Mutual Optimism February 26, 2015

Today's Agenda

- 1. Dice game.
- 2. Presentation on "War Is in the Error Term."
- 3. Presentation on "Does Private Information Lead to Delay or War in Crisis Bargaining?"

Let's Play a Game

- Two players each roll a dice
- Whoever rolls higher wins

A More Interesting Version

- 1. Each player rolls and privately sees own roll
- 2. Each player simultaneously:
 - Chooses "play" or "don't play"
 - Reveals roll

Both "play" → pay small cost, play game

Either "don't play" → no cost, no play

Each round: 20 points at stake Playing costs 1 point each.

- Don't play: +10 points each
- Play and win: +19 points
- Play and lose: -1 point
- Play and tie: +9 points each

Player 1: • + "don't play"

Player 2: **!!** + "play"

Outcome: No Play

Player 1: gain 10 points

Player 2: gain 10 points

Player 1: • + "play"

Player 2: **!!** + "play"

Outcome: 2 Wins

Player 1: lose 1 point

Player 2: gain 19 points

Player 1: 3 + "don't play"

Player 2: :: + "play"

Outcome: No Play

Player 1: gain 10 points

Player 2: gain 10 points

Player 1: 3 + "play"

Player 2: :: + "play"

Outcome: Tie

Player 1: gain 9 points

Player 2: gain 9 points

Rules

- Play the game with 10 classmates
 - Different person each time
- Record outcome of each round on worksheet
- Whoever gets most points wins!

What Does This Have to Do with War?

Can mutual optimism cause mutual war? Nope.¹

¹ Dice game and application to war taken from Mark Fey and Kristopher Ramsay, "Mutual Optimism and War," *American Journal of Political Science* 51, no. 4 (2007): 738–754.

Image Sources

- Dice photo: Curtis Perry, via Flickr
- Die faces: Wikimedia Commons