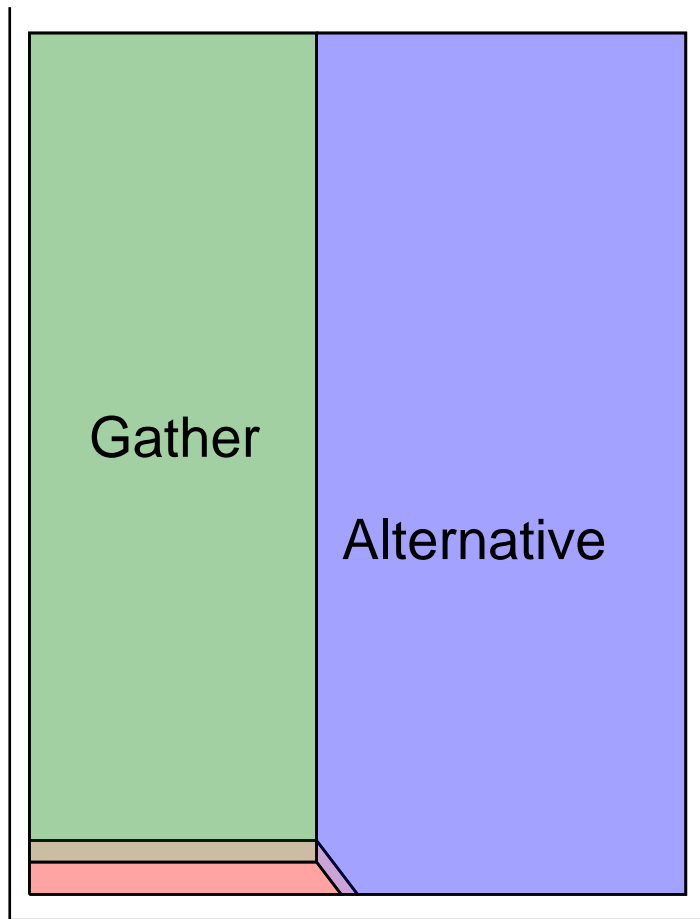


Competitive

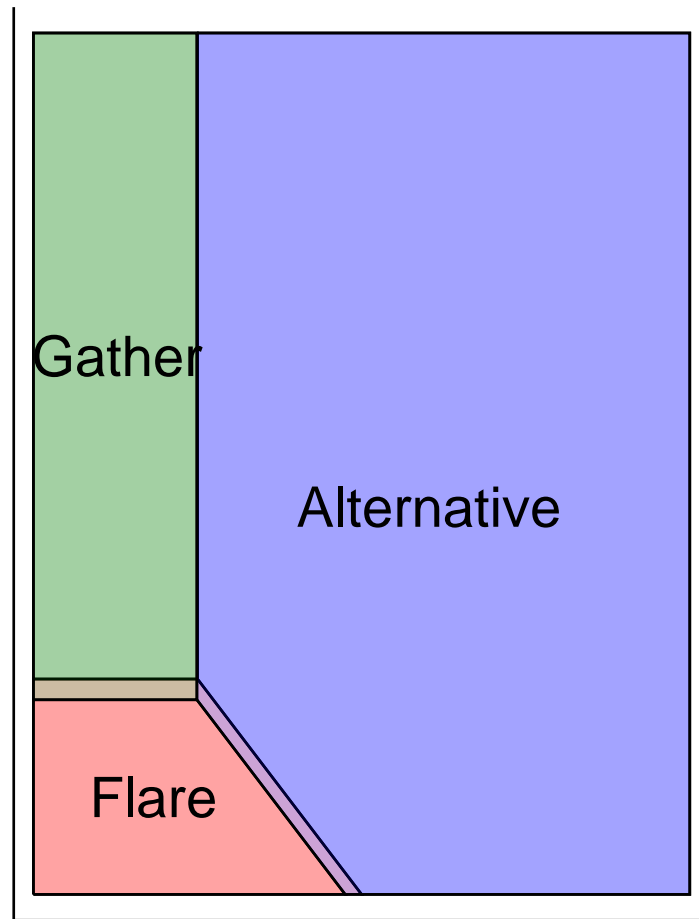
Cost of flaring



Value of Outside Option

Monopolistic

Cost of flaring



Value of Outside Option