

11.2 Decisions Under Uncertainty - Normal Form Games Against Nature

Tuesday, November 10, 2020 6:35 PM

	Growth			
Scenario	Rapid	Medium	Slow	EV
Probability	.2	.4	.4	
Actions	Net Benefits			
Start Now	9	4	-2	$(.2 * 9) + (.4 * 4) - (.4 * 2) = 2.6$
Start in 4 Years	4	6	3	$(.2 * 4) + (.4 * 6) + (.4 * 3) = 4.4$
Start in 8 Years	-2	2	6	$-(.2 * 2) + (.4 * 2) + (.4 * 6) = 2.8$