

$$S^2(p_{1t}, p_{2t}, \theta) = \frac{(\frac{\partial^2 \sigma_{gap}}{\partial p_{1t} \partial p_{2t}})}{(\frac{\partial^2 \sigma}{\partial p_{1t} \partial p_{2t}})}$$

$$(\frac{\partial^2 \sigma_{gap}}{\partial p_{1t} \partial p_{2t}}) \simeq \int T(b'') e^{i \vec{b}'' \cdot \vec{q}_{2t}} T(b') e^{i \vec{b}' \cdot \vec{q}_{1t}} e^{-\Omega(b)/2} e^{i \vec{b} \cdot \vec{k}_t} d^2 b' d^2 b'' d^2 b \frac{d^2 k_t}{4\pi^2}$$

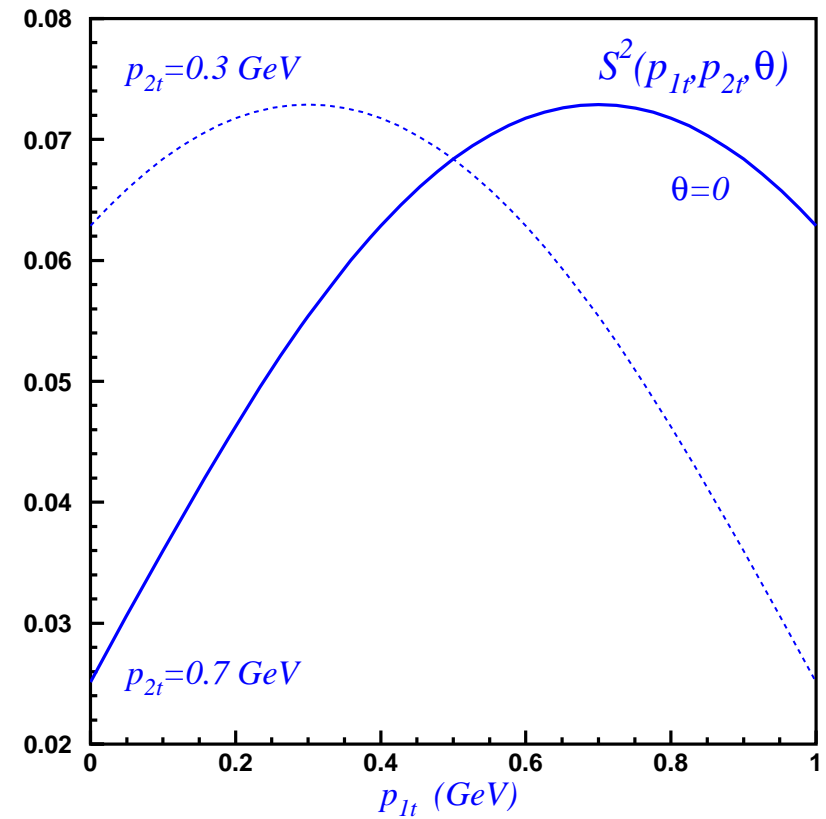
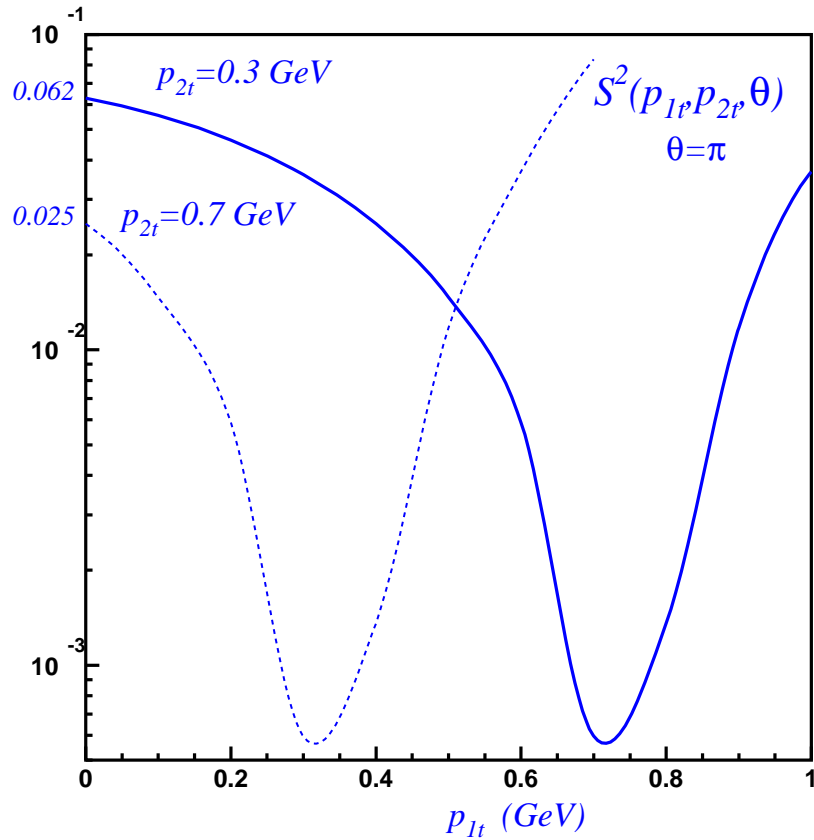
where

$$\vec{q}_{1t} = \vec{k}_t + \vec{p}_{1t} \quad \vec{q}_{2t} = \vec{k}_t - \vec{p}_{2t}$$

$$\Omega(b) = \frac{\sigma_0}{\pi R^2} \left(\frac{S}{S_0}\right)^\Delta e^{-\frac{b^2}{R^2}}$$

$$e^{-\Omega(b)/2} \simeq 1 - \Omega(b)/2$$

IN THIS EXPANSION OUR APPROACH IS CONSISTENT WITH KHOZE, MARTIN AND RYSKIN (2002).



$$S^2(p_{1t}, p_{2t}, \theta) = [1 - 0.73 \exp(0.29 |\vec{p}_{1t} - \vec{p}_{2t}|^2)]^2$$

