



Choice 1: Choose one of the following bets:

Bet A:

\$2500 with probability: 33%

\$2400 with probability: 66%

\$0 with probability: 1%

Bet B:

\$2400 with probability: 100%

Choice 2: Choose one of the following bets:

Bet C:

\$2500 with probability: 33%

\$0 with probability: 67%

Bet D:

\$2400 with probability: 34%

\$0 with probability: 66%

Choice 1: Choose one of the following bets:

Bet A:

\$2500 with probability: 33%

\$2400 with probability: 66%

\$0 with probability: 1%

Bet B:

\$2400 with probability: 100%

Certain outcome

Choice 2: Choose one of the following bets:

Bet C:

\$2500 with probability: 33%

\$0 with probability: 67%

Bet D:

\$2400 with probability: 34%

\$0 with probability: 66%

Choice 2: Choose one of the following bets:

Bet C:

\$2500 with probability: 33%

\$0 with probability: 67%

Bet D:

\$2400 with probability: 34%

\$0 with probability: 66%

$$\pi(p) = e^{-(-\ln(p))^\alpha}$$

$$0 < \alpha < 1$$

