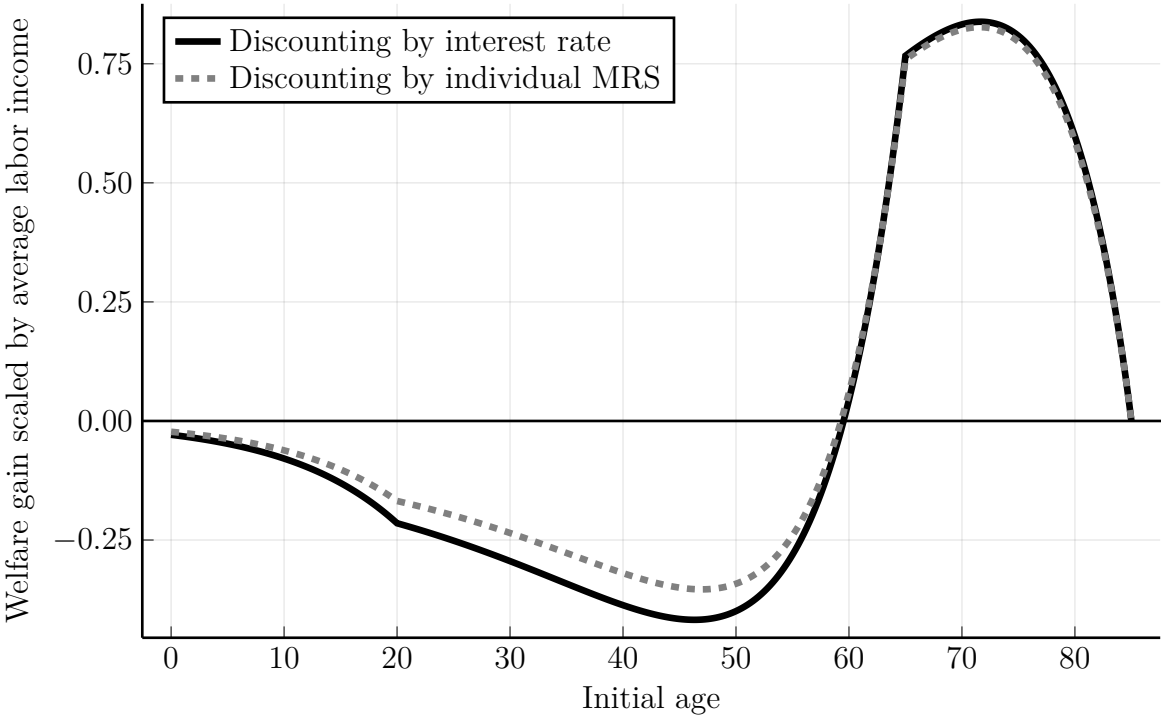
Discounting by interest rate
Discounting by individual MRS
Welfare gain scaled by average labor income
0.75
0.50
0.25
0.00
−0.25
0
10
20
30
40
50
60
70
80
Initial age