Figure 1. Compensatory and non-compensatory biases. The relationships between the forecasted probability and actual outcome relative frequency are depicted for compensatory and non-compensatory biases. The Green and purple lines show the biases of overextremity and underextremity, respectively. The blue and red lines illustrate underprediction and overprediction. Note that only one bias is present in each line and the degree of bias is set for illustrative purposes.