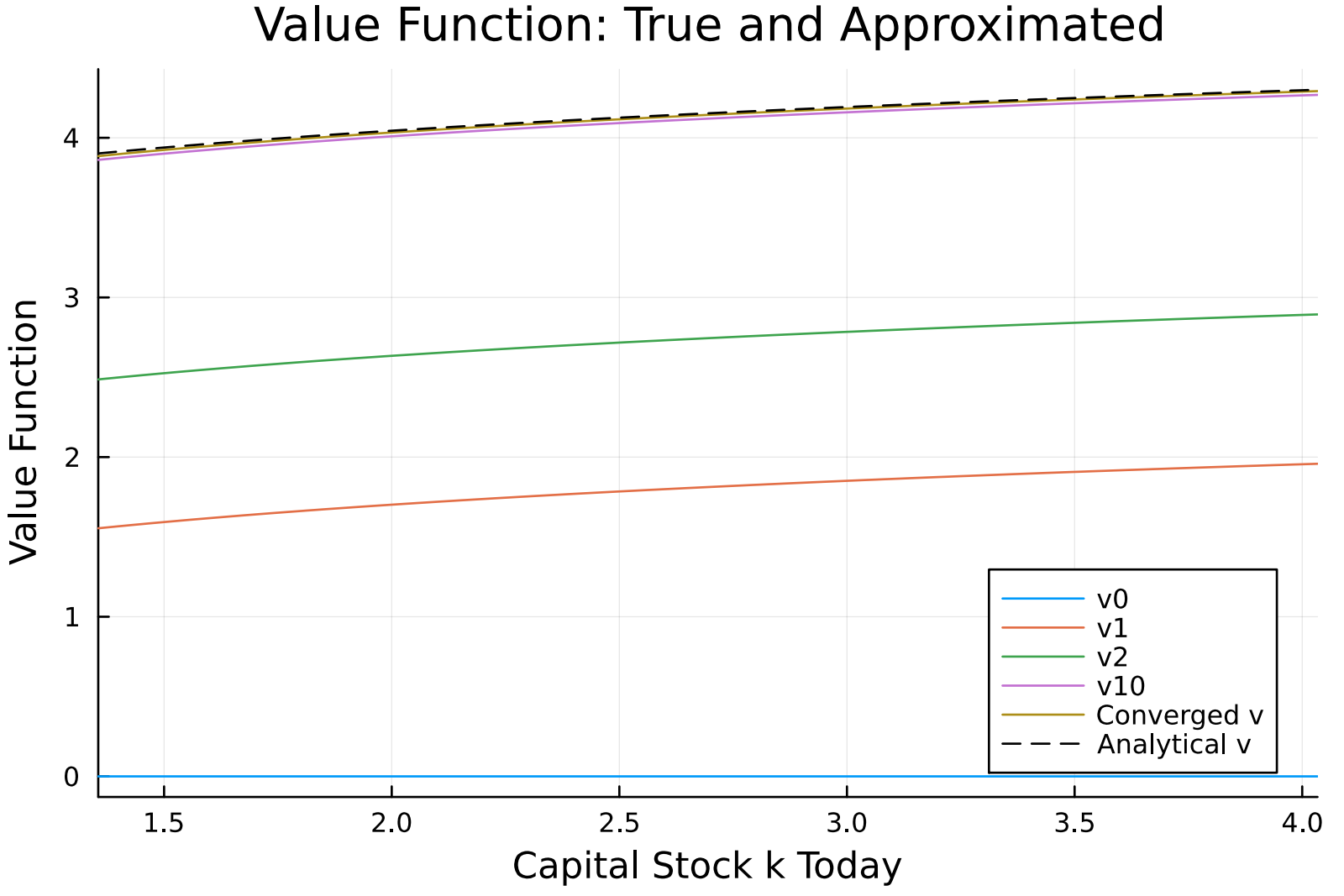
Value Function: True and Approximated
Value Function
Capital Stock k Today
0
1
2
3
4
1.5
2.0
2.5
3.0
3.5
4.0
v0
v1
v2
v10
Converged v
Analytical v