# Figure 1. A non-stochastic labour supply model

**A. Oringinal model**

$C$

$W_0$

$0$
$(R = T)$

$R_0$  $R^n$  $R^e$  $T$

$(R = 0)$

$T - R$

**B. Simultaneous changes in NRA and**

$C$

$D$  $C$  $B$  $A$

$W_0$

$0$
$(R = T)$

$R_1^n$  $R_0^n$  $R_1^e$  $R_0^e$  $T$

$(R = 0)$

$T - R$

**C. Only change in NRA**

$C$

$W_0$

$0$
$(R = T)$

$R_1^n$  $R_{0h}$  $R_0^n$  $R_{0l}$  $R_0^e$  $T$

$(R = 0)$

$T - R$

**D. Only change in ERA**

$C$

$W_0$

$0$
$(R = T)$

$R_0^n$  $R_1^e$  $R_0^e$  $T$

$(R = 0)$

$T - R$