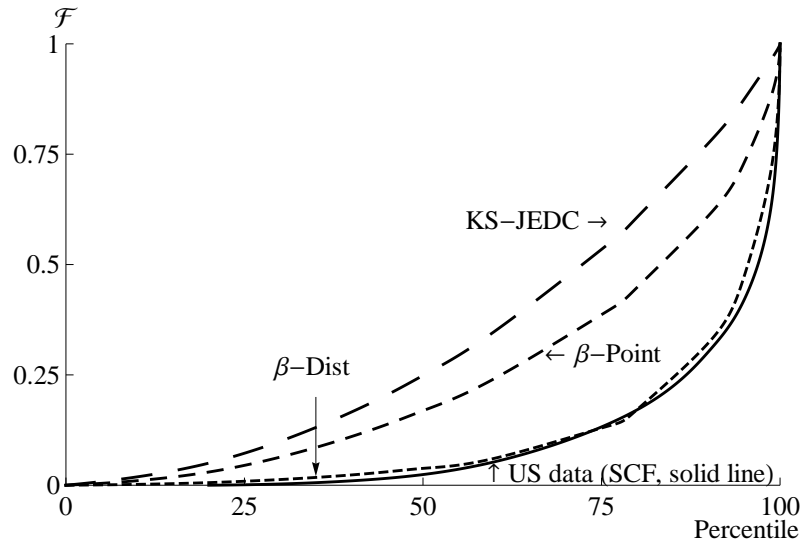
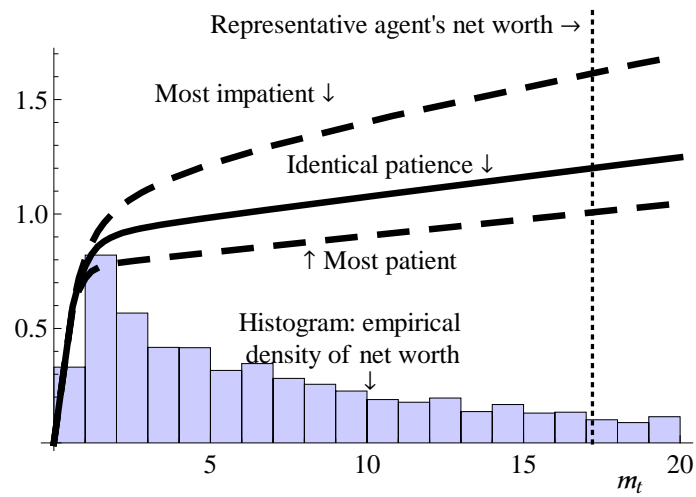


Figure 1 Distribution of Net Worth (Lorenz Curve)



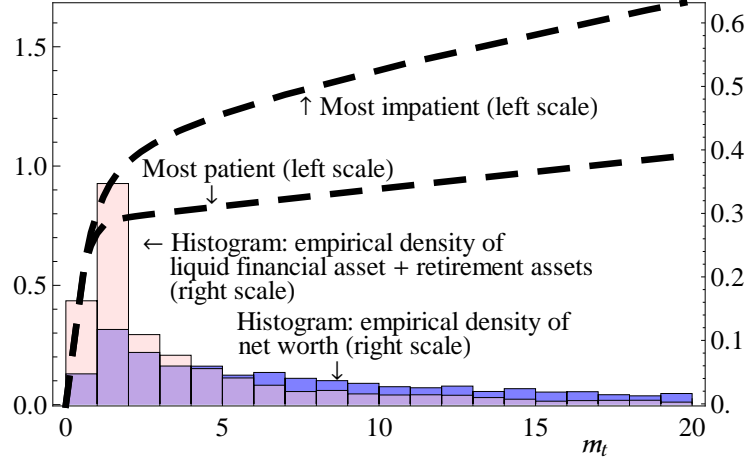
Notes: The solid curve shows the distribution of net worth in the 2004 Survey of Consumer Finances.

Figure 2 Empirical Wealth Distribution and Consumption Functions of β -Point and β -Dist Models



Notes: The solid curve shows the consumption function for β -Point model. The dashed curves show the consumption functions for the most patient and the least patient consumers for β -Dist model. The histogram shows the empirical distribution of net worth (m_t) in the Survey of Consumer Finances of 2004.

Figure 3 Empirical Distribution of Liquid Financial Assets + Retirement Assets and Consumption Functions of β -Dist Model



Notes: The dashed curves show the consumption functions for the most patient and the least patient consumers for β -Dist model. The blue (dark grey) and pink (light grey) histograms show the empirical distributions of net worth and liquid financial and retirement assets, respectively, in the Survey of Consumer Finances of 2004.

Figure 4 Distribution of MPCs Across Households

