1}} - \delta\right)^2$	$\delta = 1 - .92^{\frac{T}{N}},$ b adjusted
Money growth	
$\log \mu_t = \rho \log \mu_{t-1} + \epsilon_t$	$\rho = 0.57^{\frac{4T}{N}}$
Discount factor:	
$\sum_t \beta^t U(c_t, l_t, m_t)$	$\beta = 0.97^{\frac{T}{N}}$
With Zero Income Effects:	
$U(c,l,m) = \frac{1}{1-\sigma}\left[\frac{c^{1-\kappa}}{1-\kappa} - \omega_1 \frac{l^{1+\xi}}{1+\xi} + \omega_2 \frac{m^{1-\nu}}{1-\nu}\right]^{1-\sigma}$	$\kappa = 0.0002,\ \ \xi = 0.00011,$ $\nu = 0.0002,\ \ \omega_1, \omega_2$ adjusted
With Convex Demand:	
$1 = \left[\int g(y_i/y)\, di\right],\ \ d \equiv g^{-1}$	$\varepsilon = -d'(g'(1))g'(1) = 10,$ $\chi = -d''(g'(1))g'(1)/d'(g'(1))$ $= -289$
With Specific Factors:	
$F(k,l) = k^{\alpha_1}l^{\alpha_2}$	$\alpha_1 = 0.22, \quad \alpha_2 = 0.44$

Table 2. Intertemporal Links and the Contract Multiplier

Economy	No Links[a]	Only Money Link[b]	Only Capital Link[c]	Both Links[d]
Benchmark:				
$N = 2,\ \rho = 0$	0.90	0.90	1.03	1.03
$N = 13,\ \rho = 0.57^{\frac{1}{13}}$	1.03	0.88	1.28	1.06
Zero Income Effects:				
$N = 2,\ \rho = 0$	21.28	19.79	1.05	0.50
$N = 13,\ \rho = 0.57^{\frac{1}{13}}$	152.28	34.26	4.71	0.08
Convex Demand:				
$N = 2,\ \rho = 0$	2.17	2.17	1.59	1.59
$N = 13,\ \rho = 0.57^{\frac{1}{13}}$	5.62	3.05	2.80	1.87
Specific Factors:				
$N = 2,\ \rho = 0$	1.43	1.43	1.29	1.29
$N = 13,\ \rho = 0.57^{\frac{1}{13}}$	1.84	1.54	1.65	1.37
The 'Mega' Model:				
$N = 2,\ \rho = 0$	1.96	1.96	1.74	1.74
$N = 13,\ \rho = 0.57^{\frac{1}{13}}$	4.29	2.51	3.28	2.06

[a] For all economies but the zero-income-effect economy, the 'no links' case has no capital and an interest elasticity of money demand equal to 0.01. For the zero income effect economy, the money demand relation that we use is $\log m - \log p = \text{constant} + \log c$.

[b] The 'only money link' case has no capital and an interest elasticity of money demand equal to 0.39.

[c] For all economies but the zero-income-effect economy, the 'only capital link' case has capital and an interest elasticity of money demand equal to 0.01. For the zero income effect economy, the money demand relation that we use is $\log m - \log p = \text{constant} + \log c$.

[d] The 'both links' case has capital and an interest elasticity of money demand equal to 0.39.

Table 3. Parameter Ranges and Results of Sensitivity Analysis

Benchmark Economy:	
Interest Elasticity (η)	[0.2, 0.5]
Demand Elasticity (ε)	[5, 300]
Capital Share (α)	[0.22, 0.44]
Risk Aversion (σ)	[1, 10]
Weight on Leisure in Utility (ψ)	[0.11, 9]
Serial Correlation of Money Growth (ρ)	[0, 0.95]
Maximum Multiplier: ($\eta = 0.2$, $\varepsilon = 300$, $\alpha = 0.22$, $\sigma = 1$, $\psi = 0.11$, $\rho = 0.57$)	3.46
With Convex Demand, Add:	
Demand Curvature (χ)	[-289, 11]
Maximum Multiplier: ($\eta = 0.2$, $\varepsilon = 5$, $\alpha = 0.22$, $\sigma = 1$, $\psi = 0.11$, $\rho = 0.35$, $\chi = -289$)	5.34
With Specific Factors, Add:	
Capital Share (α_1)	[0.22, 0.44]
Labor Share (α_2)	[0.33, 0.78]
Maximum Multiplier: ($\eta = 0.2$, $\varepsilon = 300$, $\sigma = 1$, $\psi = 0.11$, $\rho = 0.7$, $\alpha_1 = 0.22$, $\alpha_2 = 0.33$)	5.28