

Intertemporal Equilibrium and Credit Intermediation

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Abstract

The paper deals with the problem of economic equilibrium concerning the relation of real and financial capital. Owing to the intermediation in the financial system, saving in financial form and real investments occur in separated processes. That is why there is not any mechanical fixed connection between financial and real capital. It is theoretically possible (and practically common), that the creation of real capital (time structure of production) need not to perfectly match the readiness of save (give up consumption in certain time intervals) on the part of capitalists. In other words consumption plans of households need not to be identical with the technical setting of production, that is with the temporal plan of production of consumption goods. A problem to be solved is when the disequilibrium of this type can manifest itself and which consequences it can lead to.