

# Contents

<b>1</b>	<b>Introduction</b>	<b>1</b>
<b>2</b>	<b>Objectives</b>	<b>3</b>
2.1	General Objective . . . . .	3
2.2	Specific Objectives . . . . .	3
<b>3</b>	<b>Literature Review</b>	<b>4</b>
<b>4</b>	<b>Theoretical Model</b>	<b>8</b>
4.1	A Model without Beliefs Disagreements and Symmetric Uncertainties . . . . .	9
4.2	A Model with Beliefs Disagreements and Symmetric Uncertainties . . . . .	10
4.3	A Model without Beliefs Disagreements and Asymmetric Uncertainties . . . . .	12
4.4	A Model with Beliefs Disagreements and Asymmetric Uncertainties . . . . .	15
<b>5</b>	<b>Model Dynamics</b>	<b>17</b>
5.1	Beliefs Disagreement sensitivity . . . . .	17
5.2	Uncertainty Degree's sensitivity . . . . .	21
<b>6</b>	<b>Linear Estimation Analysis</b>	<b>24</b>
6.1	Beliefs Disagreement Hypotheses . . . . .	26
6.1.1	Protection Values . . . . .	26
6.1.2	Luxury Appetite . . . . .	28
6.1.3	Love for Art . . . . .	30
6.2	Uncertainty & Risk Aversion Hypotheses . . . . .	31
<b>7</b>	<b>Concluding Remarks</b>	<b>35</b>
<b>8</b>	<b>Appendix</b>	<b>37</b>
8.1	<i>Technical Proofs &amp; Calculations</i> . . . . .	37
8.2	<i>Empirical Analysis</i> . . . . .	44
	<b>Bibliography</b>	<b>49</b>