

TABLE 2—PARAMETERS: A PRIORI INFORMATION

Category	Parameter values	Criteria
Preferences	$\chi = 0.70$ $\tilde{\beta} = 0.96$	OECD scale Prescott (1986)
Household technology	$\theta = 0.21, \lambda = 0.19$	McGrattan et al. (1997)
Death probability	$\delta = 1/30$	A 30-year lifespan
Hours	$\bar{h} = 0.36$	Data