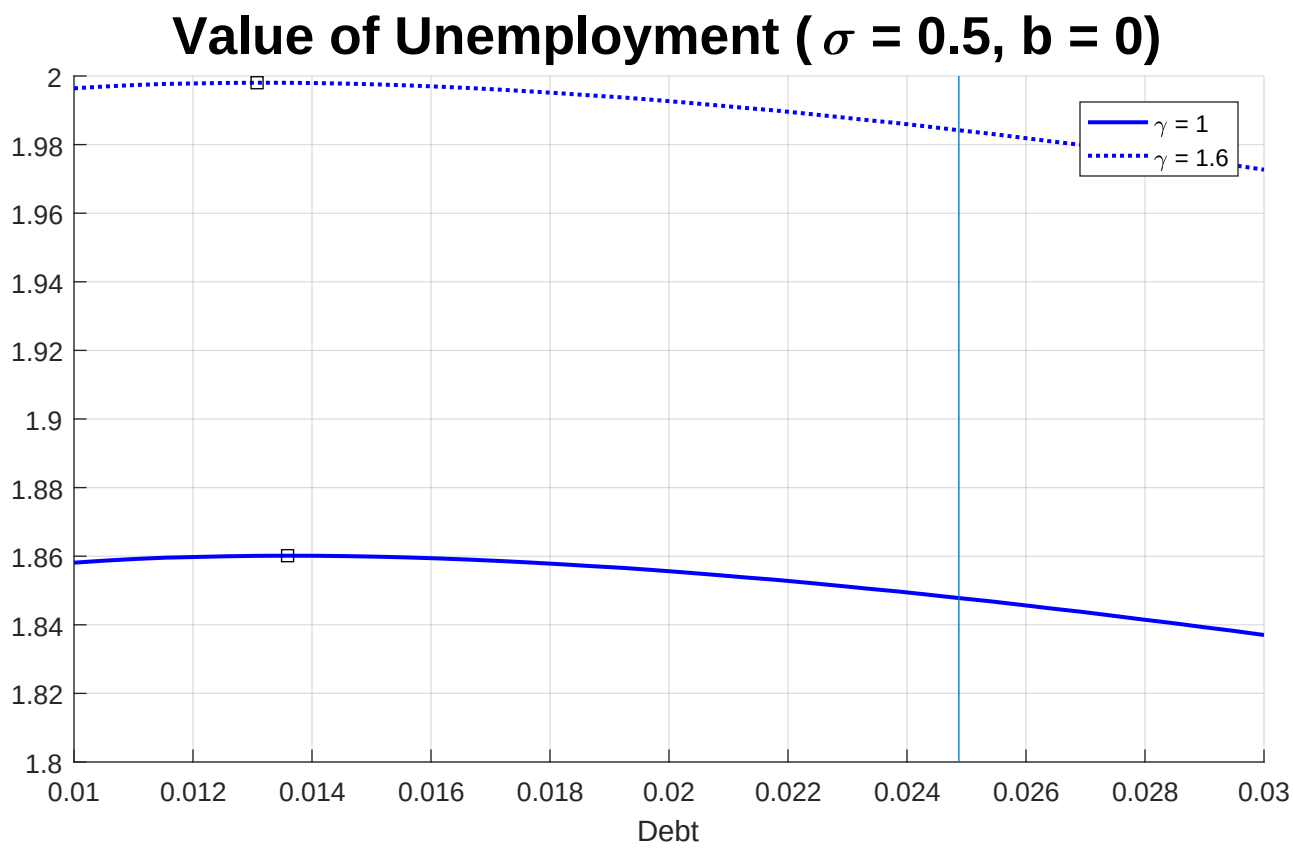
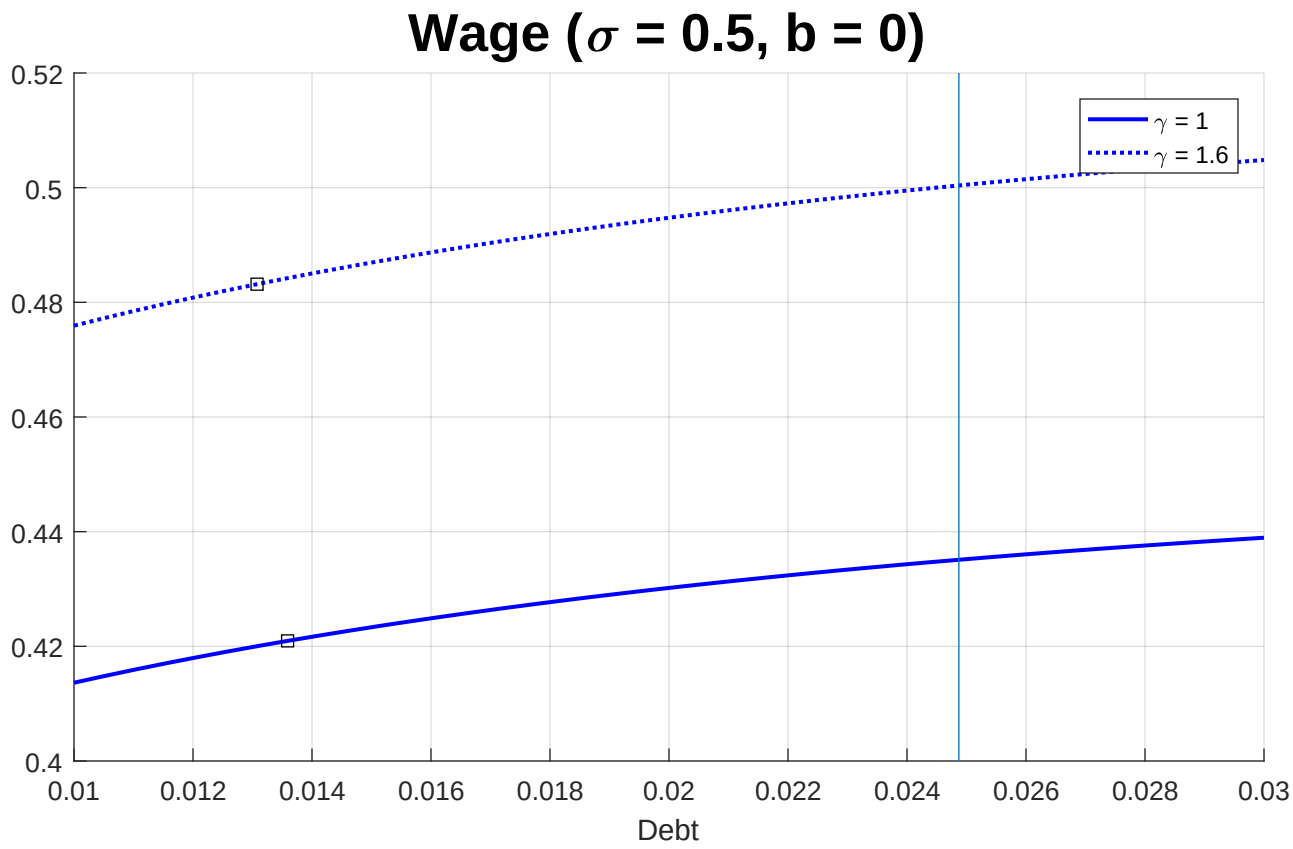

Value of Unemployment (σ = 0.5, b = 0)
2
1.98
1.96
1.94
1.92
1.9
1.88
1.86
1.84
1.82
1.8
0.01
0.012
0.014
0.016
0.018
0.02
0.022
0.024
0.026
0.028
0.03
Debt
γ = 1
γ = 1.6


Wage (σ = 0.5, b = 0)
0.52
0.5
0.48
0.46
0.44
0.42
0.4
0.01
0.012
0.014
0.016
0.018
0.02
0.022
0.024
0.026
0.028
0.03
Debt
γ = 1
γ = 1.6