

25. In this game in a strategic setting, players 1 and 2 play according to the matrix shown. However, player 1's payoff number x is private information. Player 2 knows only that $x = 12$ with probability $\frac{2}{3}$ and $x = 0$ with probability $\frac{1}{3}$.

$$\begin{array}{cc} & \begin{array}{cc} L & R \end{array} \\ \begin{array}{c} U \\ D \end{array} & \begin{pmatrix} x, 9 & 3, 6 \\ 6, 0 & 6, 9 \end{pmatrix} \end{array}$$

Note that the matrix pictured is not the true normal form of the game, because player 1 observes x before making his decision. Player 1 observes nature's action before selecting between U and D , yet player 2 must make her choice without observing player 1's type or action.

- Draw the game tree
 - Determine the information sets
 - Compute for all 4 pure strategies of player 1 beliefs for player 2
 - and picture the normal form of this game
 - Determine the pure Nash equilibrium
 - Is this Nash equilibrium perfect Bayesian?
26. The beer-quiche game. Consider the following signaling game. Player 1 is either "weak" or "strong". This is determined by a choice move, resulting in player 1 being "weak" with probability $\frac{1}{10}$. Player 1 is informed about the outcome of this chance move but player 2 is not; but the probabilities of either type of player 1 are common knowledge among the two players. Player 1 has two actions: either have quiche (Q) or have beer (B) for breakfast. Player 2 observes the breakfast of player 1 and then decides to duel (D) or not to duel (N) with player 1. The payoffs are as follows. If player 1 is weak and eats quiche then D and N give him payoffs of 1 and 3, respectively, if he is weak and drinks beer, the these payoffs are 0 and 2, respectively. If player 1 is strong, then the payoffs are 0 and 2 from D and N, respectively, if he eats quiche; and 1 and 3 from D and N, respectively, if he drinks beer. Player 2 has payoff 0 from not dueling, payoff 1 from dueling with the weak player 1, and payoff -1 from dueling with the strong player 1.
- Draw the game tree
 - Compute all pure strategy Nash equilibria of the game
 - Find out which of these Nash equilibria are perfect Bayesian equilibria

- Give the corresponding beliefs and determine whether these equilibria are pooling or separating.

27. Compute the evolutionary stable strategies for the following payoff matrix

$$A = \begin{matrix} & F & B \\ F & (2 & 0) \\ B & (0 & 1) \end{matrix}$$

28. Determine the replicator dynamics for the Rock-Paper-Scissors Game

$$\begin{matrix} & \textit{Rock} & \textit{Paper} & \textit{Scissors} \\ \textit{Rock} & (1 & 0 & a) \\ \textit{Paper} & (a & 1 & 0) \\ \textit{Scissors} & (0 & a & 1) \end{matrix}$$

29. For every real number a the 3-person TU-game v_a is given by $v_a\{i\} = 0, i = 1, 2, 3, v_a\{1, 2\} = 3, v_a\{1, 3\} = 2, v_a\{2, 3\} = 1,$ and $v_a\{1, 2, 3\} = a.$

- Determine the minimal value of a so that the TU-game v_a has a nonempty core.
- Calculate the Shapley value of v_a for $a = 6.$
- Determine the minimal value of a so that the Shapley value of v_a is a core distribution (allocation).

Please note and remember your working time for the preparation of example 25 to 29.