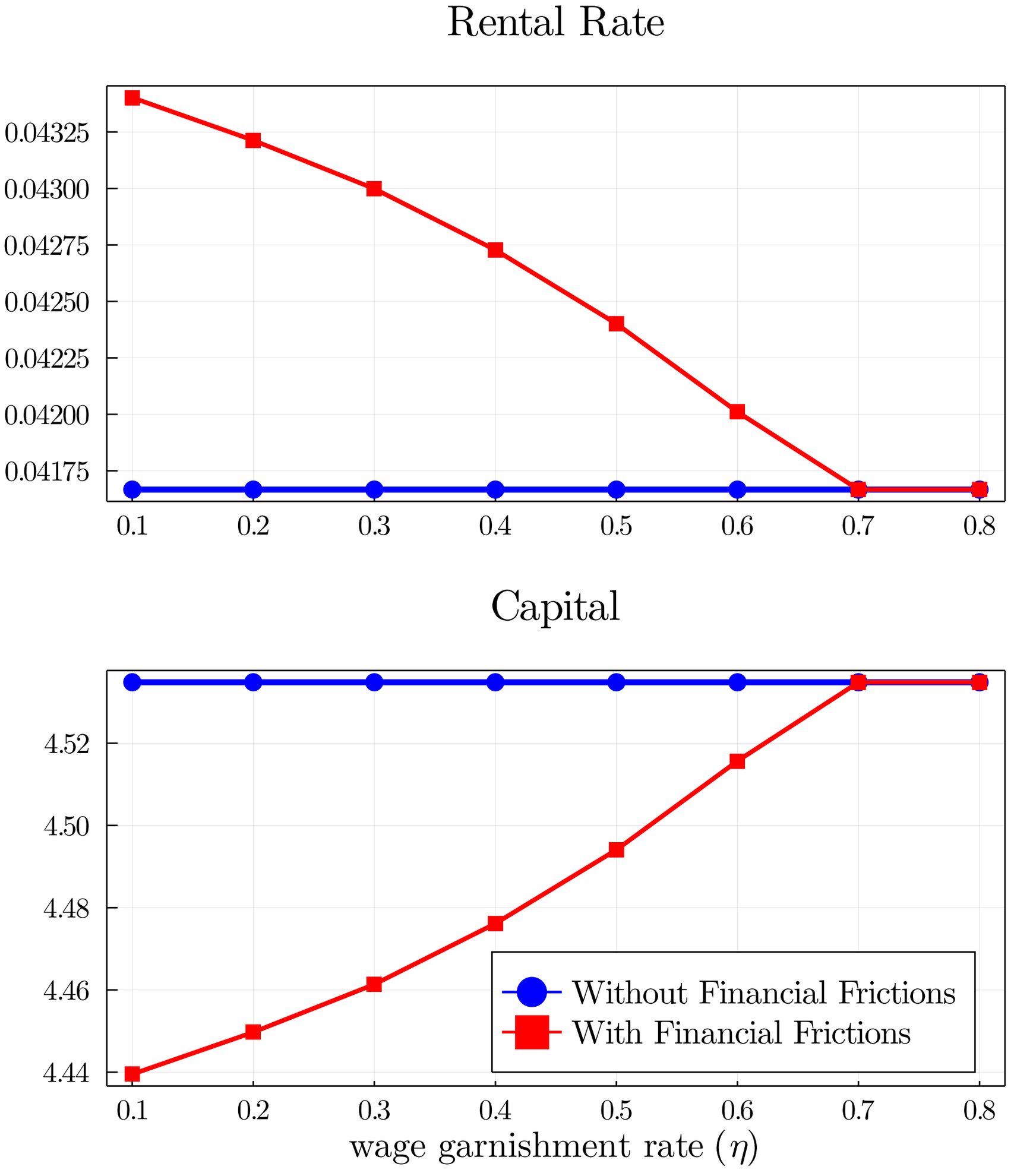
Rental Rate
0.04325
0.04300
0.04275
0.04250
0.04225
0.04200
0.04175
0.1
0.2
0.3
0.4
0.5
0.6
0.7
0.8
Capital
4.52
4.50
4.48
4.46
4.44
Without Financial Frictions
With Financial Frictions
wage garnishment rate (η)