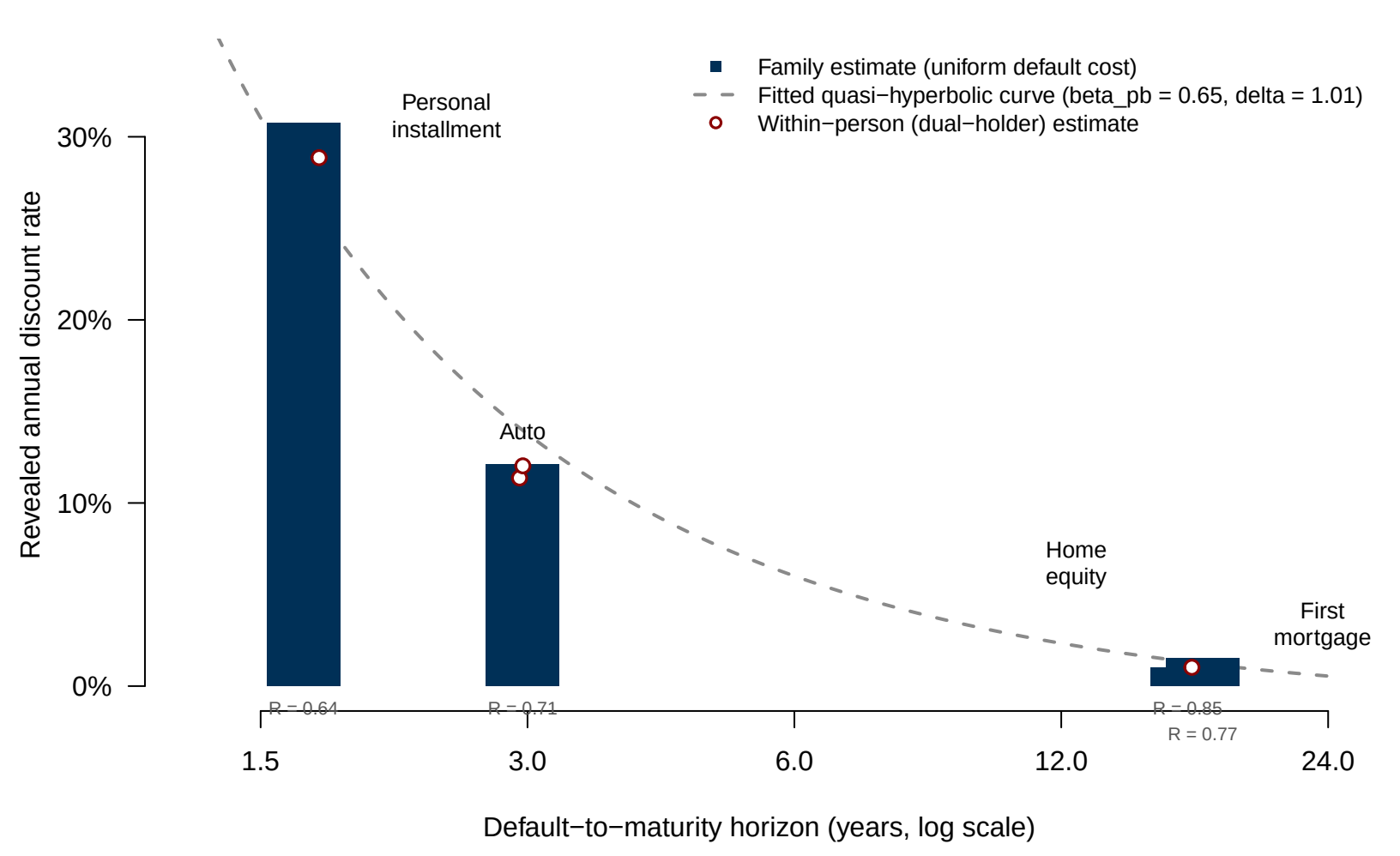
Family estimate (uniform default cost)
Fitted quasi−hyperbolic curve (beta_pb = 0.65, delta = 1.01)
Within−person (dual−holder) estimate
Revealed annual discount rate
30%
20%
10%
0%
Personal installment
Auto
Home equity
First mortgage
R = 0.64
R = 0.71
R = 0.85
R = 0.77
1.5
3.0
6.0
12.0
24.0
Default−to−maturity horizon (years, log scale)