

Your endowment is £5.

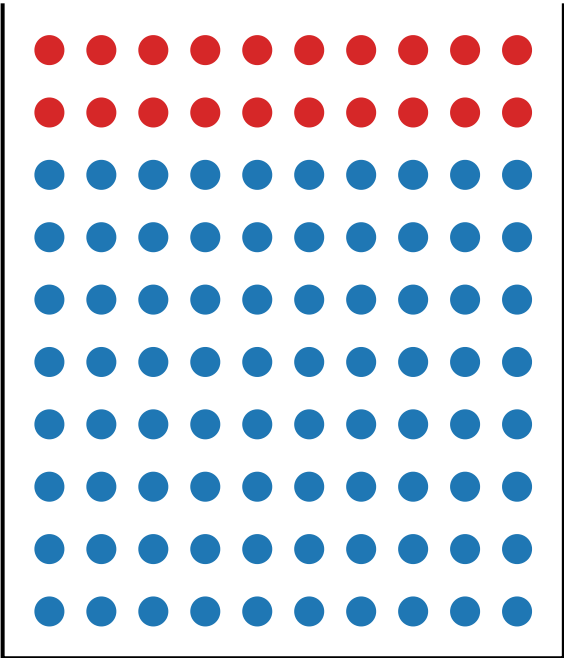
Option 1: Take risk

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

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

20/100: red ●

80/100: blue ●



If red ● you get £2.00

If blue ● you get £-0.50

Option 2: Take amount

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

£-0.27