

3.1 Strategies

Tuesday, August 25, 2020 10:09 AM

$$S_2 = \{H, L\}$$

$$S_i = \{HH', HL', LH', LL'\} \leftarrow \text{Cherry 1 + } z_{ii} \text{ from previous example on high/low effort}$$

$$(H, LH') \leftarrow \text{Profile}$$

$$S = S_2 \times S_i$$

↳ Cartesian Product (matrix multiplication)

$$s_i \in S_i \quad S = s_1 \times s_2 \times s_3 \times s_n \leftarrow \text{All Possibilities}$$

S_{-i} is all strategies except Player i (think vectors in \mathbb{R}^n)

$$\text{Player } i \text{ utility} = U_i(s) \text{ or } U_i(s_i, s_{-i})$$

$$i=7 \text{ then } s_{-7} = (s_1 \dots s_6, s_8 \dots s_n) \text{ or } s(s_7, s_{-7})$$

Every Profile maps to Payoffs

$$U_i: S \rightarrow \mathbb{R}$$

Normal form?