# FF\_VFI\_AZ\_BISEC\_LOOP Savings Loop Exact (FOC) Examples

#### back to Fan's Intro Math for Econ, Matlab Examples, or Dynamic Asset Repositories

This is the example vignette for function: **ff\_vfi\_az\_bisec\_loop** from the **MEconTools Package.** This function solves the dynamic programming problem for a (a,z) model. Households can save a, and face AR(1) shock z. The problem is solved over the infinite horizon.

This is the **looped** code, it is slow for larger state-space problems.

The code uses **continuous** choices, solved with bisection. The state-space is on a grid, but choice grids are in terms of **percentage of resources** to save and solved exactly.

#### **Links to Other Code:**

Core Savings/Borrowing Dynamic Programming Solution Functions that are functions in the **MEconTools Package.**:

- Common Choice and States Grid <u>Loop</u>: ff\_vfi\_az\_loop
- Common Choice and States Grid Vectorized: ff vfi az vec
- States Grid + Continuous Exact Savings as Share of Cash-on-Hand, rely on FOC, <u>Loop</u>: ff\_vfi\_az\_bisec\_loop
- States Grid + Continuous Exact Savings as Share of Cash-on-Hand, rely on FOC <u>Vectorized</u>: ff\_vfi\_az\_bisec\_vec
- States Grid + Continuous Exact Savings as Share of Cash-on-Hand, VALUE comparison, <u>Loop</u>: ff\_vfi\_az\_mzoom\_loop
- States Grid + Continuous Exact Savings as Share of Cash-on-Hand, VALUE comparison, <u>Vectorized</u>: ff\_vfi\_az\_mzoom\_vec

## Test FF VFI AZ BISEC LOOP Defaults

Call the function with defaults. By default, shows the asset policy function summary. Model parameters can be changed by the mp\_params.

```
%mp params
mp_params = containers.Map('KeyType','char', 'ValueType','any');
mp_params('fl crra') = 1.5;
mp_params('fl_beta') = 0.94;
% call function
ff_vfi_az_bisec_loop(mp_params);
Elapsed time is 33.158577 seconds.
_____
CONTAINER NAME: mp ffcmd ND Array (Matrix etc)
i
                                  colN
                                                       std
                                                              coefvari
                                                                       min
          idx
               ndim
                     numel
                            rowN
                                        SUM
                                                mean
                                                                            max
                                                             1.0211
                2
                     700
                                  7
           1
                            100
                                        9863.4
                                               14.091
                                                      14.388
                                                                       0
                                                                            50.117
   ap
       1
xxx TABLE:ap xxxxxxxxxxxxxxxxxx
          c1
                 c2
                        с3
                                 c4
                                         c5
                                                 с6
                                                         c7
```

r1	0	0	0	0.053491	0.25574	0.60604	1.1157
r2	0	0	0	0.053998	0.25571	0.6066	1.1163
r3	0	0	0	0.056449	0.25576	0.60907	1.1187
r4	0	0	0	0.061799	0.26016	0.6109	1.1239
r5	0	0	0	0.066463	0.26897	0.61141	1.1327
r96	43.388	43.52	43.701	43.925	44.222	44.68	45.228
r97	44.566	44.695	44.878	45.103	45.398	45.856	46.403
r98	45.761	45.892	46.072	46.298	46.592	47.05	47.597
r99	46.973	47.107	47.286	47.514	47.806	48.263	48.815
r100	48.206	48.338	48.519	48.746	49.037	49.497	50.117

### Test FF\_VFI\_AZ\_BISEC\_LOOP Speed Tests

Call the function with defaults. By default, shows the asset policy function summary. Model parameters can be changed by the mp\_params.

```
mp_support = containers.Map('KeyType','char', 'ValueType','any');
mp_support('bl_timer') = true;
mp_support('ls_ffcmd') = {};
% A grid 50, shock grid 5:
mp_params = containers.Map('KeyType','char', 'ValueType','any');
mp_params('it_a_n') = 50;
mp_params('it_z_n') = 5;
ff_vfi_az_bisec_loop(mp_params, mp_support);
```

Elapsed time is 14.819629 seconds.

```
% A grid 750, shock grid 15:
mp_params = containers.Map('KeyType','char', 'ValueType','any');
mp_params('it_a_n') = 750;
mp_params('it_z_n') = 15;
ff_vfi_az_bisec_loop(mp_params, mp_support);
```

Elapsed time is 783.169420 seconds.

```
%A grid 600, shock grid 45:
mp_params = containers.Map('KeyType','char', 'ValueType','any');
mp_params('it_a_n') = 600;
mp_params('it_z_n') = 45;
ff_vfi_az_bisec_loop(mp_params, mp_support);
```

Elapsed time is 1955.142516 seconds.

## Test FF\_VFI\_AZ\_BISEC\_LOOP Control Outputs

Run the function first without any outputs;

```
mp_params = containers.Map('KeyType','char', 'ValueType','any');
mp_params('it_a_n') = 50;
mp_params('it_z_n') = 5;
mp_support = containers.Map('KeyType','char', 'ValueType','any');
mp_support('bl_timer') = true;
mp_support('bl_print_params') = false;
mp_support('bl_print_iterinfo') = false;
```

```
mp_support('ls_ffcmd') = {};
ff_vfi_az_vec(mp_params, mp_support);
```

Elapsed time is 0.122166 seconds.

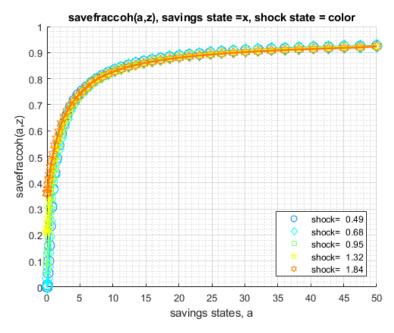
Run the function and show policy function for savings choice. For ls\_ffcmd, ls\_ffsna, ls\_ffgrh, can include these: 'v', 'ap', 'c', 'y', 'coh', 'savefraccoh'. These are value, aprime savings choice, consumption, income, cash on hand, and savings fraction as cash-on-hand.

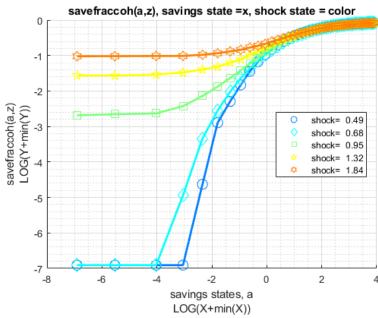
```
mp_support = containers.Map('KeyType','char', 'ValueType','any');
mp_support('bl_print_params') = false;
mp_support('bl_print_iterinfo') = false;
% ls_ffcmd: summary print which outcomes
mp_support('ls_ffcmd') = {};
% ls_ffsna: detail print which outcomes
mp_support('ls_ffsna') = {'savefraccoh'};
% ls_ffgrh: graphical print which outcomes
mp_support('ls_ffgrh') = {'savefraccoh'};
ff_vfi_az_bisec_loop(mp_params, mp_support);
```

Elapsed time is 20.812511 seconds.

x ff_vfi group	a	come=savefraccoh mean_z_0_4858	mean_z_0_67798	mean_z_0_9462	mean_z_1_3205	mean_z_1_8429
1	0	0	0	0.067239	0.20859	0.35953
2	0.002975	0	0	0.069375	0.20829	0.36032
3	0.016829	0	0	0.070901	0.2139	0.36215
4	0.046375	0	0.0061439	0.087319	0.2266	0.36264
5	0.095198	0.0087684	0.034403	0.1168	0.2468	0.37473
6	0.1663	0.054361	0.077248	0.1522	0.26639	0.39151
7	0.26234	0.099892	0.13132	0.19388	0.29929	0.41281
8	0.38568	0.15958	0.19309	0.24112	0.33017	0.43088
9	0.53852	0.23417	0.25553	0.29215	0.37436	0.45969
10	0.72291	0.3071	0.31656	0.34812	0.41153	0.48386
11	0.94076	0.37595	0.37503	0.40842	0.44925	0.50992
12	1.1939	0.43881	0.42941	0.45755	0.48697	0.54367
13	1.484	0.49509	0.48129	0.50381	0.53262	0.56979
14	1.8128	0.54489	0.53018	0.54642	0.56778	0.59634
15	2.1817	0.58871	0.57382	0.58548	0.60055	0.6282
16	2.5924	0.62716	0.61258	0.62076	0.63101	0.65249
17	3.0463	0.66079	0.64682	0.65243	0.65884	0.6752
18	3.5449	0.69027	0.67709	0.68069	0.68423	0.69638
19	4.0894	0.71621	0.70376	0.70596	0.70724	0.71591
20	4.6813	0.73703	0.72732	0.72848	0.72799	0.73385
21	5.3218	0.75326	0.74813	0.7485	0.74673	0.75021
22	6.0121	0.76913	0.76657	0.76632	0.76364	0.76535
23	6.7536	0.78536	0.78286	0.78231	0.77889	0.7842
24	7.5474	0.79983	0.79745	0.79653	0.79269	0.79678
25	8.3948	0.81271	0.81039	0.80929	0.80514	0.80831
26	9.2967	0.82418	0.82198	0.82076	0.81637	0.81875
27	10.254	0.8345	0.83242	0.83114	0.82656	0.82833
28	11.269	0.84377	0.84176	0.84042	0.83584	0.83706
29	12.342	0.85214	0.85024	0.84884	0.8442	0.84499
30	13.473	0.85964	0.85781	0.85647	0.85183	0.85232
31	14.665	0.86648	0.86471	0.86337	0.85879	0.85897
32	15.918	0.87264	0.87099	0.86965	0.86507	0.86507
33	17.233	0.87826	0.87667	0.87533	0.87161	0.87063
34	18.611	0.88338	0.88186	0.88052	0.87771	0.87582
35	20.053	0.88802	0.88656	0.88528	0.88326	0.88052
36	21.56	0.8923	0.89089	0.88967	0.88833	0.88485

27	22 422	0.00644	0.00406	0.00364	0.0006	0.00000
37	23.133	0.89614	0.89486	0.89364	0.8926	0.88888
38	24.773	0.89974	0.89852	0.8973	0.89626	0.8926
39	26.481	0.90304	0.90182	0.90072	0.89968	0.89608
40	28.258	0.90603	0.90493	0.90383	0.90279	0.89925
41	30.104	0.90884	0.90774	0.9067	0.90572	0.90218
42	32.021	0.9114	0.91036	0.90932	0.90841	0.90493
43	34.01	0.91378	0.9128	0.91183	0.91091	0.90749
44	36.07	0.91598	0.91506	0.91408	0.91317	0.90987
45	38.204	0.91805	0.91714	0.91622	0.91537	0.91207
46	40.412	0.91994	0.91909	0.91817	0.91732	0.91415
47	42.695	0.92171	0.92086	0.92001	0.91921	0.9161
48	45.053	0.92336	0.92257	0.92171	0.92092	0.91799
49	47.488	0.92489	0.92409	0.92336	0.92257	0.92025
50	50	0.92629	0.92562	0.92489	0.92428	0.92403





Run the function and show summaries for savings and fraction of coh saved:

```
mp_params('it_a_n') = 100;
mp_params('it_z_n') = 9;
```

```
mp support('ls ffcmd') = {'ap', 'savefraccoh'};
mp_support('ls_ffsna') = {};
mp_support('ls_ffgrh') = {};
mp support('bl vfi store all') = true; % store c(a,z), y(a,z)
ff_vfi_az_bisec_loop(mp_params, mp_support);
Elapsed time is 57.010652 seconds.
CONTAINER NAME: mp ffcmd ND Array (Matrix etc)
i
                        idx
                               ndim
                                       numel
                                                rowN
                                                        colN
                                                                 sum
                                                                           mean
                                                                                       std
                                                                                                coefvari
                                                                                                            min
                        1
                                2
                                        900
                                                100
                                                         9
                                                                 12926
                                                                           14.362
                                                                                      14.544
                                                                                                             0
                   1
                                                                                                 1.0127
    ap
                        2
                                2
                                        900
                                                         9
    savefraccoh
                   2
                                                100
                                                                621.24
                                                                          0.69027
                                                                                     0.26896
                                                                                                0.38965
                                                                                                             0
xxx TABLE:ap xxxxxxxxxxxxxxxxxxx
              c1
                        c2
                                 c3
                                              c4
                                                           c5
                                                                      с6
                                                                                 c7
                                                                                            c8
                                                                                                      c9
                 0
                          0
                                     0
                                                   0
                                                        0.087442
                                                                    0.27778
                                                                               0.58243
                                                                                          1.0038
                                                                                                    1.5724
    r1
    r2
                 0
                          0
                                     0
                                                   0
                                                        0.087962
                                                                    0.27828
                                                                               0.58297
                                                                                          1.0044
                                                                                                    1.5731
   r3
                 0
                          0
                                     0
                                                   0
                                                        0.090477
                                                                    0.28074
                                                                               0.58547
                                                                                          1.0069
                                                                                                    1.5755
    r4
                          0
                                     0
                                          0.00055771
                                                         0.09279
                                                                    0.28605
                                                                                0.5907
                 0
                                                                                          1.0122
                                                                                                    1,5808
   r5
                                          0.0059496
                                                         0.09602
                                                                    0.29477
                                                                               0.59952
                 0
                          0
                                     0
                                                                                          1.0209
                                                                                                    1.5895
   r96
            43.845
                     43.923
                                44.022
                                              44.198
                                                          44.428
                                                                     44.722
                                                                                          45.546
                                                                                45.103
                                                                                                    46.186
    r97
            45.031
                     45.101
                                45.208
                                              45.384
                                                          45.613
                                                                      45.91
                                                                                46.293
                                                                                          46.735
                                                                                                    47.382
    r98
            46.237
                     46.297
                                46.411
                                              46.59
                                                          46.818
                                                                     47.115
                                                                                47.501
                                                                                          47.948
                                                                                                    48.605
    r99
            47.46
                     47.512
                                47.635
                                              47.812
                                                          48.041
                                                                     48.34
                                                                                48.726
                                                                                          49.191
                                                                                                    49.869
    r100
            48.703
                     48.746
                                48.878
                                              49.055
                                                          49.283
                                                                     49.586
                                                                                49.978
                                                                                          50.495
                                                                                                    51.171
xxx TABLE:savefraccoh xxxxxxxxxxxxxxxxxx
              c1
                        c2
                                    c3
                                                 с4
                                                              c5
                                                                         с6
                                                                                    c7
                                                                                               c8
                                                                                                          c9
                  0
                             0
                                        0
                                                      0
                                                           0.066018
                                                                       0.16569
                                                                                  0.27445
                                                                                             0.37369
                                                                                                        0.46243
    r1
   r2
                 0
                             0
                                        0
                                                      0
                                                                       0.16593
                                                                                  0.27463
                                                                                             0.37381
                                                                                                        0.46256
                                                           0.066384
                 0
                             0
    r3
                                        0
                                                      0
                                                           0.068154
                                                                       0.16715
                                                                                  0.27549
                                                                                             0.37442
                                                                                                        0.46292
                  0
                             0
    r4
                                        0
                                             0.00052879
                                                           0.069619
                                                                       0.16978
                                                                                  0.27726
                                                                                             0.37564
                                                                                                        0.46378
                 0
                             0
    r5
                                        0
                                              0.0055946
                                                           0.071572
                                                                       0.17405
                                                                                  0.28025
                                                                                             0.37766
                                                                                                        0.46512
    r96
            0.92458
                       0.92354
                                 0.92226
                                                0.92171
                                                            0.92116
                                                                       0.92055
                                                                                  0.91994
                                                                                             0.91842
                                                                                                        0.91811
    r97
            0.92531
                       0.92416
                                 0.92306
                                                0.92251
                                                            0.92196
                                                                       0.92141
                                                                                  0.92086
                                                                                             0.91933
                                                                                                        0.91915
    r98
            0.92605
                       0.9247
                                 0.92379
                                                0.9233
                                                            0.92275
                                                                        0.9222
                                                                                  0.92171
                                                                                             0.92031
                                                                                                        0.92031
    r99
            0.92672
                       0.92525
                                 0.92452
                                                0.92403
                                                            0.92348
                                                                         0.923
                                                                                  0.92251
                                                                                             0.92147
                                                                                                        0.92184
    r100
            0.92739
                        0.9258
                                 0.92525
                                                0.92477
                                                            0.92422
                                                                       0.92379
                                                                                  0.92342
                                                                                             0.92336
                                                                                                        0.92367
```

## Test FF\_VFI\_AZ\_BISEC\_LOOP Change Interest Rate and Discount

Show only save fraction of cash on hand:

```
mp_support = containers.Map('KeyType','char', 'ValueType','any');
mp_support('bl_print_params') = false;
mp_support('bl_print_iterinfo') = false;
mp_support('ls_ffcmd') = {'savefraccoh'};
mp_support('ls_ffsna') = {};
mp_support('ls_ffsna') = {};
mp_support('ls_ffgrh') = {};
mp_params = containers.Map('KeyType','char', 'ValueType','any');
mp_params('it_a_n') = 100;
mp_params('it_z_n') = 7;
```

```
mp_params('fl_a_max') = 50;
mp_params('st_grid_type') = 'grid_powerspace';
```

Solve the model with several different interest rates and discount factor:

```
% Lower Savings Incentives
mp_params('fl_beta') = 0.80;
mp_params('fl_r') = 0.01;
ff_vfi_az_bisec_loop(mp_params, mp_support);
Elapsed time is 10.824225 seconds.
CONTAINER NAME: mp_ffcmd ND Array (Matrix etc)
numel
                                                   colN
                                                                                std
                                                                                        coefvari
                 i
                      idx
                            ndim
                                            rowN
                                                           sum
                                                                     mean
                                                                                                   min
   savefraccoh
                 1
                      1
                             2
                                    700
                                            100
                                                    7
                                                           357.85
                                                                    0.51122
                                                                              0.27528
                                                                                        0.53848
xxx TABLE:savefraccoh xxxxxxxxxxxxxxxxxx
                                                                             c7
            c1
                      c2
                                           c4
                                                     c5
                                                                 с6
                0
                          0
                                    0
                                              0
                                                             0.00022362
                                                                          0.041544
   r1
                                                         0
                0
                          0
                                              0
                                                             0.00022362
                                                                          0.041544
   r2
                                    0
                                                         0
   r3
                0
                          0
                                              0
                                                         0
                                                              0.0011391
                                                                          0.041544
                                    0
   r4
                0
                          0
                                    0
                                              0
                                                         0
                                                              0.0016884
                                                                          0.041483
   r5
                0
                          0
                                    0
                                              0
                                                         0
                                                              0.0034584
                                                                           0.04136
   r96
          0.79586
                    0.79275
                               0.78945
                                         0.78591
                                                   0.78225
                                                                0.77853
                                                                           0.77059
   r97
          0.79684
                     0.79379
                               0.79055
                                         0.78713
                                                   0.78359
                                                                0.77993
                                                                           0.77212
   r98
           0.79782
                     0.79482
                               0.79171
                                         0.78835
                                                   0.78488
                                                                0.78127
                                                                           0.77365
           0.79873
   r99
                     0.79586
                               0.79275
                                         0.78951
                                                    0.7861
                                                                0.78262
                                                                           0.77548
   r100
           0.79965
                    0.79684
                               0.79385
                                         0.79061
                                                   0.78732
                                                                 0.7839
                                                                            0.7781
% Higher Savings Incentives
mp_params('fl_beta') = 0.95;
mp_params('fl_r') = 0.04;
ff vfi az bisec loop(mp params, mp support);
Elapsed time is 53.369195 seconds.
CONTAINER NAME: mp ffcmd ND Array (Matrix etc)
i
                      idx
                            ndim
                                   numel
                                                   colN
                                                                     mean
                                                                                std
                                                                                        coefvari
                                                                                                   min
                                            rowN
                                                           sum
   savefraccoh
                 1
                      1
                             2
                                    700
                                            100
                                                    7
                                                          481.37
                                                                    0.68768
                                                                              0.27118
                                                                                        0.39435
                                                                                                    0
xxx TABLE:savefraccoh xxxxxxxxxxxxxxxxxx
                                                      с5
                                                                          c7
            c1
                      c2
                                 с3
                                            c4
                                                                с6
                0
                                    0
                                         0.065774
                                                    0.18076
                                                              0.30655
                                                                        0.41654
   r1
                          0
   r2
                0
                          0
                                    0
                                         0.066201
                                                    0.18101
                                                              0.30674
                                                                         0.4166
   r3
                0
                          0
                                    0
                                          0.06791
                                                    0.18223
                                                              0.30747
                                                                        0.41709
   r4
                0
                          0
                                    0
                                         0.069619
                                                    0.18467
                                                              0.30759
                                                                        0.41812
   r5
                0
                                         0.071694
                          0
                                    0
                                                    0.18876
                                                              0.30838
                                                                        0.41983
   r96
          0.92428
                    0.92245
                                          0.92116
                                                    0.92049
                                                                        0.91824
                               0.92178
                                                              0.91872
   r97
          0.92501
                    0.92324
                               0.92257
                                                                        0.91921
                                          0.92196
                                                    0.92129
                                                              0.91958
          0.92574
                    0.92397
   r98
                               0.92336
                                          0.92275
                                                    0.92208
                                                              0.92049
                                                                        0.92025
```

r99 0.92647 0.9247 0.92409 0.92348 0.92287 0.92147 0.92159 0.92348 r100 0.92702 0.92544 0.92483 0.92422 0.92373 0.92336

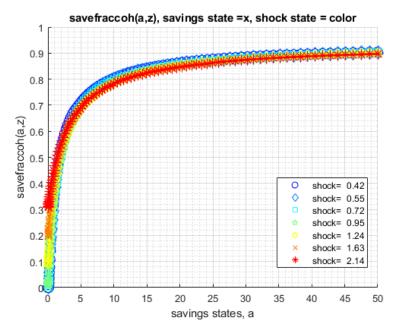
### Test FF VFI AZ BISEC LOOP Changing Risk Aversion

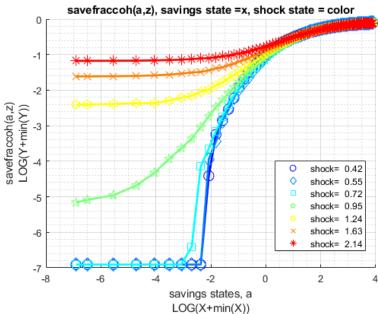
Here, again, show fraction of coh saved in summary tabular form, but also show it graphically.

```
mp_support = containers.Map('KeyType','char', 'ValueType','any');
mp_support('bl_print_params') = false;
mp_support('bl_print_iterinfo') = false;
mp_support('ls_ffcmd') = {'savefraccoh'};
mp_support('ls_ffsna') = {};
mp_support('ls_ffgrh') = {'savefraccoh'};
mp_params = containers.Map('KeyType','char', 'ValueType','any');
mp_params('it_a_n') = 100;
mp_params('it_z_n') = 7;
mp_params('fl_a_max') = 50;
mp_params('st_grid_type') = 'grid_powerspace';
```

Solve the model with different risk aversion levels, higher preferences for risk:

```
% Lower Risk Aversion
mp_params('fl_crra') = 0.5;
ff_vfi_az_bisec_loop(mp_params, mp_support);
Elapsed time is 47.635241 seconds.
CONTAINER NAME: mp_ffcmd ND Array (Matrix etc)
xxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxx
                 i
                      idx
                            ndim
                                    numel
                                            rowN
                                                   colN
                                                            sum
                                                                     mean
                                                                               std
                                                                                        coefvari
                                                                                                   min
                                                    7
   savefraccoh
                 1
                      1
                             2
                                     700
                                            100
                                                           452.13
                                                                    0.6459
                                                                             0.28031
                                                                                        0.43398
                                                                                                    0
c1
                       c2
                                 c3
                                            с4
                                                        c5
                                                                  с6
                                                                            c7
   r1
                0
                          0
                                     0
                                         0.0047401
                                                     0.089089
                                                                0.19822
                                                                          0.30783
                                         0.0051674
   r2
                0
                          0
                                                     0.089394
                                                                 0.1984
                                                                          0.30796
                                     0
                0
   r3
                          0
                                         0.0060218
                                                     0.090676
                                                                0.19926
                                                                          0.30851
                                     0
                0
                          0
                                                     0.092812
                                                                0.20115
                                                                          0.30973
   r4
                                     0
                                         0.0082801
   r5
                0
                          0
                                     0
                                          0.012247
                                                     0.092995
                                                                 0.2042
                                                                          0.31174
   r96
          0.90047
                     0.89925
                               0.89828
                                            0.8973
                                                      0.89632
                                                                0.89376
                                                                          0.89297
           0.90127
                     0.90017
                               0.89919
                                           0.89828
                                                       0.8973
                                                                 0.8948
                                                                          0.89394
   r97
                     0.90102
                               0.90011
                                                      0.89828
                                                                0.89577
                                                                          0.89498
   r98
           0.90206
                                           0.89919
                     0.90188
                                                      0.89919
   r99
          0.90279
                               0.90102
                                           0.90011
                                                                0.89681
                                                                           0.8959
   r100
           0.90359
                     0.90273
                               0.90188
                                           0.90096
                                                      0.90011
                                                                0.89803
                                                                          0.89687
```





When risk aversion increases, at every state-space point, the household wants to save more.

```
% Higher Risk Aversion
mp_params('fl_crra') = 5;
ff_vfi_az_bisec_loop(mp_params, mp_support);
```

Elapsed time is 46.937845 seconds.

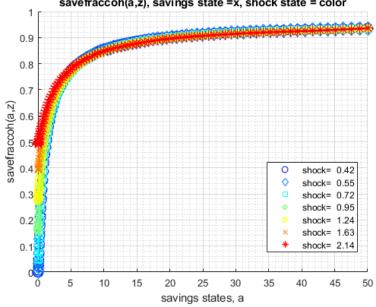
xxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxx

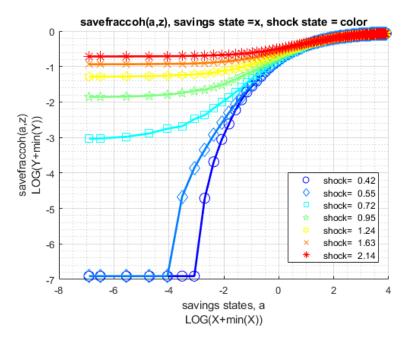
CONTAINER NAME: mp\_ffcmd ND Array (Matrix etc)

xxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxx

	i	idx	ndim	numel	rowN	colN	sum	mean	std	coefvari	min
	-										
savefraccoh	1	1	2	700	100	7	502.71	0.71816	0.25437	0.3542	0

	<b>c1</b>	c2	с3	с4	<b>c</b> 5	с6	с7
r1	0	0	0.047037	0.15537	0.27573	0.3909	0.4878
r2	0	0	0.047525	0.15531	0.27591	0.39102	0.4879
r3	0	0	0.049844	0.1569	0.27695	0.3917	0.4883
r4	0	0	0.054788	0.16025	0.27915	0.3931	0.4892
r5	0	0	0.062905	0.16569	0.28275	0.39542	0.4907
r96	0.93307	0.93258	0.93203	0.93154	0.9302	0.92995	0.9297
r97	0.93374	0.93325	0.93276	0.93227	0.93111	0.93105	0.9311
r98	0.93441	0.93398	0.93349	0.93307	0.93209	0.93227	0.932
r99	0.93508	0.93465	0.93423	0.93392	0.93331	0.93368	0.9343
r100	0.93575	0.93539	0.93508	0.9349	0.93496	0.93526	0.9358
	savefracco	h(a z) savings	state =x, shoc	k state = colo	•		
1 🚌		n(a,z), savings	otato – x, onoo	K State - COIO	-1-1-1-1		





Test FF\_VFI\_AZ\_BISEC\_LOOP with Higher Uncertainty

Increase the standard deviation of the Shock.

```
mp_support = containers.Map('KeyType','char', 'ValueType','any');
mp_support('bl_print_params') = false;
mp_support('bl_print_iterinfo') = false;
mp_support('ls_ffcmd') = {'savefraccoh'};
mp_support('ls_ffsna') = {};
mp_support('ls_ffsna') = {};
mp_params = containers.Map('KeyType','char', 'ValueType','any');
mp_params('it_a_n') = 150;
mp_params('it_a_n') = 15;
mp_params('it_a_max') = 50;
mp_params('st_grid_type') = 'grid_powerspace';
% graph color spectrum
mp_params('cl_colors') = 'copper';
```

#### Lower standard deviation of shock:

CONTAINER NAME: mp\_ffcmd ND Array (Matrix etc)

```
% Lower Risk Aversion
mp params('fl shk std') = 0.10;
ff_vfi_az_bisec_loop(mp_params, mp_support);
Elapsed time is 150.979328 seconds.
CONTAINER NAME: mp_ffcmd ND Array (Matrix etc)
i
                       ndim
                                                                  std
                                                                         coefvari
                  idx
                             numel
                                    rowN
                                          colN
                                                 sum
                                                         mean
                                                                                  min
                                                                         0.42788
                  1
                        2
                             2250
                                    150
                                           15
                                                1507.5
                                                        0.67001
                                                                 0.28668
   savefraccoh
              1
xxx TABLE:savefraccoh xxxxxxxxxxxxxxxxx
          c1
                  c2
                                    c4
                                            с5
                                                    c11
                                                             c12
                                                                     c13
                                                                              c14
                                                                                      c15
                              0
                                                   0.13847
                                                           0.18485
                                                                    0.23026
                                                                            0.27378
                                                                                     0.317
   r1
                      0
   r2
             0
                      0
                              0
                                      0
                                               0
                                                   0.13853
                                                           0.18491
                                                                    0.23032
                                                                            0.27384
                                                                                     0.317
   r3
             0
                      0
                              0
                                      0
                                               0
                                                  0.13895
                                                           0.18528
                                                                    0.23063
                                                                            0.27408
                                                                                     0.33
   r4
             0
                     0
                                                           0.18607
                              0
                                      0
                                               0
                                                 0.13987
                                                                  0.2313 0.27469
                                                                                     0.318
                     0
                                                                    0.2324 0.27567
   r5
             0
                              0
                                      0
                                              0 0.14011
                                                           0.18735
                                                                                     0.318
        0.92068 0.92049 0.91952
                                                                                     0.919
   r146
        0.92422 0.92403 0.92385 0.92361 0.92342 0.92141
                                                           0.92123 0.92098 0.92007
                                                                                     0.919
   r147
   r148
        0.9247 0.92452 0.92434 0.92409 0.92391
                                                  0.9219 0.92171 0.92153 0.92062
                                                                                     0.926
   r149
         0.92519 0.92501 0.92483 0.92458
                                          0.9244 0.92245 0.92226 0.92208 0.92116
                                                                                     0.92
   r150
         0.92568
                 0.9255
                         0.92531
                                  0.92507
                                          0.92489 0.92293
                                                           0.92275
                                                                    0.92257
                                                                            0.92245
                                                                                     0.922
```

Higher shock standard deviation: low shock high asset save more, high shock more asset save less, high shock low asset save more:

		i	idx	ndim n	umel	rowN	colN	sum	mean	std	coefvari	min	
		_											-
save <sup>.</sup>	fraccoh	1	1	2 2	250	150	15	1685.6	0.74914	0.22909	0.3058	0	6
xxx TABL	E:savefrac	coh	xxxxxxxx	«xxxxxxx									
	<b>c1</b>		c2	<b>c</b> 3		c4	c5	c11	c12	c13	c14		c15
		_										-	
r1		0	0		0	0	0	0.526	4 0.6126	4 0.68271	0.73922	. (	0.784
r2		0	0		0	0	0	0.5264	6 0.6126	4 0.68271	0.73922	. (	0.784
r3		0	0		0	0	0	0.5265	8 0.612	7 0.68271	0.73922	. (	0.784
r4		0	0		0	0	0	0.5268	2 0.6128	8 0.68283	0.73928	. (	0.784
r5		0	0		0	0	0	0.5273	1 0.6131	.3 0.68295	0.73934	. (	0.784
r146	0.9298	3	0.92928	0.9287	3 0.	92806	0.92739	0.9226	9 0.9235	4 0.9258	0.92904	. (	0.933
r147	0.930	2	0.92971	0.929	1 0.	92849	0.92788	0.9236	1 0.9247	7 0.9269	0.93001	. (	0.934
r148	0.9305	6	0.93008	0.9295	3 0.	92892	0.92831	0.9245	8 0.9259	3 0.928	0.93105	. (	0.935
r149	0.9309	3	0.93044	0.9299	5 0.	92934	0.92873	0.925	8 0.9270	0.9291	0.93203		0.9
r150	0.931	.3	0.93087	0.9303	2 0.	92977	0.92916	0.9269	6 0.9281	.8 0.93014	0.93294	. (	0.936