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Finding the optimal strategy for the dice game 'Pig'

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Abstract

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1 Introduction

1.1 Aims and Objectives

The ultimate aim of this project was to find an optimal strategy (or optimal strategies) for the dice game Pig. The optimal strategy is to be defined as a strategy that when played against all other strategies, it has the highest probability of winning. The other aims of the project were to compare our optimal strategy found to the optimal strategy that Todd Neller describes in his 2004 paper[2]. Finally, we looked at the psychological aspect of playing pig and whether human players play according to their risk preferences (risk neutral, risk loving or risk averse) and whether an individuals strategy is influenced by how well his opponent is.

We tried to achieve these aims by pursuing the following objectives:

1. Using MATLAB to write a function that calculates the probability of any strategy winning against another, thus telling us which strategy is better
2. Following this we develop a code that finds the best strategy against any given strategy, which can be used to find the final optimal strategy.
3. Combining our probability calculator and strategy optimiser, we can run many tests on different strategies, producing a variety results to study
4. Get a sample of people to play pig, get them to record their results and then determine whether their strategy is influenced by how well (or badly) their opponent is doing and whether they stick to their stated risk preferences (risk averse, risk neutral, risk loving)

1.2 Basics of Pig

‘Pig’ is a turn based dice game played by 2 people rolling a die. The number on the die signifies the points gained on that roll, which are collated in a sum total of points for the turn. These points can be banked to bring a players turn to an end. However, the points in this rolling total can be lost if the player rolls a 1, this will also automatically bring their turn to an end. The aim of the game is to be the first player to have a banked total of points greater than or equal to 100.

Many different strategies can be used in Pig. For example, a simple strategy would be to roll until passing a turn score of 20, then banking. A strategy can be thought of as the choice to either roll the dice, or bank the turn score, at any game state.

A game state is defined by the current position of the game, my banked score, your banked score, and my turn score. These three scores vary between zero and 100. The mistake would be to assume that this means there are $100 \times 100 \times 100 = 1$ Million game states. The reason this is not true is because many are not possible. Take a banked score of 90 and a turn score of 50 for example, this game would have ended a long time ago when the player reached a turn score of 10 winning them the game! This could be called an impossible game state, because it is not possible to reach this state, playing by the rules of the game. Another type of impossible game state is with a turn score of 1. The smallest turnscore larger than 0 that a player can have is by rolling a 2, giving them a turn score of 2.

Let us now define a strategy as an array of choices, 1s for rolling, and 0s for banking, where the array is 3 dimensional, and containing every possible game state. Does this let us define every possible strategy or are there more variables to consider? If this does define every strategy, the next big question, and the main focus of this paper, is what is the best strategy to play? What strategy is most likely to win against any other, and be crowned the Optimal Strategy for the dice game pig.

At any gamestate it is possible to produce linear equations to determine if it is better to roll or bank by looking at the probability of winning from that gamestate. Suppose I have 2 strategies A and B. Consider that it is A’s turn and we are in position (i, j, k) where i is A’s banked points, j is B’s banked points, and k is A’s sum total of points so far on this turn. Let P_{ijk} denote the probability of A winning from the current position and Q_{jik} denote probability of B winning from the equivalent position (Note that the position of j and i have swapped because it is from the perspective of each player). Then,

$$p_{ijk} = \frac{1}{6}(1 - Q_{ij0}) + \frac{1}{6} \sum_{r=2}^6 P_{ijk+r} \quad (1)$$

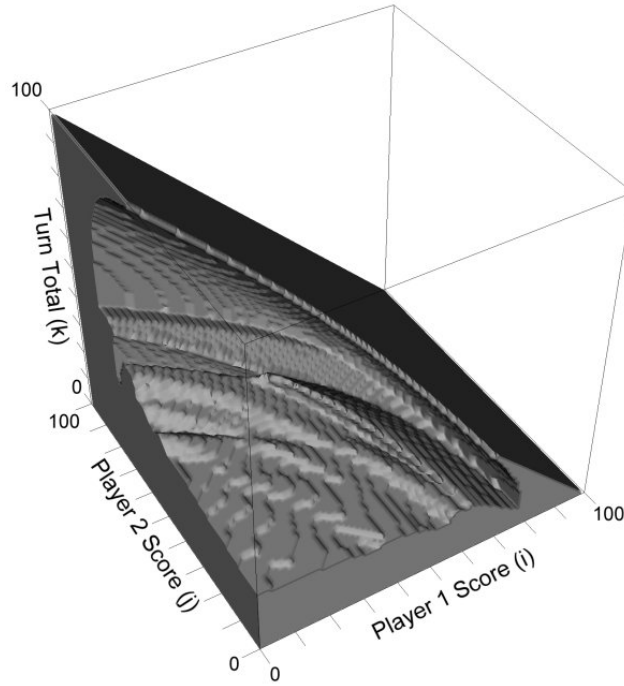


Figure 1: roll/hold boundary for the optimal Pig play policy (Neller)

if A rolls and

$$p_{ijk} = 1 - Q_{jik} \quad (2)$$

if A banks their points. A detailed explanation of these equations will be provided later on.

These equations and this way of thinking about gamestates and strategies is key to our exploration further for an optimal strategy.

1.3 Nellers Work

In *Dice Games Properly Explained*, Reiner Knizia takes the view of each roll of the die in ‘pig’ as a bet of not rolling a 1. He viewed the best strategy as “Whenever your accumulated points are less than 20, you should continue throwing, because the odds are in your favour.”[1]. However, Todd W Neller stated “*risking points is not the same as risking the probability of winning.*”[2], from this Neller proceeded to find a more optimal solution for ‘pig’ by taking the maximum of equation 1 and equation 2. This was not possible however as he ended up with an equation of the form $x = \max(A_1x + b_1, A_2x + b_2)$ for which there is no known general method. As a result Neller implemented value iteration to calculate an accurate estimate for the probabilities at each position (i, j, k) for both bank and roll. Figure 1 shows the resulting optimal strategy where you should roll if you are below the surface of the graph and bank if above.

1.4 Optimal Strategy

An optimal strategy is the strategy that when played against all other strategies is the best all-rounder. It will beat most others more than half the time however may have a few weaknesses. In the game of rock, paper, scissors, the optimum is to play each of the three choices about a third of the time. However, in some game the optimum is to do something destructive. The optimum is not set out to get the best win ratio but instead it wants to minimise the maximum loss an opponent can impose on it.

In the world of pig there is a man called Todd W. Neller, who has 3 published papers on the matter. One of them is all to do with the optimal strategy for the game of pig. As such the programme looks at all possible game states within the pig dimension and at each node picks the one with the highest win likelihood. We aimed to look at this in order to see whether we could get to Nellers optimal with our own code, or perhaps we get to a different optimal that may be better than Nellers.

The other possibilities for the optimal was to reach a pair of strategies that when played together existed in a Nash equilibrium. A Nash equilibrium (named after Jordan Nash) is a point in a game space at which two strategies have to get worse against there opponent in order to adapt from their current position. Because of

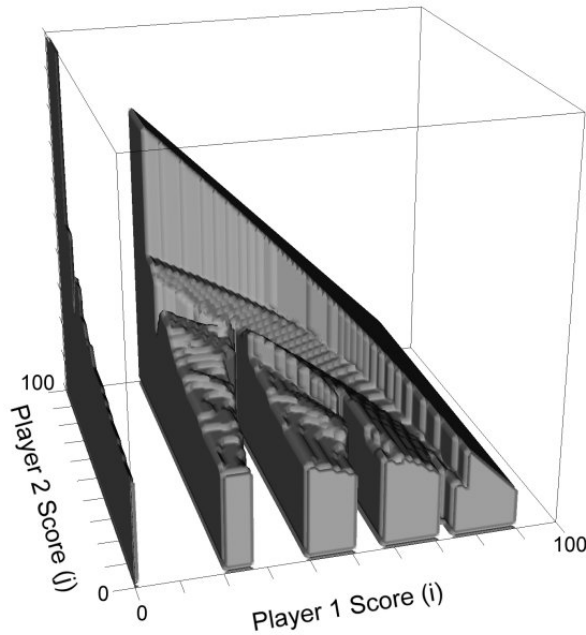


Figure 2: all of the states reachable by an optimal player (Neller)

Figure 3: Prisoner's dilemma diagram

this it would not be optimal to follow such a path and so they stay stuck in that state. A good example of this is the prisoners game. It is defined as the following: *If you confess and your accomplice fails to confess, then you go free. If you fail to confess but your accomplice confesses, then you will be convicted and sentenced for the maximum term in jail. If you both confess, then you will both be convicted, but the maximum sentence will not be imposed. If neither confess, you will both be framed for another crime in which a conviction is certain.*

As you can see the best outcome for each is that of no confession. However this is when one prisoner would look and say that confessing is the better option for them and then does so. Because this scenario is played such that both prisoners cannot discuss it then they would both make this discussion and you are left with the top left box after just a quick step. As you can see, this is not the best outcome for each of them, but they would have to take a greater loss in order to reach the best outcome and so are stuck in this nash equilibrium.

1.5 Preliminary Findings

On the announcement of the project our group would be undertaking, we headed to do some tests of the game Pig, to familiarise ourselves with it. Many of us had undertaken a project on Pig in our first year, this gave us a few basic strategies to play with, such as 'Bank at 20'. We then tried to formulate our own strategies to attempt to beat the aforementioned strategies. We were very successful in beating the previously defined strategies, which lead us to believe that there are many strategies that in theory would be optimal but in practice are easily beaten.

Next, we started empirically testing strategies on 'Matlab' using a script to play two strategies against each other thousands of times. Reiner Kniza's theorized that banking at 20 would be one of the most optimal ways to play in 'Dice Games Properly Explained'. However, we were quickly able to show that this was false, given that it was a worse strategy to play than 'Hold at 21'. Even though it was a marginal victory it was enough games for us to be sure it was a better strategy.

These findings showed, that there are many ways to perceive what an optimal strategy may be. However, without extensive testing, we do not know if these hypothetical optimal strategies can be easily beaten.

1.6 Behavioural Economics

Maximising the probability of winning can be determined through the use of Matlab, as discovered by Todd Neller (reference here) to create an optimum solution. However, through the analysis of playing Pig ourselves we discovered the human behavioural aspects that occurred during the game.

While a computer acts completely rationally, humans do not always act completely rationally when playing. Therefore, another aim of our project was to investigate how humans play Pig. This irrational behaviour is explained by a branch of economics called behavioural economics. Behavioural economics explains that not all actions taken are purely rational and a good part of what drives peoples thinking is purely social in nature. For example, when playing Pig humans are influenced by other aspects such as how well they are doing at a particular game state compared to their opponent and their own risk preferences.

Thus, intrigued by these ideas, two experiments were performed to investigate the aspects of human interaction and behaviour during Pig. These are as follows:

1. Do players align game play with stated risk preference?
2. How are players strategies influenced by their opponent?

The first investigation is to include the risk types: risk averse, risk seeking and risk neutral characteristics. The other investigation will be between Player A and Player B and the behavioural changes that occur through the game. Modelling the strategic interaction between the two players allows us to analyse behavioural patterns - as the game, Pig, involves known pay outs and quantifiable consequences. This allows us to use game theory to help determine the most likely outcome.

1.6.1 Game theory and Nash Equilibrium

Defined as the study of mathematical models of conflict and cooperation between intelligent rational decision-makers [?], the concepts within Game Theory provide a language to formulate, structure, analyse and understand strategic scenarios. A perfect theory to therefore be used with our investigation.[?]

The underlying assumption within game theory is that the player an individual who makes the decisions is playing rationally. In this case, rationality is said to be achieved when the player seeks to play in a manner that maximises their own payoff. In the case of Pig, this is the first to bank to a certain number.

In 1950, John Nash demonstrated that finite games have always had an equilibrium point, at which all players choose actions which are best for them given their opponent. We can analyse this through the monitored behaviour of player A vs player B.

1.6.2 Player A vs Player B

A key concept during the game play of Pig is Dominance. No rational player will choose to play a dominated strategy, that is a strategy which can be dominated by another strategy in all scenarios since the player will always be better off when changing to the strategy that dominates it. The unique outcome in the game will therefore be dependent on both players strategies to find the maximising strategy. i.e two players may each have optimal strategies but when played together they dont work - they have a negative impact on each other.

1.6.3 Risk preferences

For our second investigation, we focus on the chosen risk preference stated by each player and compare it to how they actually play Pig.

Risk can be defined as the intentional interaction with uncertainty, and individuals differ greatly in their attitudes towards risk.[?]

People differ greatly in their attitudes towards risk. Most individuals generally prefer to take a less risky option when given a choice they are risk averse. However, some individuals prefer risk risk seekers, and some are indifferent towards risk and therefore are risk-neutral. A risk averse person will always prefer a sure thing to a gamble where both have the same expected value, a risk seeking individual will always choose a fair gamble over a sure thing (a fair gamble is a gamble where the expected payoff is equal to that of a sure thing) and sometimes a risk seeking person chooses an unfair gamble (a gamble with an expected payoff less than zero) and finally, a risk neutral individual always chooses the option which has the highest expected monetary value.

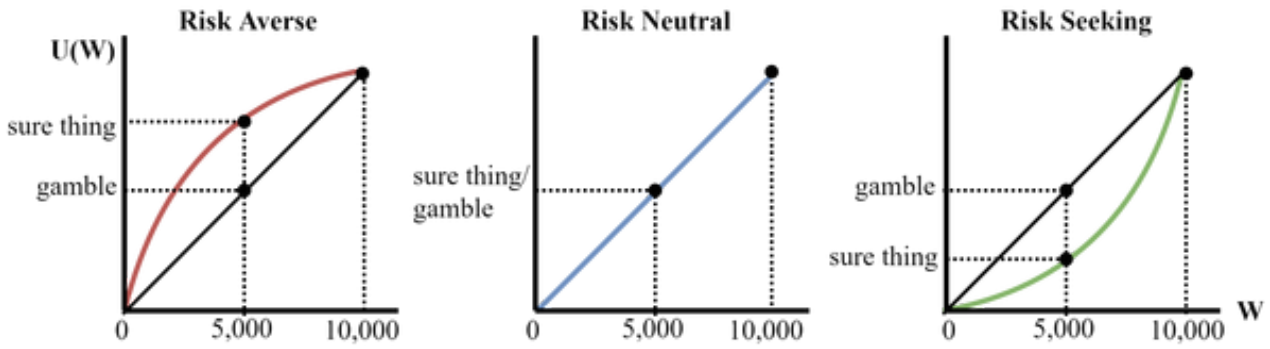


Figure 4: risk preferences graph

We can apply these risk preferences to Pig as follows:

A risk seeker will roll a greater amount of times on each turn and therefore bank on higher scores. A risk averse individual will roll a fewer number of times at each turn and bank at lower scores and a risk neutral player will be somewhere in between these two.

These three risk preferences are represented graphically in figure 4. On the x -axis is the payoff and on the y -axis is the expected utility.

We wanted to see how an individuals stated risk preferences affected their strategy when playing Pig. This information could then be used to calculate the optimal strategy for each of the three risk preferences. Over time, a computer could then adapt its strategy to find an optimal strategy for a players risk preference.

1.7 Statistical analysis

In terms of statistical analysis, we want to test whether or not a strategy is better than the one it is playing against based on the games they play against one another, given as a probability of winning. Firstly, we will need to establish what we believe to be a fair test between two strategies and the importance of this to our project. We will approximate playing two strategies against one another to a statistical distribution and then construct a confidence interval, at a particular level of significance, and then work backwards by assuming that a strategy should beat itself with probability 0.5. From this, we intend to find the optimal number of games required to run one single test between any two strategies. By doing this, we want to then be able to accurately say whether or not a particular strategy is better than another at playing the game Pig. Once this has been determined we will then need to decide the desired number of tests to run in order to see which of the two strategies is better, to an even greater degree of accuracy. This will then produce an accurate approximation of the probability that one of each strategy winning with the player going first alternated on each trial and we can then decide the outcome of the strategies. If it lies above the upper bound of the confidence interval, then the particular strategy is better than the one it is playing, whereas below the lower bound will show that it is worse. However, if the probability falls inside the confidence interval, then we will have to say that the two strategies are inseparable at our given level of significance, meaning we cannot strictly say that one is better than the other. We will then apply this in the same way to outcomes from our optimal strategy against other strategies. Hopefully, we can show that this such strategy is superior to other simple strategies before comparing to those that are more complicated such as Nellers optimal strategy. Then, we hope to see if our optimal strategy has converged to that of Nellers by the two being inseparable, after running the tests, at the given level of significance.

2 Methodology

2.1 Group Organisation

Mia

2.1.1 Meetings

2.1.2 Creation of Project Plan

2.2 Understanding the Equations

As discussed briefly in the introduction, linear equations can describe the probability of winning from any given gamestate. This is a powerful method of calculation that Nella used to produce his optimal and we used for all of the programmed strategies we produced. As in the introduction, let $P_{i,j,k}$ denote the probability of player A winning from the game state i, j, k .

Firstly let us look at the probability of A winning when banking. A is passing to B's turn by banking. So $P_{i,j,k}^{bank}$ will be equal to the probability A has on B's turn. The probability $Q_{j,i,k}$ is the probability the player B has of winning *on their turn* at their gamestate j, i, k . As Pig will have that either player will always win, so long as the game is finite, the sum of the probabilities from both players at any point in the game will be 1. Note that this is from any point in the game, not at any gamestate, as a gamestate is specific to a player. From this we conclude that when it is player B's turn at gamestate j, i, k , player A will have a probability of winning that is $1 - Q_{j,i,k}$. By banking, A add's their turn score to their banked score, and B's turn starts with a turn score of zero. Thus we can define the probability A has at any gamestate by banking as

$$P_{i,j,k}^{Bank} = 1 - Q_{j,i+k,0}$$

Take the probability of A winning when rolling.

$$P_{i,j,k}^{Roll} = \frac{1}{6}(1 - Q_{j,i,0}) + \frac{1}{6} \sum_{r=2}^6 P_{i,j,k+r}$$

The first part on the right side of the equation is when a 1 is rolled. Similarly to banking, when a 1 is rolled the game passes to B so the probability will be in terms of $Q_{j,i,0}$. The main differences being that the turnscore is not added to the banked score, as can be seen in the gamestate, and there is only a $\frac{1}{6}$ th chance of it happening. The second part on the right is the sum of all the other possible outcomes of rolling. Again each roll outcome has a $\frac{1}{6}$ th chance of happening. The results take A to new gamestates, with a higher turn score. r represents the different scores that can be added, ranging from 2 to 6 depending on the number rolled.

How do we find out the useful probabilities that we have produced notation for? To explain it clearly, we will look at trivial probabilities and very simple calculations. The following equation gives the probability of winning from the gamestate where the banked score of player A is 100. By the rules of the game, A has won, meaning this probability is equal to 1.

$$P_{100,0,0} = 1$$

This is one of many trivial gamestate probabilities that are important to understand. Another would be

$$P_{82,0,20} = 1$$

Where player A has accumulated enough turn score to immediatly bank and win. Generaly, if $i + k \geq 100$ and $j < 100$ then the probability of that gamestate is 1, as it means the player has won. On the otherhand, take the following gamestate probability from A's perspective.

$$P_{99,100,0} = 0$$

This gamestate is where the opponent has won the game, so player A has 0 probability of winning. A shame indeed as A was so close to winning on 99! Generaly, if $i < 100$ and $j \geq 100$, then the probability of that gamestate is 0, as it means the other player has won.

These trivial gamestate probabilities allow us to calculate the non trivial probabilities of a game, which we will look at next.

2.2.1 Simultaneous Equations

Let us start with a simple pair of equations, near the very end of the game. Both of the players are on 99 points, and it is the beginning of player A's turn. Let us assume that both A and B roll on gamestate 99, 99, 0. It may seem an obvious choice, as they have no turn score to lose, but the idea of banking on a turn score of zero is something we shall be investigating further.

$$P_{99,99,0} = \frac{1}{6} \left((1 - Q_{99,99,0}) + P_{99,100,2} + P_{99,100,3} + P_{99,100,4} + P_{99,100,5} + P_{99,100,6} \right)$$

From what we know about trivial probabilities, we see that if A successfully rolls, i.e. doesn't roll a 1, they win the game! So we can write the probabilities as followed, filling in the trivial probabilities.

$$\begin{aligned} P_{99,99,0} &= \frac{1}{6} \left((1 - Q_{99,99,0}) + (1) + (1) + (1) + (1) + (1) \right) \\ P_{99,99,0} &= \frac{1}{6} (1 - Q_{99,99,0}) + \frac{5}{6} \\ P_{99,99,0} &= 1 - \frac{1}{6} Q_{99,99,0} \end{aligned}$$

Similarly for B's turn

$$\begin{aligned} Q_{99,99,0} &= \frac{1}{6} \left((1 - P_{99,99,0}) + Q_{99,100,2} + Q_{99,100,3} + Q_{99,100,4} + Q_{99,100,5} + Q_{99,100,6} \right) \\ Q_{99,99,0} &= \frac{1}{6} \left((1 - P_{99,99,0}) + (1) + (1) + (1) + (1) + (1) \right) \\ Q_{99,99,0} &= \frac{1}{6} (1 - P_{99,99,0}) + \frac{5}{6} \\ Q_{99,99,0} &= 1 - \frac{1}{6} P_{99,99,0} \end{aligned}$$

Now the two equations can be solved simultaneously, getting the results

$$\begin{aligned} P_{99,99,0} &= \frac{6}{7} \\ Q_{99,99,0} &= \frac{6}{7} \end{aligned}$$

This example is one complete set of simultaneous equations. It turns out that every probability can be collected into a set of equations to be calculated. Whereas this one only contained two unknowns to be solved together, others may be much larger! Moving onto a more complicated simultaneous set, start from A's turn at game state 97, 99, 0. Let A's strategy be to roll at this game state.

$$P_{97,99,0} = \frac{1}{6} (1 - Q_{99,97,0}) + \frac{1}{6} P_{97,99,2} + \frac{4}{6}$$

After writing this out we see the other probabilities it relies on. The method now is to see what the strategies do at these gamestates and then write out the probability equations for them. In this example let A roll at 97, 99, 2 and B roll at 99, 97, 0

$$\begin{aligned} P_{97,99,2} &= 1 - \frac{1}{6} Q_{99,97,0} \\ Q_{99,97,0} &= 1 - \frac{1}{6} P_{97,99,0} \end{aligned}$$

Now we have all three simultaneous equations that can be solved.

$$\begin{aligned}
P_{97,99,0} &= 0.8325 \\
P_{97,99,2} &= 0.8565 \\
Q_{99,97,0} &= 0.8612
\end{aligned}$$

This looks good so far! Does this mean we can run through all the sets of equations now? Not just yet! First of all we must look at the interesting case of banking. Say for example instead of rolling at 97,99,2, A banks. The equations are now

$$\begin{aligned}
P_{97,99,0} &= \frac{1}{6}(1 - Q_{99,97,0}) + \frac{1}{6}P_{97,99,2} + \frac{4}{6} \\
P_{97,99,2} &= 1 - Q_{99,99,0} \\
Q_{99,97,0} &= 1 - \frac{1}{6}P_{97,99,0}
\end{aligned}$$

We do not need to write out the equation for $Q_{99,99,0}$ because we already calculated it in our first example! Its value was $\frac{6}{7}$. So with this we can again solve the equations, getting a much different result.

$$\begin{aligned}
P_{97,99,0} &= 0.7102 \\
P_{97,99,2} &= 0.1429 \\
Q_{99,97,0} &= 0.8816
\end{aligned}$$

From this we conclude that when a strategy banks, it relies on knowledge of the probabilities of gamestates nearer the end of the game than it, which we shall call "higher gamestates". Note that it will not rely on gamestates "lower" than it as the game will always be progressing forward and a player cannot lose banked points. So long as we solve the sets containing higher gamestates first, we can run through and solve them all successfully!

To reiterate the power this gives us. We can calculate every probability of winning from every gamestate for every type of strategy. Actually doing these calculations by hand is a ridiculous task however. Computational power is required to give us the probability values we want to calculate. This is where we turn to matlab for assistance.

2.2.2 Matrices

To make use of Matlab, we needed to write the equations in terms of matrices. Every set of equations translates to three matrices, written $CX = D$; The coefficients, the probabilities, and the constant values respectively. To see how these matrices are built, we will take the examples used earlier.

The first important part is to simplify the equations down. We want them in terms of separated probabilities and their coefficient values on the left hand side of the equation, and a combined constant value on the right. This usually involves expanding brackets and adding constants together. So

$$\begin{aligned}
P_{99,99,0} &= \frac{1}{6} \left((1 - Q_{99,99,0}) + 1 + 1 + 1 + 1 + 1 \right) \\
Q_{99,99,0} &= \frac{1}{6} \left((1 - P_{99,99,0}) + 1 + 1 + 1 + 1 + 1 \right)
\end{aligned}$$

becomes

$$\begin{aligned}
P_{99,99,0} + \frac{1}{6}Q_{99,99,0} &= 1 \\
Q_{99,99,0} + \frac{1}{6}P_{99,99,0} &= 1
\end{aligned}$$

Using basic ideas of matrix multiplication, we can construct a Matrix

$$\begin{bmatrix} 1 & \frac{1}{6} \\ \frac{1}{6} & 1 \end{bmatrix} \begin{bmatrix} P_{99,99,0} \\ Q_{99,99,0} \end{bmatrix} = \begin{bmatrix} 1 \\ 1 \end{bmatrix}$$

This is useful as we can now take the inverse of the coefficients matrix, using it in left matrix multiplication to find the probabilities.

$$\begin{aligned} C^{-1}CX &= C^{-1}D \\ X &= C^{-1}D \end{aligned}$$

Matlab has a function that does this for us, giving the probability values in the matrix X . Looking at the other two examples:

A rolling on 97, 99, 2.

$$\begin{aligned} P_{97,99,0} + \frac{1}{6}Q_{99,97,0} - \frac{1}{6}P_{97,99,2} &= \frac{5}{6} \\ P_{97,99,2} + \frac{1}{6}Q_{99,97,0} &= 1 \\ Q_{99,97,0} + \frac{1}{6}P_{97,99,0} &= 1 \\ \begin{bmatrix} 1 & \frac{1}{6} & -\frac{1}{6} \\ \frac{1}{6} & 1 & 0 \\ \frac{1}{6} & 0 & 1 \end{bmatrix} \begin{bmatrix} P_{97,99,0} \\ P_{97,99,2} \\ Q_{99,99,0} \end{bmatrix} &= \begin{bmatrix} \frac{5}{6} \\ 1 \\ 1 \end{bmatrix} \end{aligned}$$

A banking on 97, 99, 2.

$$\begin{aligned} P_{97,99,0} - \frac{1}{6}P_{97,99,2} + \frac{1}{6}Q_{99,97,0} &= \frac{5}{6} \\ P_{97,99,2} &= 1 - Q_{99,99,0} \\ Q_{99,97,0} + \frac{1}{6}P_{97,99,0} &= 1 \\ \begin{bmatrix} 1 & \frac{1}{6} & -\frac{1}{6} \\ 0 & 1 & 0 \\ \frac{1}{6} & 0 & 1 \end{bmatrix} \begin{bmatrix} P_{97,99,0} \\ P_{97,99,2} \\ Q_{99,99,0} \end{bmatrix} &= \begin{bmatrix} \frac{5}{6} \\ 1 - Q_{99,99,0} \\ 1 \end{bmatrix} \end{aligned}$$

Notice how $Q_{99,99,0}$ is in the constant values matrix. As discussed before this is because its value should be predetermined from a previous solved simultaneous set.

2.2.3 Piglet

When starting out on this project we were informed about a simpler version of pig, known as piglet. This is a version of pig where by players take it in turns, flipping a coin until either a tail is flipped, or the player banks their turn score.

This simpler game contained all the same elements as pig but on a smaller scale. For starters it is played with a coin rather than a die, giving most probabilities as $\frac{1}{2}$ or multiples thereof, as opposed to the $\frac{1}{6}$ that you obtain via a die. The other difference is that you typically play to a much lower score compared to 100 in pig. This score can be chosen to be whatever we want, often 10 but sometimes as low as 2 or 3 for the most simple games.

A subtle yet vital difference is that 1 is added for a successful flip. Consider however if the coin was a two sided die, with 1 and 2 rather than tails and heads respectively. If it was the same as pig, the face value of the roll would be added to the turn score, so 2, not 1. We know that it is not possible to gain 1 in pig from a roll, as 1 is reserved for a loss. This leads to a long list of questions regarding the rules of pig. What if instead of loosing on a roll of 1, it was a roll of 6 that looses the turn score or any other number? This was one of many points throughout our project where we found other areas to investigate, but decided to stay focused on our set goals. For now we accept that piglet adds 1 to the turnscore on a flip of a head.

With a coin you may only score 1 per flip, meaning you must flip a minimum of 10 times for you to reach

you end goal. In pig this is not the case as you can roll anywhere from 2 to 6 points on a successful roll, giving you a minimum of 17 rolls to achieve your goal. Having a change in the minimum number of flips allows luck to have a much greater presence in the outcome of the game, as we observed upon playing it ourselves.

Our goal is to find the probability a strategy has of winning when going first. For a strategy A, the probability of winning is $P_{0,0,0}$, as this is the starting point of the game on A's turn. Piglet's simplicity made it the perfect first stepping stone to solving this.

2.2.4 Hand Written notes

We first played piglet to a total score of 3 with two strategies against each other; Strategy A was to bank on a turn score of 1; Strategy B was to bank on a turn score of 2; with both strategies banking as soon as they got to the winning score. From this we wrote out all the simultaneous equations by hand. This starts at the set that considers the probability $P_{2,2,0}$ and $Q_{2,2,0}$ where by each strategy wins on its next go, similarly to our first example in Fig. Once we had these equations written in terms of matrices, we manually put them into matlab and got it to solve them. From this we worked down through all simultaneous sets to obtain the probabilities of each strategy winning from gamestate 0, 0, 0. This was the first theoretical answer we had achieved and despite is being so simple, it took us a long time to calculate. We were even unsure of its validity due to potential human error when writing out the matrix equations!

We repeated this process for a game to total score 2, which we probably should have done before we did it for a total score of 3. We used the same strategies again; Strategy A was to bank on a turn score of 1; Strategy B was to bank on a turn score of 2, which is equivalent to rolling at every game state, what we called "rolling to win". We achieved another answer which looked relatively correct. As a group we noticed a pattern at this point to which the number of sets of simultaneous equations is that of the total score squared. It was here we realised that working out piglet to 10 would require 100 sets of equations. This would be too much time would be wasted and have a high chance of us making mistakes.

2.3 Coding

Once we had familisirised ourselves with the rules of the game, the equations, the matrices, and a few simple piglet examples, we moved to Matlab. The goal now is build general matrices for every simultaneous set, and to make use of Matlab's computational power. Then we could solve thousands of simultaneous equations and find all the probabilities at each game state. We also wanted to make use of variable inputs to compare any strategy to another, and even change the score needed to win and the dice probability.

Our first attempt at simply getting out ideas down as code was a very simplified calculation of piglet. Although we coded in a dice probability variable that could be changed, the code only worked for a dice flip, and when the variable was set to $\frac{1}{2}$. It was also limited to taking in only Bank on strategies. We could however run to any winning score.

By using the hand calculated simple piglet probabilities we could check to see if our coded matrices were correct and fix any bugs. We even found that we could use the matlab produced matrices to correct our hand written mistakes. Once this was working we had our first runnable code to get us going. We just had to fully generalise the code. There were two steps to doing this; taking any strategy as an input, and having any dice probability working in the code. The former was easier; an independent problem that we made a function to do for us. The later was a little trickier but was a fundamental part of building the matrices.

2.3.1 Strategies to Matrices

In our introduction, we defined a strategy as a 3 dimensional array of choices. Another way, and the way that we were introduced to strategies, is by a matlab function. These functions take inputs of "my score", "your score", and "turn score", then output a "choice" that is a logical value of 1 or 0. Below is an example of Bank on 20.

This way of defining a strategy was used when running the code for the game pig, which called the function strategies within it. However, it limited the way that more abstract strategies could be represented. Take a strategy that rolls in very specific locations for example, the function strategy would have to include many if statements to handle this, leading to a very big and hard to read function. An array of choices on the otherhand would always be the same size, and importantly it is easy to change if we wanted to. It is easy to locate the choice at a given gamestate too.

It makes sense to work with matrix strategies, but we still wanted to use function strategies in our code if we wanted to. So we devised a function *Strategies to Matrices* that could convert functions to matrices but leave the strategy alone if it is already a matrix. First of all checked that the input was a function handle, then it runs through every gamestate, outputting the choice that the function produces, then stores that value in the corresponding matrix. We also used this function to check that the Matrix was the correct size for the game. Unlike function strategies, the matrix strategies only work for a certain game length.

This allowed us to check what the strategy wanted to do at any gamestate, which was important for the type of equation to use when building the matrices.

2.3.2 Coding Matrices

This section covers how to build general matrices for any set of simultaneous equations. First of all, we need to consider what Probability values rely on each other to produce a single set. Take $P_{i,j,0}$ the probability of A winning at the beginning of their turn. Assuming A rolls (we will look at banking on 0 later), $P_{i,j,0}$ will rely on other probabilities. On a successful roll, the new probabilities have different turnscores k , but same banked score i and j . On an unsuccessful roll, a new probability from B's perspective is required; $Q_{j,i,0}$. This has not been previously calculated as it is not from a higher gamestate, therefore must be considered. Continuing on from the probabilities from A's perspective that we must now also consider, they can either bank or roll again. If A banks, that probability will be equal to $1 - Q_{j,i+k,0}$, where k is the now non zero turnscore. As $Q_{j,i+k,0}$ is for a higher gamestate, it would have already been calculated, so there are no new probabilities to consider. Banking is an easy choice to deal with for this reason. If A rolls again at the new gamestates with a higher turnscore, more probabilities must also be considered. The important fact however is that only the turnscore has changed again. They also rely too on $Q_{j,i,0}$ if the roll is unsuccessful, which is one we are already considering. It seems then that we must consider all P probabilities containing a higher turnscore but the same banked scores, as our original $P_{i,j,0}$, up until the turnscore has won A the game.

We have only considered P probabilities from A's perspective so far, but we also rely on $Q_{j,i,0}$. Similarly to what we have discussed with respects to A's probabilities P , we must consider all Q probabilities with higher turnscores up until the turnscore has won B the game. Again however, only the turnscore is changing. It can be concluded then that each set of simultaneous equations is built around fixed banked scores i and j . This fact could also have been reached by realising that any higher game state (higher banked values) than the current one would have already been calculated so would not produce another equation, and no lower game state (lower banked values) would ever be called because the players cannot loose banked score.

From this we see that there must be a simultaneous set for every banked score i for A and every banked score j for the opponent B. In the piglet section we explained how we noticed that the number of sets was the "to win" score squared. It is now clear to see why that is the case. i and j can take the same amount of values as the "to win" score so multiplying them together for every possible combination gives the "to win" score squared. This gives us some scope on how many sets will need to be solved in Pig... $100 \times 100 \times 100 = 1$ million.

Now we have a rough idea of every equation in any simultaneous set. For clarity, we will order them as follows in the probabilities matrix, X .

$$\begin{bmatrix} P_{i,j,0} \\ P_{i,j,1} \\ \dots \\ P_{i,j,n-1} \\ P_{i,j,n} \\ Q_{j,i,0} \\ Q_{j,i,1} \\ \dots \\ Q_{j,i,m-1} \\ Q_{j,i,m} \end{bmatrix} \quad (3)$$

where $n = \text{"to win score"} - i - 1$ and $m = \text{"to win score"} - j - 1$.

The first problem to our assumptions so far is that we will need all of these equations. This only outlines all of the ones that could be needed. Take for example, the set built around 0,0, where A is banking on 20. $P_{0,0,50}$ for example would never be considered, as the strategy would have banked many rolls ago. For banking on 20 strategy, the gamestate 0,0,50 and many others would be impossible. This idea of impossible gamestates was touched on in the introduction, the difference here is that this one is specific to a strategy. As discussed in

the introduction, a turnscore of 1 is also not possible for pig.

This problem has a surprisingly elegant solution. The definition of an impossible gamestate is one that cannot be reached from other gamestates. The coefficient's matrix will be filled from top to bottom, meaning lower turnscore probabilities are completed first. So if we get to any probability that is an impossible game state, it would not have been called by any other gamestates before it. Therefore all the coefficient values for it would be zero. This is a simple to check in our program. We then go on to ignore this row of the matrix, which is the same as it not being there. With this problem solved, we can use the set probability matrix described above, without worrying if the probability is relevant or not.

Now we can fill in the coefficient matrix and the constant value matrix. This is done by checking what the strategy does at each gamestate, either rolling or banking. This is much easier with the matrix strategies. By making use of Matlab's variables, for loops and general programming techniques, we successfully put all the needed values into the matrices. We produced truly remarkable code for this function which this margin is too small to contain.

We then run through every gamestate backwards, collecting the probabilities as we solve them. Remember that matrices might need the probabilities calculated from higher gamestates, so whilst we build our collection of probabilities, we will call upon them as we work down. Once we had completed every matrix calculation, we had a generalised working code that could calculate the probabilities of winning at any game state, for any two strategies, for any given dice probability and to any winning score.

For pig, Matlab completes all 1 million sets in 5 seconds, much faster than we could have by hand! Although we have every probability on Strategy A's turn $P_{i,j,k}$ and every probability on Strategy B's turn $Q_{i,j,k}$. The main outputs that we are interested in, is $P_{0,0,0}$ and $Q_{0,0,0}$; the probability each strategy has of winning, when going first.

2.3.3 Testing the code

To test the output of the code, we compared the calculated probabilities to experimental results. It was sufficient to test only the value in the lowest position in the matrix, $P_{0,0,0}$, since this value relies on the higher game-states (and therefore any errors in higher positions should be reflected in this output).

$P_{0,0,0}$ represents strategy A's probability of winning at the start of the game, assuming strategy A is the first to roll. To test this value, we simulated a series of games of pig with strategy A always being the first to roll, and outputted the number of wins for strategy A. For example, our $P_{0,0,0}$ for the input strategies "bank on 20" and "bank on 21" was 0.542626, indicating that "bank on 20" has a 54.26% chance of beating "bank on 21" when going first. Running 1,000 series of 1,000 games gave us a distribution for the number of wins for "bank on 20" displayed in figure . The median on the boxplot is very close to the projected probability which indicated that our code had correctly calculated $P_{0,0,0}$.

We similarly tested some more simple strategies with successful results. Then we tried to create awkward strategies that would test the limitations of our program. Of special interest were strategies that involved banking at turnscore 0, i.e. "skipping" a turn. In certain circumstances this decision could theoretically lead to a stalemate, where both strategies refuse to roll. While this would never happen in practical play, it was important to equip our Matlab script to deal with these scenarios so that it wouldn't cause issues when we later come to computer-generated strategies.

A particularly interesting example is a strategy which skips a turn whenever the two players' banked scores are equal. (For convenience we exclude the starting game-state where both players have score 0.) When this strategy plays against itself, around a quarter of games result in stalemates. But because the majority of games resulted in victories for one player, we still wanted to be able to analyse this strategy, and therefore had to update the code to accommodate stalemates.

The goal was that a stalemate would be counted as a loss for both players, since this is not a desirable outcome for our optimal strategy. Our modification therefore had the entire code run twice if a stalemate was detected. On the first run, every stalemate was declared a victory for player B (hence a loss for player A) to give an accurate recording of $P_{0,0,0}$. On the second run, we reverse the order of the strategies so that stalemates are counted as a victory for player A (hence a loss for player B), giving us an accurate value for $Q_{0,0,0}$.

Adjusting the script for simulating series of games to output the number of stalemates, we could then accurately test the $P_{0,0,0}$ and $Q_{0,0,0}$ values for strategies involving skips. Now satisfied that our code gave reliable

outputs for any input strategies, we were ready to use this script to compare optimal strategies.

2.4 Behavioural Economics

To investigate if players aligned game play with their stated risk preference and see if players were influenced by how well their opponent is doing, we decided to get a sample of people from the ECM3735 (Mathematical Group Project) module to play pig. We gathered 15 samples, which was 15 games played with 30 peoples risk preference and game strategies gathered.

2.4.1 Method

1. Contacted Barrie to ask if we would be able to use time in our drop-in sessions to get students to participate.
2. Created a tracker form, figure 5.
3. Purchased dice and printed off tracker form.
4. Explained to the participants how to play Pig to 100.
5. Explained to the participants to circle each of the three questions, without letting their opponent see (limits any chance of dependent preference choosing).
6. After each players go they had to write down the amount scored (bank score) and the amount of times they had rolled (No. of times rolled) allocated to each turn number (turn no.).
7. Each player did this until one player won.
8. Collected in the forms.
9. Inputted all the data into excel documents, categorising each player into one of the three risk preferences. Example shown in figure 6.
10. We calculated the accumulated scores for each player, and began our analysis shown in findings (put section reference).

The reasoning behind the questions on the tracker form:

Question 1

This question was used to find out participants risk preference (risk neutral, risk averse, risk seeking) so we could see if individuals actually stuck to their stated risk preference whilst playing.

Questions 2 and 3

We created these questions to test whether this would correlate with the stated preference in question 1. The risk neutral person (in theory) should have no preference to option a or b as they both have the same expected payoff. A risk averse person (in theory) should pick option a in both cases and a risk seeking person will (in theory) pick option b in both cases. Both question 2 and 3 represent gambles, however the expected payoff in question 3 is much greater than that of question 2. Therefore question 3 allows us to see how risk seeking a participant may be, as a greater payoff will be a lot more attractive to a risk seeker.

These questions created were motivated by a branch of economics called Prospect Theory. As in Kahneman and Tverskys 1979 paper, prospect theory is the Analysis of decision under risk[?]. The theory explains that humans dislike losing far more than we like winning and that depending on whether a scenario is framed as win or a loss, we act differently. Humans dislike losing so much, that they are willing to take huge risks to avoid a loss scenario. As an example, in the case of Pig, if player A is close to winning and player B is far behind, then player B will usually try to keep rolling on their turn, to build up a big score and then bank it, when actually their optimal strategy might be to bank earlier on. (this is later discussed in REFERENCE)

2.5 Statistical Testing

2.5.1 Fair test

Throughout our project, we will be testing numerous different strategies against one and other to determine whether a strategy is better than another. To do this accurately, we will need to ensure that the test we conduct is fair and will give a reliable result. This will be particularly important for our final findings when we want to test our version of the optimal strategy. We will want to know whether it is an optimal strategy or whether there are still some strategies that are able to beat it, meaning it isnt 'the' optimal.

PLAYER 1

Q.1: Which of the following are you (circle the one that applies):

- 1) Risk averse
- 2) Risk loving
- 3) Risk neutral

Q.2: Would you rather (circle one):

a) a guaranteed £10 or
b) 50/50 gamble where you get £20 if you win or £0 if you lose

Q.3: Would you rather (circle one):

a) a guaranteed £1 million
b) or a 50/50 gamble where you get £2 million if you win and £0 if you lose

PLAYER 2

Q.1: Which of the following are you (circle the one that applies):

- 4) Risk averse
- 5) Risk loving
- 6) Risk neutral

Q.2: Would you rather (circle one):

a) a guaranteed £10 or
b) a 50/50 gamble where you get £20 if you win or £0 if you lose

Q.3: Would you rather (circle one):

a) a guaranteed £1 million
b) a 50/50 gamble where you get £2 million if you win and £0 if you lose

| Turn no. | Player 1 | | Player 2 | |
|----------|---------------------|------------|---------------------|------------|
| | No. of times rolled | Bank score | No. of times rolled | Bank score |
| 1 | | | | |
| 2 | | | | |
| 3 | | | | |
| 4 | | | | |
| 5 | | | | |
| 6 | | | | |
| 7 | | | | |
| 8 | | | | |
| 9 | | | | |
| 10 | | | | |
| 11 | | | | |
| 12 | | | | |
| 13 | | | | |
| 14 | | | | |
| 15 | | | | |
| 16 | | | | |
| 17 | | | | |
| 18 | | | | |
| 19 | | | | |
| 20 | | | | |
| 21 | | | | |
| 22 | | | | |

Figure 5: ‘Pig’ tracker form

| | A | B | C | D | E |
|----|----------|-------------|---------------|-------------|---|
| 1 | player 2 | nm of times | score on roll | total score | |
| 2 | loving | 4 | 16 | 16 | |
| 3 | | 2 | 8 | 24 | |
| 4 | | 3 | 8 | 32 | |
| 5 | | 3 | 16 | 48 | |
| 6 | | 1 | 0 | 48 | |
| 7 | | 3 | 0 | 48 | |
| 8 | | 3 | 13 | 61 | |
| 9 | | 2 | 9 | 70 | |
| 10 | | 1 | 0 | 70 | |
| 11 | | 4 | 16 | 86 | |
| 12 | | 1 | 0 | 86 | |
| 13 | | 4 | 15 | 101 | |
| 14 | | | | | |
| 15 | | | | | |
| 16 | | | | | |
| 17 | | | | | |

Figure 6: Information inputted into Excel

To determine whether a strategy is better than another is not as simple as playing them against each other once and deciding that the winner is the better strategy. A strategy will have a theoretical probability of winning against another given strategy, but playing only one game may not give a reliable result. Say you were to play the same strategy against itself. The theoretical probability of either strategy winning would be 0.5, if you were to alternate which goes first and to play a numerous amount of games. By playing only one game you would deduce that one of the strategies is better than the other even though they are the same strategy. You could also play two strategies where one has a significantly larger theoretical probability of winning than the other, but the test could conclude that the worse strategy wins, meaning you would accept that the lesser strategy is better even though theoretically it is not. This false result will be due to statistical inference.

In the world of stats, theoretical probabilities don't always agree with the practical results, though there are ways where you can improve the accuracy of a practical test to make it more accurate, closer to its theoretical probability. That is the point behind the fair test, to try and get a result that's accurate to within a certain confidence of the theoretical results. In our case, we can increase the number of games we play so that inference is reduced, therefore giving a reliable score when testing strategies. Instead of playing only 1 game, we can play numerous games and then take scores. Say we played 100 games, each individual game of pig will result in a winner which will result in that strategy receiving a score of 1. This will be continued until 100 games are complete and the probability for each strategy would be their score divided by 100, in this case.

The true n value will need to be calculated and not decided. To do so we can use hypothesis testing. From theoretical probability values, we can define an interval around the value for which we want the practical result to lie in. The practical test will involve playing N amount of games of pig where a strategy receives a score of 1 for each game they win. After N games have been completed, we can calculate the probability of the strategy winning against the other by dividing the number of games it has won by the total number of games. Then we can test numerous results for different values of N and observe the distribution of p as N increases. From there we can choose an appropriate value for the number of games which will give us constant results within our confidence interval. Once this value has been obtained, the testing of strategies should result in reliable results and therefore be as fair of a test as possible.

2.5.2 Deciding that a strategy is better than another

As mentioned before, to decide that one strategy is better than another is not as simple as playing one game of pig and saying that the victor is a better strategy.

Once we have decided on a value for N at which we decide that the test is fair, it will follow immediately what results will conclude that one strategy is better than another. By finding N , we will have chosen an upper and lower limit of the p -value at which we want our results to lie within. To illustrate this, say we conclude that 100 games of pig is a form of a fair test and we want our practical probability to lie within 0.1 of the true (theoretical) probability. If we were to test the same strategy against itself, theoretically either strategy should win with a probability of 0.5, therefore after performing practical tests, we will want the representative probability to lie within 0.4 and 0.6. As the probability will be calculated by dividing the number of wins a strategy had and dividing it by the total number of games, we can then either perform this calculation to find the representative probability or we can calculate directly from the confidence interval how many games a certain strategy will need to win in order to conclude that it is a better strategy. In the above case, as it will need to have a probability higher than 0.6 to conclude that it is a better strategy, it will therefore need to win $100 \times 0.6 = 60$ games at least in order to be considered a better strategy.

2.5.3 Testing our optimal

To finalise our findings we will need to test our version of the optimal to find whether it is actually an optimal or at least as good as Nellers[2], therefore we will need to run some test on it and evaluate the findings.

We may begin our testing by playing our version of the optimal against simply hold at strategies, which have actually been found to be quite effective, even against Nellers strategy: Though of course, not better than it. By doing this we can decide whether it is actually better than simple hold at strategies or whether it needs adjusting before playing it against Nellers version.

Throughout these tests we will keep to our definition of whether a strategy is better than another. Once we have succeeded in deducing that our version is better than all hold at strategies, we may then test our version against Nellers and analyse the results.

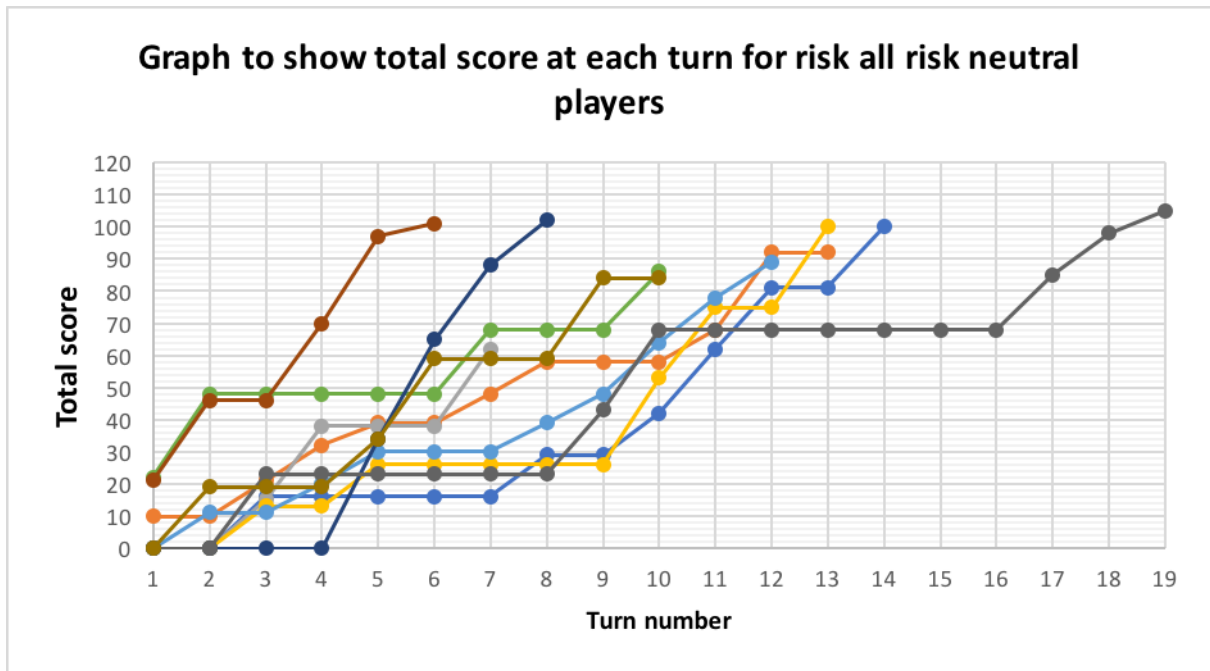


Figure 7: Score at each turn for risk neutral players

3 Findings

3.1 Pig

3.1.1 Did we solve Pig

3.2 Behavioural Economics

3.2.1 Do players stick to their stated risk preference

To determine whether players stuck to their stated risk preferences, we divided all of the samples into the three risk preference categories (risk averse, risk seeking, risk neutral). After doing this, we plotted the total score of each player at each turn. For all three of the graphs (figure 7, figure 8, figure 9) the plotted results are all fairly similar in shape and gradient, which we didn't expect initially. So, to investigate further we decided to find the average total score at each turn number for each of the three risk preferences (figure 10, figure 11, figure 12).

Looking at figure 10, 11, 12, we can see that they are actually all very similar. On further inspection of the gradients of the trend lines, we can see that the risk neutral average graph has a gradient of 4.75, the risk seeking average graph has a gradient of 4.85 and the risk averse average graph has a gradient of 4.76.

The gradients are therefore all very similar. The results have shown that the gradient is greater for risk seekers than risk averse participants, however, we expected there to be a greater change in the gradients. This is because risk seekers would roll more each turn to increase the chances of getting a high bank score. Whereas a risk averse participant would bank on a smaller score at each turn as this is a safer option.

A risk seeker would potentially believe the outcome of rolling and scoring a greater bank score would be of greater interest than banking at a safe score, therefore they would be at a greater risk of rolling a 1 and losing all the points from that round. This could therefore explain why the gradient is only a smaller percentage greater, as looking through the game strategies performed by risk seekers a lot of them banked on a score 0, due to rolling a greater amount of times thus a greater chance of scoring 1. Therefore their overall accumulated score was still achieved by the same amount of turn numbers as risk adverse participants.

In addition, we expected the risk neutral gradient to be equally between the risk seekers gradient and risk averse gradient. Conversely, it's the lowest gradient of the three. This could be due to experimental error as the difference between the greatest and lowest gradient is only 2%.

Moreover, looking at all three graphs the points plotted at turn number 15-16 are all below the average gradient by a significant amount. This could be because at this point in the game the players' opponent is close to

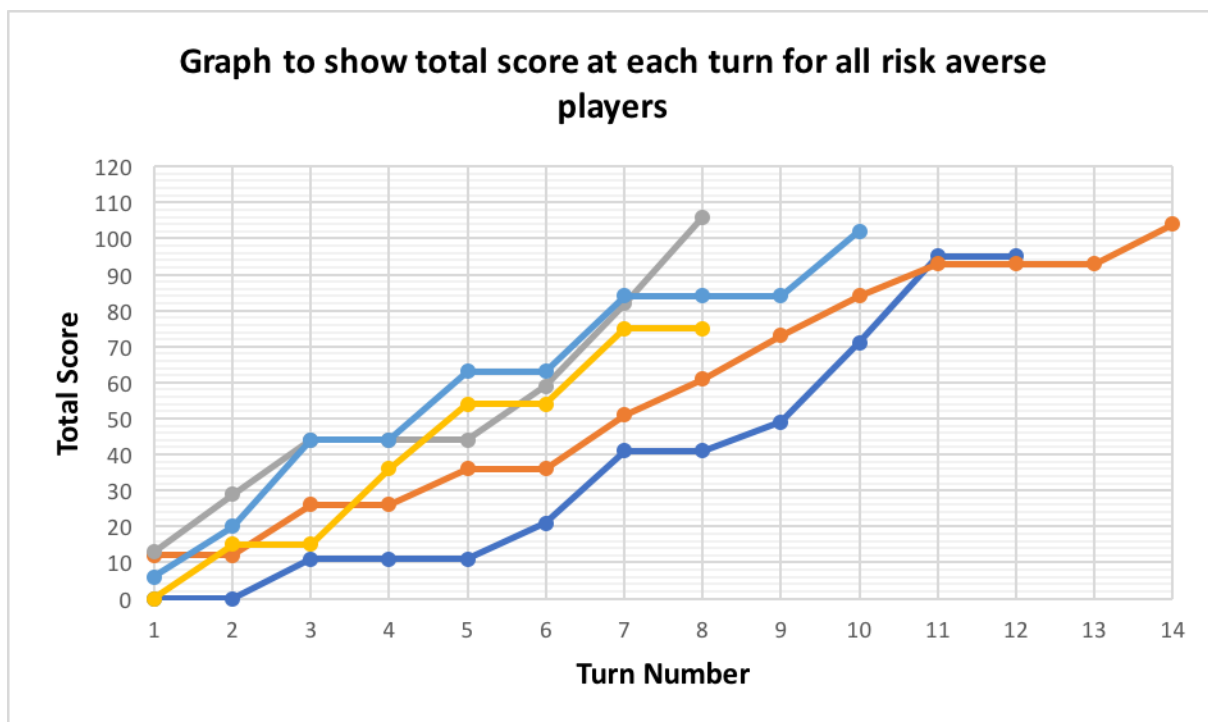


Figure 8: Score at each turn for risk averse players

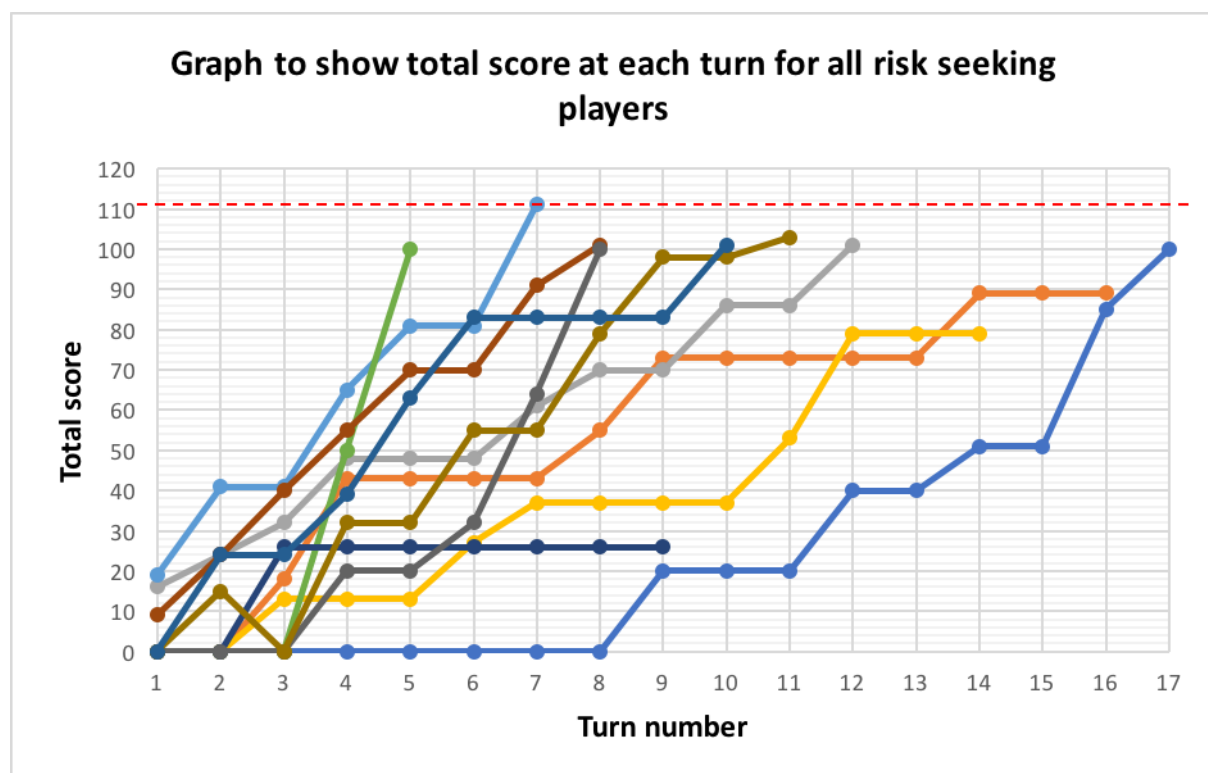


Figure 9: Score at each turn for risk seeking players

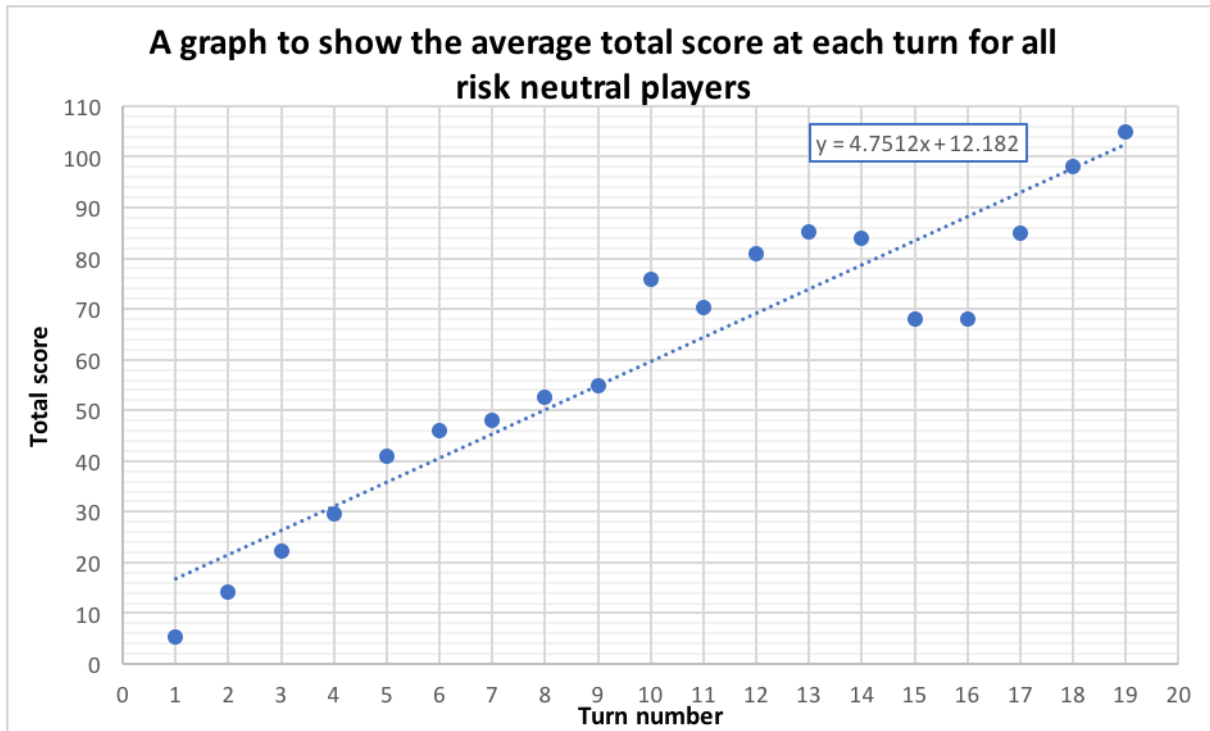


Figure 10: Average score at each turn for risk seeking players

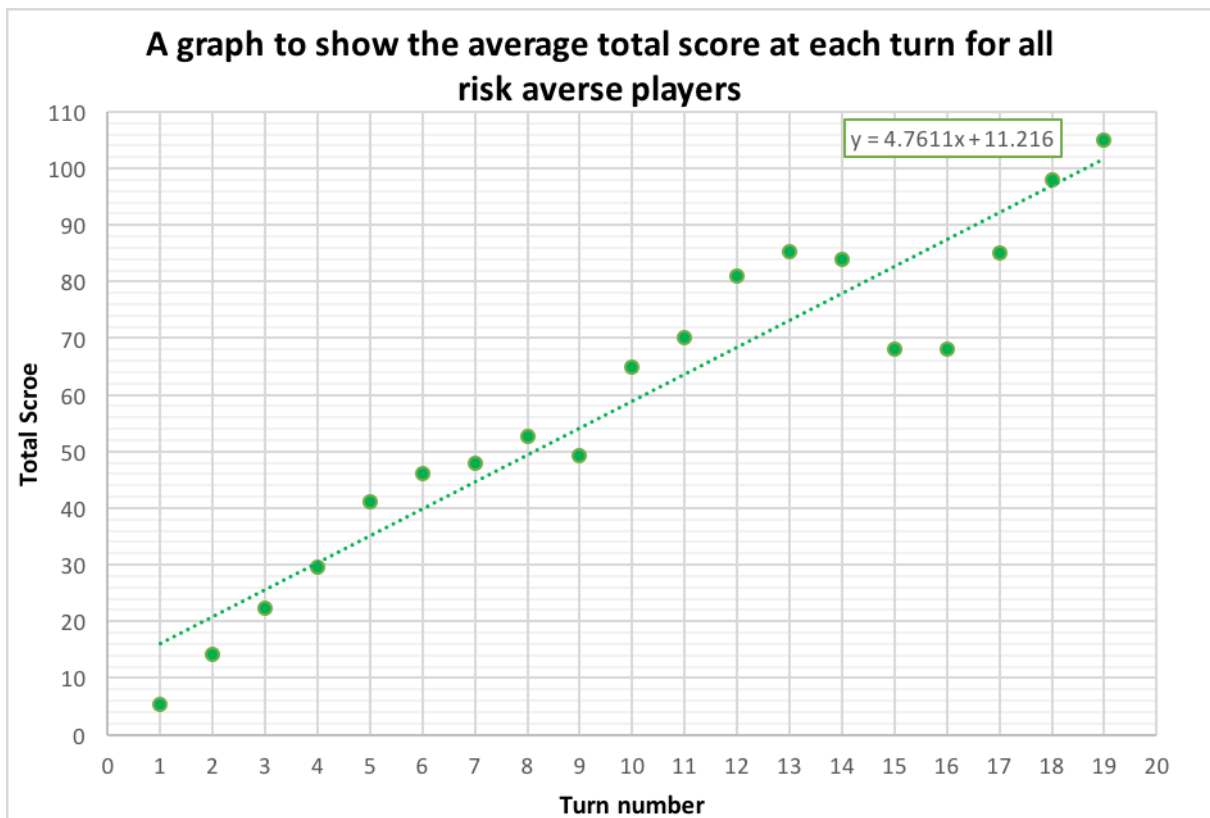


Figure 11: Average score at each turn for risk seeking players

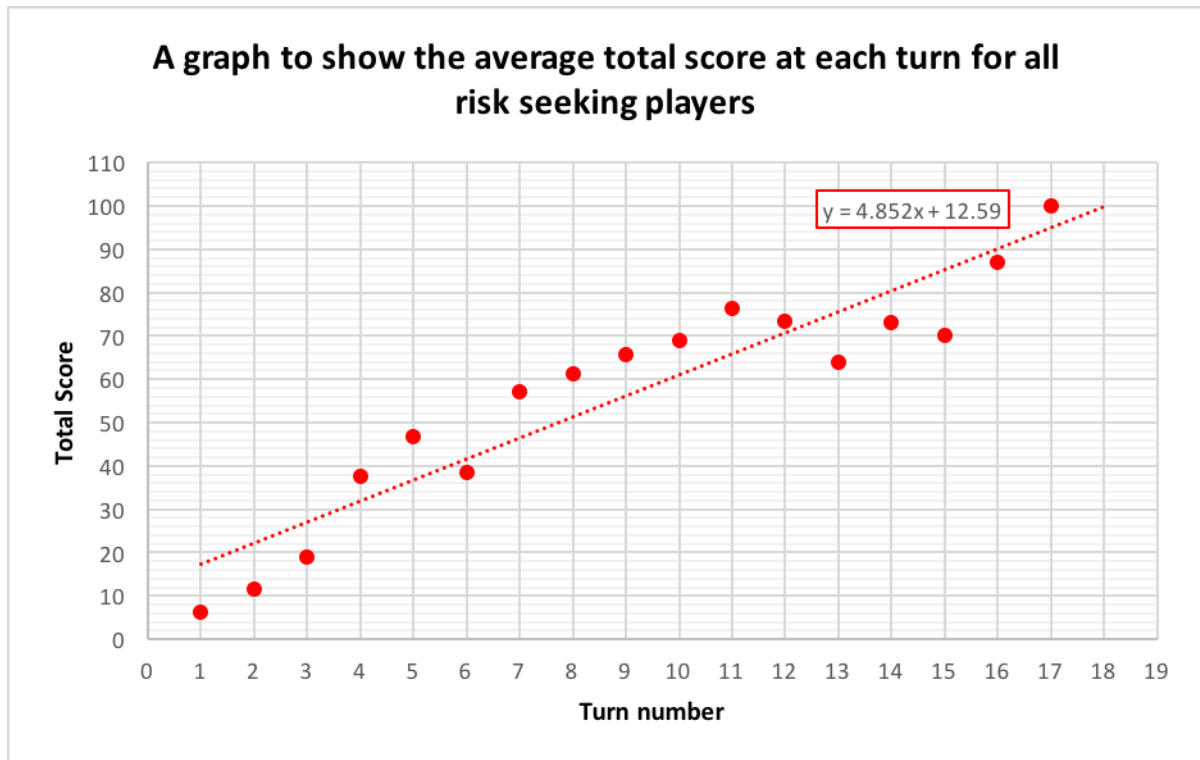


Figure 12: Average score at each turn for risk seeking players

winning and therefore the player begins to panic and roll too each turn number, causing them to roll a 1 and lose. This links back to the ideas exposed in Prospect theory as humans compensate to win by taking extra risks which they usually wouldn't. In this case the player is rolling excessively in order to rebuild up a greater score to bank on. This therefore shows, that for our results gathered, that at around the turn number 14, on average, players strategies change dependent on the opponents play.

Overall, a possible explanation for the similarity of the gradients is that in the long run of playing pig, players preferences are evened out by the game, much like the stock market evens out returns in the long run.

3.2.2 Players Interactions

For our second experiment we looked into how player A's strategy was influenced by player B's strategy and vice versa. To do this we took all 15 sample games that were played and plotted the total scores of player A and player B at each turn.

Firstly, an interesting game that we wanted to look at was game 14 (figure 13).

Looking at game 14, we found that from turn 4 onwards, as player 1's score increases and gets closer to the target score of 100, player 2's total score stays the same until turn 8. A possible explanation for this is that as player 1 continues to increase their total score, player 2 wants to try and build up a big bank score in order to catch up with player 1. As a result, they've rolled for too long, eventually rolling a 1, thus scoring a turn total of 0.

This shows us that player 1's strategy is influencing the strategy used by Player 2. At first, both players represent similar game techniques, but after an increased score from Player 1, Player 2 demonstrates traits of a risk seeker (although they stated to be risk neutral) by rolling a greater amount of times to attempt to gain a better outcome. However, in this case they have been unsuccessful. This highlights two concepts. Firstly, player 2 has not stuck to their stated risk preference during the game, and secondly, the strategy implemented by player 1 has resulted in a change of behaviour in player 2. As this game led to a loss for player 2 it may show that a strategy shouldn't be changed during game play, and that individuals should play a strategy that is independent of their opponents.

Whilst looking through all of our results we found a common theme that is shown well through Game 11 (figure 14) in particular. We can see that players start to mirror one another's strategies.

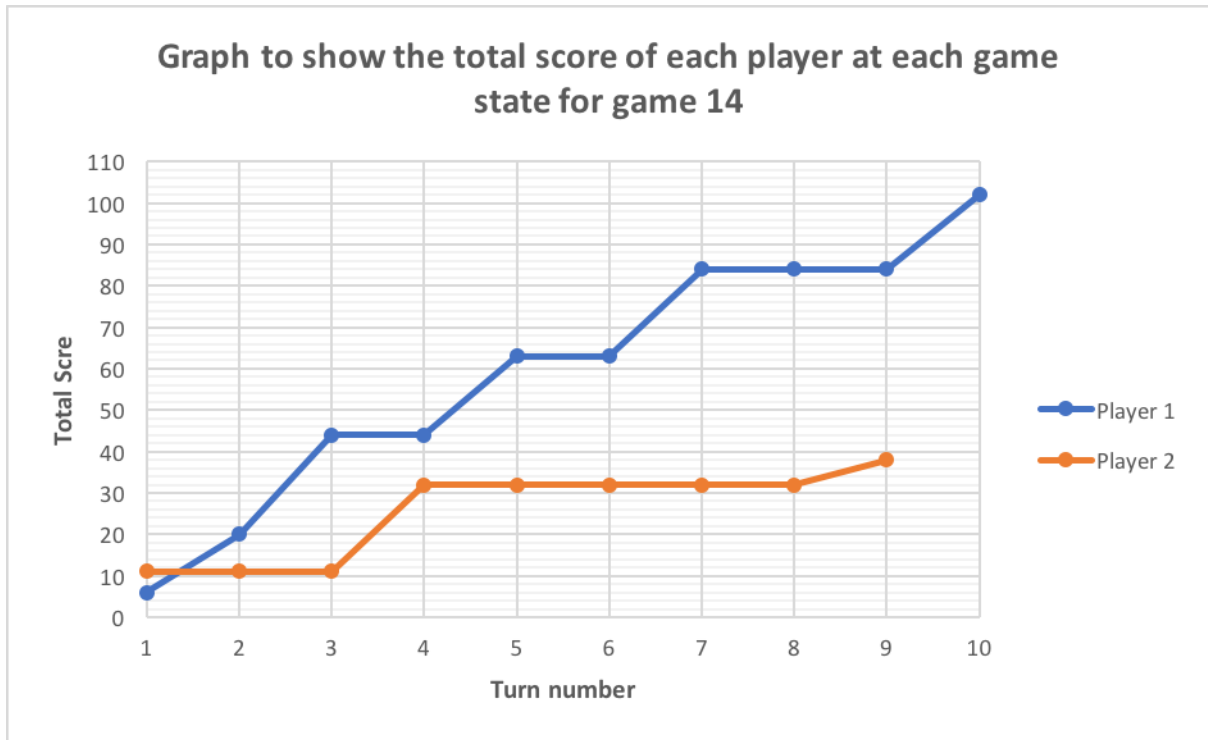


Figure 13: Game 14 Player 1: Risk Averse, Player 2: Risk Neutral

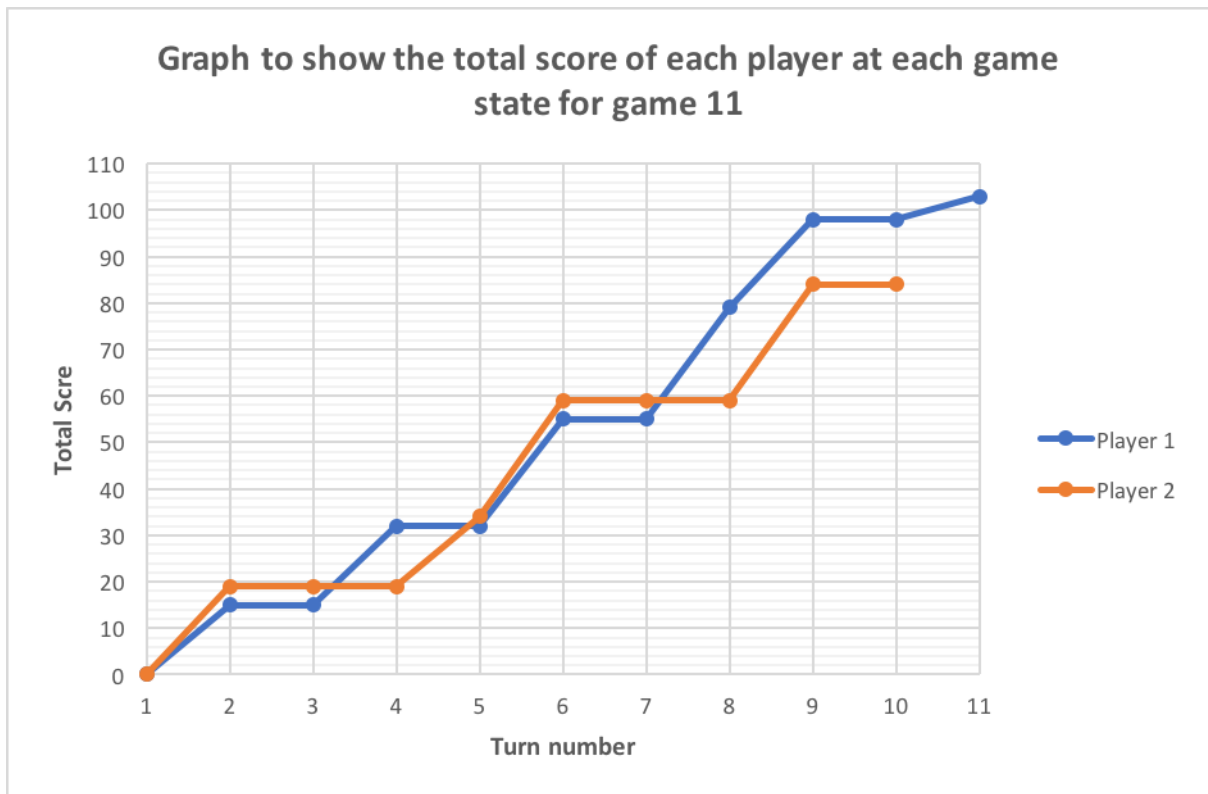


Figure 14: Game 11- Player 1: Risk loving, Player 2: Risk Neutral

The stated risk preferences of each player are different and therefore we would expect slightly different graphs from each player. However, they both follow the same pattern from the beginning of the game. The shape of the graphs follow that of one expected by a risk neutral participant and thus may show that player 1 (stated risk loving) has actually adopted the strategy of player 2.

3.3 Statistical Testing

3.3.1 The test

As mentioned in the methodology, to calculate the number of games required to play to perform a fair test we will use hypothesis testing.

Let S denote a certain strategy within the game of pig.

Let n denote the number of games played.

Let X denote the number of games won by that strategy after n games.

As we will be playing S against itself, we can say $E(X) = \frac{n}{2}$, the expected amount of games S should win against itself.

We can approximate X to the binomial distribution to conduct the hypothesis test. $X \sim \text{Bin}(n, p = 0.5)$ by the binomial distribution

$$\begin{aligned} E(X) &= np \\ &= \frac{n}{2} \end{aligned} \qquad \begin{aligned} SD(X) &= \sqrt{\text{var}(X)} \\ &= \sqrt{np(1-p)} \\ &= 0.5\sqrt{n} \end{aligned}$$

By using the Z distribution at a 95% confidence interval ($z = 1.96$), we compute the following interval.

$$\begin{aligned} 95\%CI &= \left(\frac{n}{2} - 1.96(0.5\sqrt{n}), \frac{n}{2} + 1.96(0.5\sqrt{n})\right) \\ &= \left(\frac{n}{2} - 0.98\sqrt{n}, \frac{n}{2} + 0.98\sqrt{n}\right) \end{aligned}$$

We would like the p value that we obtain to be within 0.025 of the true value of the probability. As probabilities range from 0 to 1, this would mean that the practical result is within 95% of the theoretical value. For this system this implies that $0.475 < p < 0.525$. From the above interval for X , we can say that as $X = np$, using the upper and lower bounds for our p , we can then calculate a value for n , i.e. $0.475n$ would be equal to the lower bound for X of the confidence interval with $0.525n$ being the upper bound.

I.e.

$$0.475n = \frac{n}{2} - 0.98\sqrt{n}$$

Solving this for n , we get that $n = 1537$, and similarly for the upper bound.

This would imply that playing a game of pig 1537 times would end up giving a probability of the strategies winning against each other that is within 95% of the true value. As theoretical stats is not 100% accurate, this theory was simulated in matlab. We tested this theory by running n games of pig 100 times for a given strategy against itself, for n ranging from 1 to 4000, and calculating the p -value from each of the games.

Figure 15 shows the distribution of the p -values over the number of games played. Each point on the x -axis has 100 values for the y -axis. The two lines on the y axis at $y = 0.475$ and $y = 0.525$ show the confidence interval we want for p . The orange colour that runs through the graph shows a higher concentration of values. This graph shows that the distribution for p is scattered greatly for small number of games played and converges as the number of games increases. We can see that around the 1500 number of games played, the orange centre is located within the interval for p , but there are still a lot of stray values. These stray values still occur, but less often, even when the number of games is increased. By looking at the graph we can chose a value at which the majority of points lie within the interval.

After the number of games passes 2500, there doesnt appear to be much decrease in the width of the distribution, so we will chose 3000 as the appropriate number of games to play for a fair test. It would be a mistake to now only use $n = 3000$ to test strategies. As the figure 15 shows, even for high values for n , you can still get stray results. Therefore, like what was done in the test to find n , for strategies we want to compare we will take 100 results of 3000 games. Then we can take the average of these results to further improve the reliability of the result.

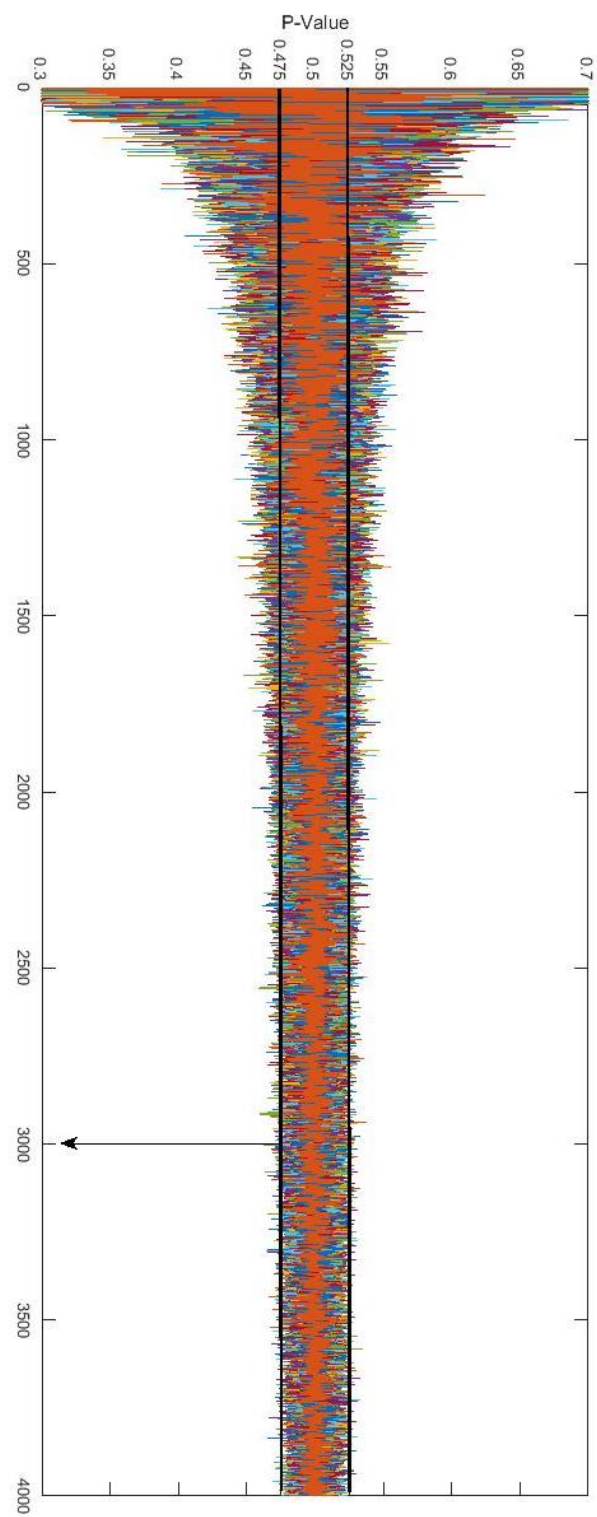


Figure 15: stats testing

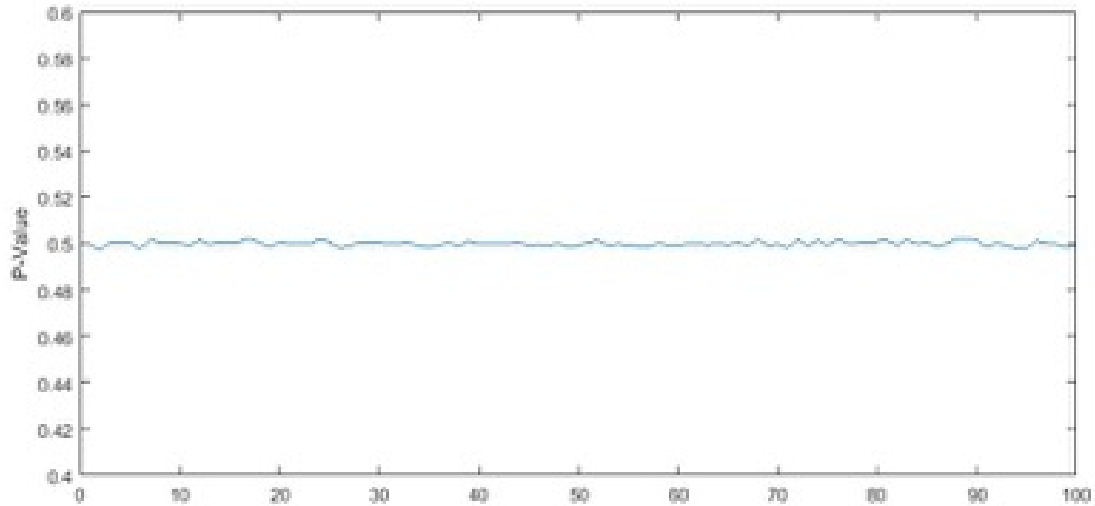


Figure 16: stats

3.3.2 Corollary

In matlab, we tested the fair test numerous times by creating a code which ran the test 100 times, that is, 100 results 3000 games played 100 times with the average computed. Figure 16 illustrates 1 of the results of running this code. You can see that for 100 results of the test, the distribution of p is still very small. For this particular result, p ranged from 0.4974 and 0.5020 which is well within our confidence interval for p . The mean of the results was (coincidentally) 0.5 exactly.

The purpose of the fair test is that our practical results are accurate to within a certain degree of confidence to the theoretical results, in our case, within 0.025. As we have coded a programme which can calculate the theoretical probabilities, we can run multiple simulations with the fair test to see how accurate our results are to the theoretical values.

3.3.3 Testing theoretical probability values to practical values with the fair test

We have showed that for a strategy playing against itself, playing 3000 games 100 times gives a reliable result for the probability of winning, but we now should ensure that this test also works for different strategies playing against itself. From using the theoretical probabilities calculated in matlab, we will run numerous tests for different strategies playing against themselves and comparing the theoretical results to the practical results obtained from the test. We will consider simple hold at strategies with this. Due to time constraints we will not compare every hold at strategy, though we will test a wide variety of hold at strategies. Figure 17 shows the result from 10 different games of 2 different strategies under the fair test. The last column shows the deviation from the theoretical values of the probability and the practical values obtained from the test. By our conditions, if the deviation is greater than 0.025 then this would imply that the practical results aren't consistent with the theoretical results implying that the test wasn't reliable. As you can see the results are all less, and comfortably so, than 0.025, therefore we can say that the test conducted gives reliable results and is therefore fair.

3.3.4 Determining whether a strategy is better than another

There are two ways which we could analyse the results. As we are playing 3000 games of pig and giving each strategy a score of 1 for each game they win, we could analyse the score for both strategies and use that to determine whether it is better or worse than the other strategy. Though we are playing 100 independent 3000 games and then taking the average score of both strategies, the following method will still apply.

From looking at our maximal value for the probability in the confidence interval, as $X = np$ where $n = 3000$ and $p = 0.525$, we can say that if one strategy wins on average $X = 3000 \times 0.525 = 1575$ then it is better than the other strategy.

We could also look at the respective probability of the strategies from the theoretical results. As $p = \frac{X}{n}$,

| | Theoretical | | | Practical (under the fair test) | | | |
|--------------------|--|--|--|--|--|--|--------------------------------|
| Hold at strategies | Probability of the former winning when it goes first | Probability of the latter winning when it goes first | Probability of former winning in general | Probability of the former winning when it goes first | Probability of the latter winning when it goes first | Probability of former winning in general | Deviation of results (general) |
| 20v21 | 0.5426 | 0.5258 | 0.5084 | 0.5429 | 0.5267 | 0.5081 | 0.0003 |
| 15v20 | 0.4784 | 0.5933 | 0.4426 | 0.4773 | 0.5939 | 0.4417 | 0.0009 |
| 1v80 | 0.5049 | 0.5078 | 0.4986 | 0.5057 | 0.5093 | 0.4982 | 0.0003 |
| 1v5 | 0.0236 | 0.9860 | 0.0188 | 0.0233 | 0.9862 | 0.0186 | 0.0002 |
| 80v85 | 0.5568 | 0.4541 | 0.5514 | 0.5557 | 0.4518 | 0.5520 | 0.0006 |
| 45v55 | 0.5544 | 0.4740 | 0.5402 | 0.5555 | 0.4725 | 0.5415 | 0.0013 |
| 1v100 | 0.7393 | 0.2682 | 0.7356 | 0.7400 | 0.2683 | 0.7359 | 0.0003 |
| 36v52 | 0.6354 | 0.3969 | 0.6193 | 0.6329 | 0.3949 | 0.6190 | 0.0002 |
| 5v21 | 0.0788 | 0.9401 | 0.0694 | 0.0785 | 0.9393 | 0.0696 | 0.0003 |
| 13v31 | 0.5006 | 0.5559 | 0.4724 | 0.5024 | 0.5563 | 0.4731 | 0.0007 |

Figure 17: stats

if the value for p is outside our determined confidence interval, we can then deduce that one of the strategies is better than the other.

3.3.5 Statistical findings on the optimal

It happens to be that simply hold at strategies, i.e. If your turn score is less than 20 (say, then you always roll, are quite affective (as said by neller?). This made us think that testing our version of the optimal strategy against simply hold at strategies would be a good place to start. We could find the optimal and then play it against numerous hold at strategies and see the results, though we thought it would be good to find whether there was a best hold at strategy so that we only need to use that to analyse our version of the optimal.

As we saw earlier, Figure 17 shows some of the probabilities we obtained from running these tests along with their theoretical probabilities. We decided to run a test, in compliance with our rules for a fair test, in Matlab of every hold at strategy from hold at 1 to hold at 100 in order to determine which particular hold at strategy was better than all of the others. As we saw earlier, the strategy hold at 0 cannot win any games it plays and so, to reduce computing time, we will not include this in our simulations. We wanted to know whether there was one hold at strategy which beat all other strategies, as opposed to finding which one won the most against the others. By this we mean whether the strategies are transitive. By saying that the strategies are transitive, we mean that if we have strategies A, B and C, where A is better than B and B is better than C, then A is better than C also. This would mean that if we find one strategy that is the best, it will beat all other strategies. We ran a Matlab simulation, again alongside our rules for a fair test, which returned a result that confirmed that these simple hold at strategies are in fact transitive.

After we had looked at the transitivity of strategies, we looked at playing a tournament between all of the hold at strategies from 1 to 100 in order to find which such strategy was the most superior and beat all of the rest. We again ran this in compliance with our rules for a fair test and the outcome of this tournament was that hold at 25 came out to be victorious from 10 tournaments.

3.3.6 Interesting note

After we evaluated all of the simple hold at strategies, we decided to look at more complicated strategies that have other rules other than just at what turn score to bank at. When evaluating strategies of this description, we were able to find three strategies that are non-transitive. The strategies we have found that have such properties are named turtle, roll to win and roll and wait. Turtle is a slow strategy, as suggested by its given name, banking on a low score each turn and thus slowly making its way towards 100. Roll to win is a very simple strategy, where it only banks once the turn score reaches 100. Roll and wait is a strategy that behaves such that it gets up to a banked score of 80, before not rolling and waiting for the opponent to catch up, before then rolling to try to win. We ran fair tests between these strategies and have found both practical and theoretical probabilities of each strategy winning against another. When turtle played against roll to win, we got a practical probability that turtle will win with probability of 0.8127 when going first, compared to 0.1949 for that of roll

to win. Comparatively, we get theoretical probabilities of 0.812840 for turtle to win going first and 0.195448 for roll to win. Using these number to calculate who wins in general from multiple games is fairly simple and will be explained further on, but the calculate to be 0.8089 for turtle winning and 0.1911 for roll to win to win. This is again showing that our tests are accurate, with very little deviation between the practical and theoretical values. This shows that turtle is a better strategy as both the practical and theoretical probabilities of it beating roll to win lie above 0.525, the upper bound of our previously stated confidence interval. Similarly, roll to wins probability lies below the lower bound of 0.475, further confirming our conclusion that turtle is superior. We then played roll to win against roll and wait and got both practical and theoretical probabilities of 1 for roll to win winning, regardless of who went first. Roll and wait produces a practical probability of beating turtle 0.7101 when going first and 0.7062, whereas the latter wins with probability 0.2983 when it goes first. This compares to the practical probabilities of 0.710606 for roll and wait and 0.297148 for turtle. The probabilities for roll and wait to win clearly lie above the upper bound of our confidence interval, and turtle below the lower bound, hence we conclude that it is the better strategy. As this experiment shows, for both practical and theoretical probabilities, turtle is better than roll to win, roll to win is better than roll and wait, however, roll and wait is better than turtle, giving us a 3-way loop, and hence proving that these such strategies are non-transitive.

Our function in matlab calculates the probability of a strategy winning given that it starts the game, therefore, theoretically we calculate the general probability of it beating every other hold at strategy as follows:

Let x denote the probability hold at 25 winning when going first.

Let y denote that of its opposing strategy when it goes first.

Let X be the general probability of hold at 25 winning.

For 3000 games, hold at 25 goes first 1500 times and second the same amount of times, so we have

$$X = \frac{1500(x) + 1500(1 - y)}{3000}$$

$$X = \frac{x + (1 - y)}{2}$$

As an example, lets compare it against hold at 30. We calculated the probability of hold at 25 winning when going first as 0.573741 and that of hold at 30 as 0.48091. If we put this in our formula, we get

$X = \frac{0.573741 + (1 - 0.48091)}{2} = 0.546416$. Applying this against all other hold at strategies, we can produce the graph in figure 17. As we can see in figure 18, all of the general probabilities for hold at 25 winning lie strictly above the line of $y = 0.5$, other than when it plays against itself, when it gives a value of 0.5 as expected. From this, we can deduce that, theoretically, this is also the best of these simple hold at strategies.

Upon finding our “optimal strategy”, we then had to test it against other strategies in order to show that it is in fact the superior of the two in question and, in turn, the best to play against any given strategy. As we saw from the tournament of all of the hold at strategies, and the subsequent table of probabilities, hold at 25 was the best of the simple old at strategies. As the hold at strategies are also transitive, it made sense to test our optimal against this one and then conclude that our strategy beats all of the rest also. We ran the two against each other in line with our fair test and the simulation returned a practical probability of 0.55076 that our optimal would win when going first and 0.52136 in general, compared to hold at 25 winning with probability 0.50804 when going first and just 0.47864 in general. As we can see our optimal strategy beats hold at 25 when going first with a probability that lies above our confidence interval, showing that our strategy is superior. This is also in agreement of theoretical calculations, with our optimal theoretically winning 0.55127 in general and bank at 25 winning with probability 0.50914. As we know that the hold at strategies are transitive, this then means that our optimal strategy beats all such simple strategies also.

We then tested our optimal strategy against that of Nellers. These simulations returned results of a probability of 0.53182 when our strategy went first and 0.53176 when Nellers went first, which are values within each-others confidence interval which suggest that practically the two strategies could have the same probability. This was also backed up, with theoretical results showing that both nellers and our optimal won when going first with a probability of 0.53059. This then gave us a general probability of each strategy winning of 0.5, showing that our optimal strategy has in fact converged to that found by Neller previously.

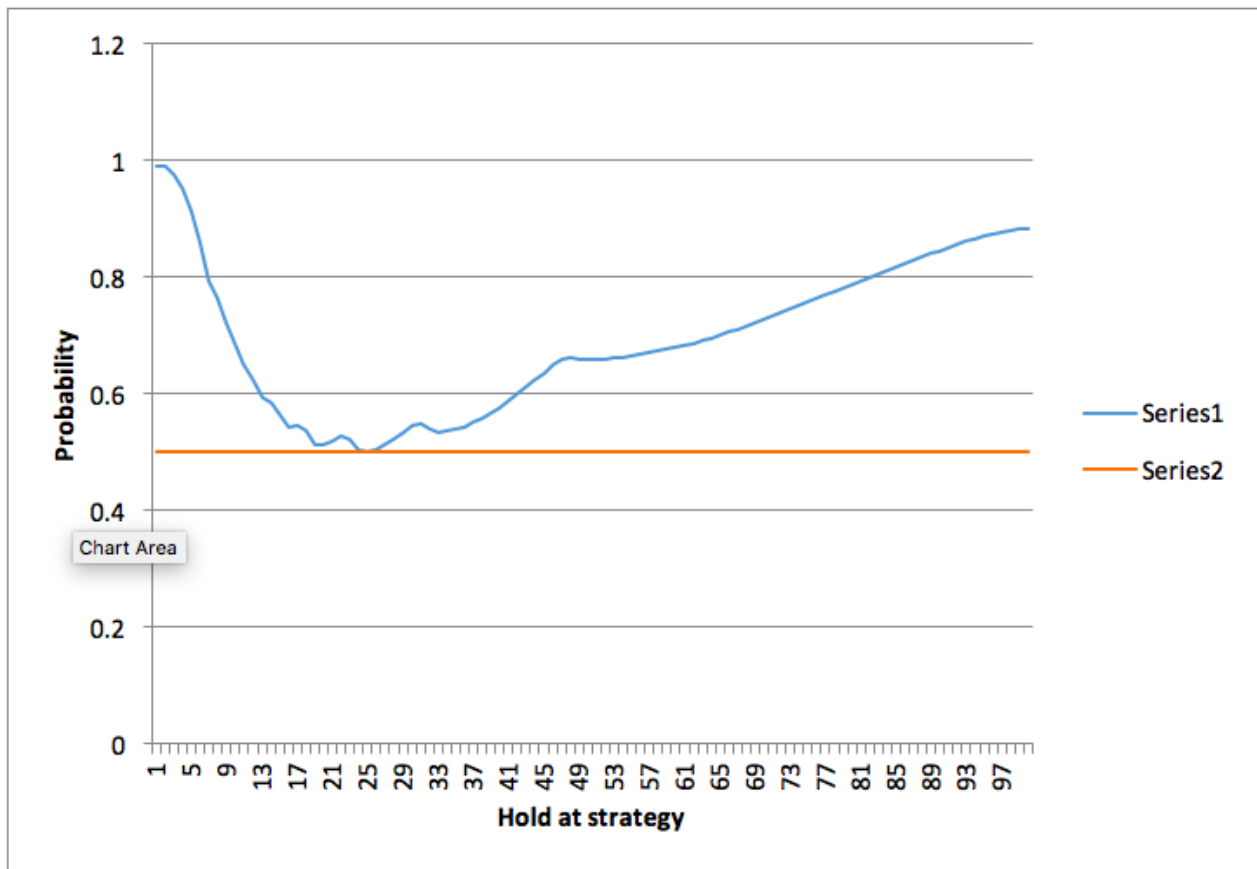


Figure 18:

4 Conclusions

4.1 Overall findings

4.2 Humans playing pig and their interactions

Do players stick to their stated risk preferences?

No, we found out that players don't actually play in align with their stated preferences. It seems that on average, once participants play Pig they have different risk preference. We found that a lot more people are risk seeking than they originally stated. As we can see with the risk preference graphs, we expected the graphs to look like the graphs as shown in the introduction (figure 4). However we found that this wasn't the case. We explained this as risk preferences are evened out in the long run.

Player interactions

We have concluded that an individual's strategy is definitely influenced by their opponents. Game 11 (figure 13) and game 14 (figure 14) best represent our overall results found. In summary, we found that players change their strategy and do not stick to the risk preference stated and players copy their opponents strategy. If people stick to mirroring each other they actually have more of a fair chance of winning, whereas if they change their strategies later on in the game it causes a worst outcome.

Limitations

Our sample size was fairly small. Therefore, if this experiment was to be repeated, we would want to ensure that we collected data from a greater number of participants so that we could be more confident in our conclusions.

4.3 Statistical analysis

To conclude statistical analysis, we first had to acknowledge that probabilities for our strategies winning could be measured both practically and theoretically and these can often differ greatly. In order to ensure that these were as close as they could be, we needed to create some rules for a fair test by which we would have to follow

when playing two strategies against each other, in order to accurately compare them.

We first noted that a particular strategy will win against itself with a general probability of 0.5. We then constructed a confidence interval at the 95% significance level with the idea that we didnt want p to differ more than 0.025 away from 0.5, where p denotes the probability of a strategy winning against itself. From this, we could work backwards from our confidence interval and find the optimal number of games, n , required for one single fair test. This method produced $n = 1537$. However, we saw from figure 15 that this value of n gave too many outliers in the data, so we instead chose 3000 as it appeared accurate for our particular confidence interval. As this number still produced some outlying data, we decided to run 100 fair tests in order to minimise the error as much as we could in order to obtain accurate practical probabilities against theoretical ones.

We decided first to look at simple hold at strategies and found them to be transitive. By this, we mean, for three strategies A, B and C, if A is better than B and B is better than C, then A is better than C. This means we could have one strategy superior than the rest and we found this to be hold at 25, when we ran a tournament between the strategies.

We were then required to test if the optimal strategy that we thought we had found was in fact superior. As we knew the hold at strategies to be transitive, we only needed to test it against the best of these in order to know that it was better than the rest, assuming that it won. Our optimal strategy won with general probability of 0.52136, thus allowing us to conclude that it was better than all of the hold at strategies.

We then tested our optimal against that found by Neller[2] to see if our strategy had in fact converged to this. Both strategies, when going first, won with the same probability of 0.53182, giving a general probability of 0.5 for each strategy. We could then conclude that our strategy was in fact the same as the optimal that Neller had found and written about himself.

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- [3] Todd W Neller and Clifton GM Presser. Practical play of the dice game pig. *The UMAP Journal*, 31(1), 2010.