

# Real Indeterminacy of Stationary Monetary Equilibria in Centralized Economy

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## Abstract

In this paper, we show that, in a class of dynamic general equilibrium (Walrasian) model with fiat money, stationary equilibria are indeterminate; that is, there exists a continuum of stationary equilibria, where the value of money varies across stationary equilibria. Moreover, we explore the logic of the indeterminacy.

Keywords: real indeterminacy, divisible money, dynamic general equilibrium

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