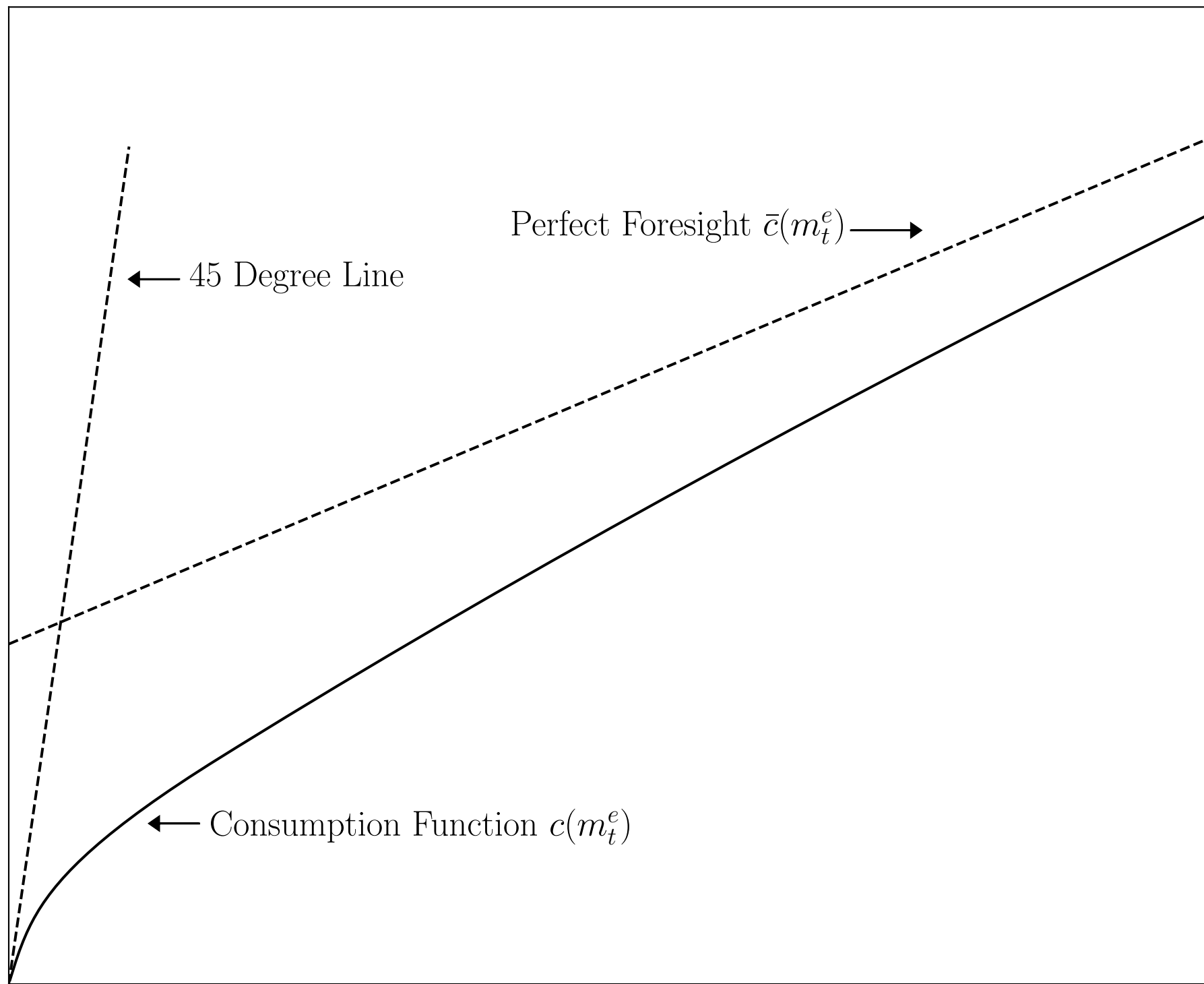


$c_t^e$



← 45 Degree Line

Perfect Foresight  $\bar{c}(m_t^e)$  →

← Consumption Function  $c(m_t^e)$

$m_t^e$