FIGURE 1: Corr. = 0.2, k1 = .01, k2 = .01

Region I
Region II
Region III
Region IV
Region V
Region VI
Region VII
Region VIII

NO-TRADE REGION

w2
w1
FIGURE 1A:
Error (JA1 - k1) Along Segment XY

FIGURE 1B:
Error (JA2 + k2) Along Segment ZY
FIGURE 2: Corr. = 0.7, k1 = .01, k2 = .01
FIGURE 2A:
Error (JA1 - k1) Along Segment XY

FIGURE 2B:
Error (JA2 + k2) Along Segment ZY
FIGURE 2(I): Corr. = 0.7, k1 = .01, k2 = .01
FIGURE 2A(1):
Error \((J\alpha_1 - k1)\) Along Segment \(XY\)

FIGURE 2B(1):
Error \((J\alpha_2 + k2)\) Along Segment \(ZY\)
FIGURE 3: Corr. = 0.7, k1 = .01, k2 = .001