

Your endowment is £5.

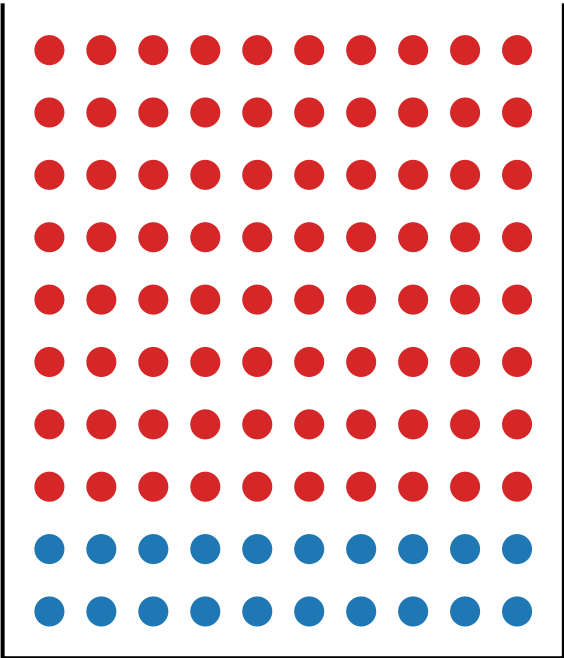
**Option 1: Take risk**

(i.e., adjust my endowment by the outcome of):

With 80% probability the  
outcome is £0.50 and with 20%  
probability the outcome is £-2.00

80/100: red ●

20/100: blue ●



If red ● you get £0.50

If blue ● you get £-2.00

**Option 2: Take amount**

(i.e., adjust my endowment by):

£0.46