

P7

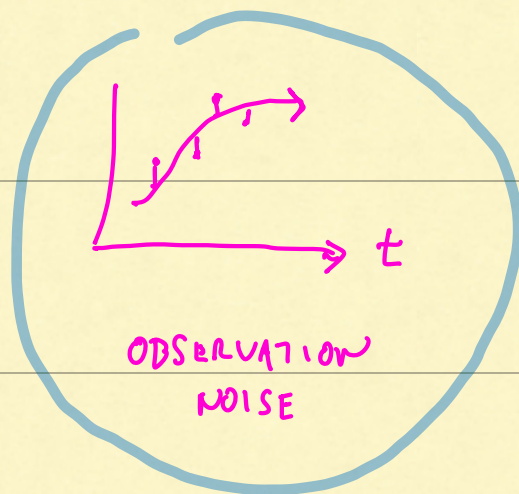
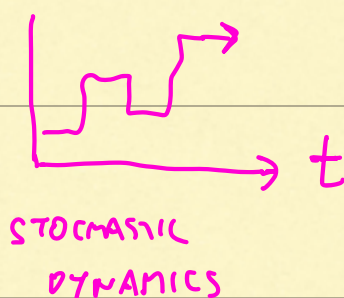
$$C = k M^{\alpha}$$

CLEARANCE RATE

$$C = k M^{\alpha} + \epsilon$$

GAUSSIAN iid,  $\sigma$

3 TYPES OF RANDOMNESS



$$lC = \log C$$

$$lM = \log M \quad \text{UNIF}(12, 100)$$

$$\Rightarrow [lC] = k + \alpha [lM]$$

