

Expected income or the wage, \hat{y}, w

Better for
Beata

u_2^B

u_1^B

$\hat{y}(\bar{\Delta})$

\hat{y}_b

\bar{w}_b

w^c

m

$\hat{y}(\Delta) - \bar{p} \cdot k$

Certain
wage, w^c

Δ_b

Δ

Risk, Δ

