

Referee offers a better summary than we do:

Why do I like the paper? As it gives us a very nice intuition for why the agent should be incentivized to propose multiple projects. Because this allows the principle to hedge risks. How can the agent be incentivized to propose multiple projects? By giving the agent the same payoff as she would get if she proposed a single project.

Why do I like the paper? As it shows how instrumental a worst case approach can be to uncover insights in very realistic settings without getting bogged down with priors and many other assumptions. Open our minds to new approaches to finally get simple and insightful findings. Econometrica is the right outlet given the beautiful analysis and the courage to not follow the beaten (Bayesian) path.