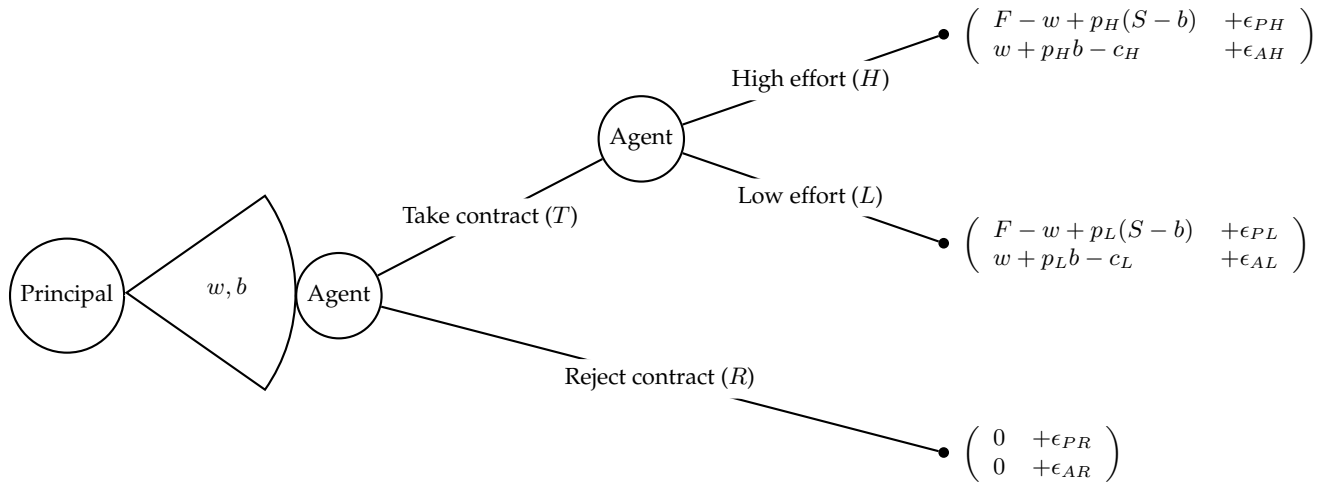


Figure 1: The Basic Principal-Agent Game



Notes: Final payoffs for the principal and agent are expected payoffs given the realization of “success” or “failure” in the venture. These payoffs are perturbed by ϵ_* in different ways for the different solution concepts.