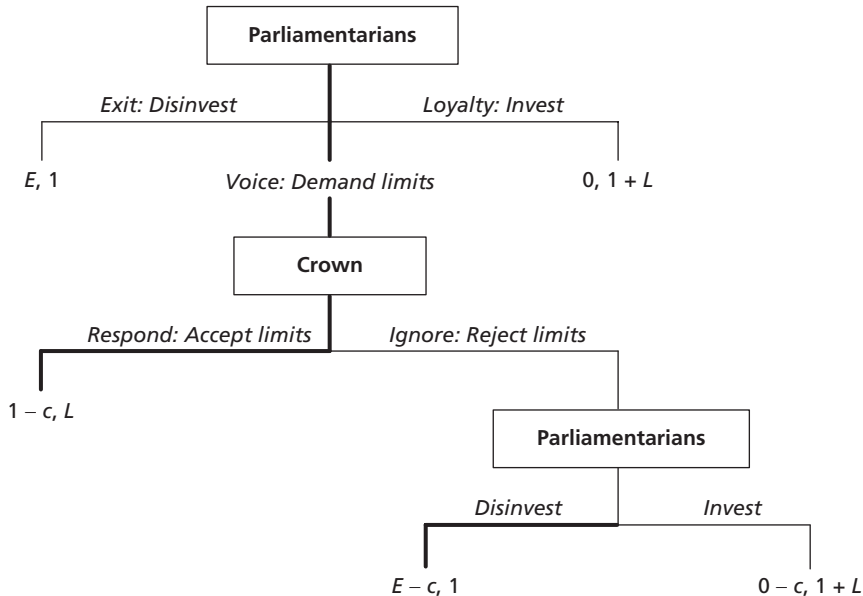


FIGURE 6.8

Solving the EVL Game When the Parliamentarians Have a Credible Exit Threat, $E > 0$, and the Crown Is Dependent, $L > 1$



The subgame perfect equilibrium is (Demand limits, Disinvest; Accept limits).