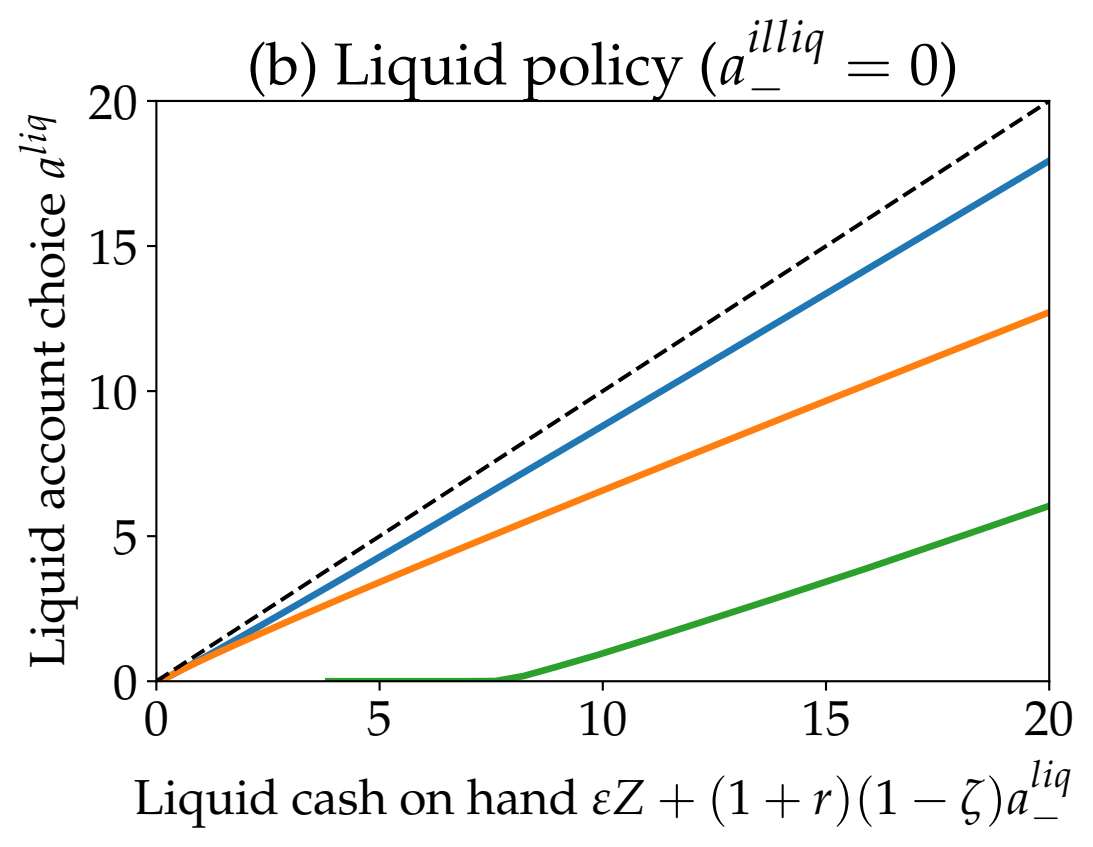
(b) Liquid policy ($a_{-}^{illiq} = 0$)
Liquid account choice $a^{liq}$
Liquid cash on hand $\varepsilon Z + (1+r)(1-\zeta)a_{-}^{liq}$
0
5
10
15
20