Exercises

E23.23 [1RY] In the above hypotheses, assuming that $\frac{\partial F}{\partial v} > 0$ and $\frac{\partial^2 F}{\partial aa} > 0$

Solution 1. [1RZ]

0, show that the envelope graph g is locally the "edge" of the union of the graphs f_{α} (in the sense that $g(x) \geq f_{\alpha}(x)$ with equality for

only one a).