

$$S_B = \begin{bmatrix} B_1 & B_2 & B_3 & B_4 \\ 0 & q_1 & 0 & 1-q_1 \end{bmatrix}$$

6/4/18

$$\frac{p_1}{1-p_1} = \frac{a_{22} - a_{21}}{a_{11} - a_{12}} = \frac{2 - 0}{1 + 2} = \frac{2}{3}$$

$$3p_1 = 2 - 2p_1$$

$$5p_1 = 2$$

$$p_1 = \frac{2}{5}$$

$$\frac{a_1}{a_2} = \frac{a_{22} - a_{12}}{a_{11} - a_{21}} = \frac{2 - (-2)}{1 - 0} = 4$$

$$a_1 = 4(1 - q_1) = 4 - 4q_1$$

$$5q_1 = 4$$

$$q_1 = 4/5$$

$$v = \frac{2}{5}$$

$$S_A = \begin{pmatrix} A_1 & A_2 \\ 2/5 & 3/5 \end{pmatrix}$$

$$S_B = \begin{pmatrix} B_1 & B_2 & B_3 & B_4 \\ 0 & 4/5 & 0 & 1/5 \end{pmatrix}$$

8 / Solve graphically:

$$\begin{array}{c}
 A_1 \begin{pmatrix} B_1 & B_2 & B_3 \\ 3 & -3 & 4 \end{pmatrix} \quad \text{Row-min} \quad \bar{v} = -3 \\
 A_2 \begin{pmatrix} -1 & 1 & -3 \\ 3 & 1 & 4 \end{pmatrix} \quad \text{Row-min} \quad \underline{v} = 1
 \end{array}$$

col max.

$$S_A = \begin{pmatrix} A_1 & A_2 \\ p_1 & 1-p_1 \end{pmatrix}$$

B's pure moves

B₁

B₂

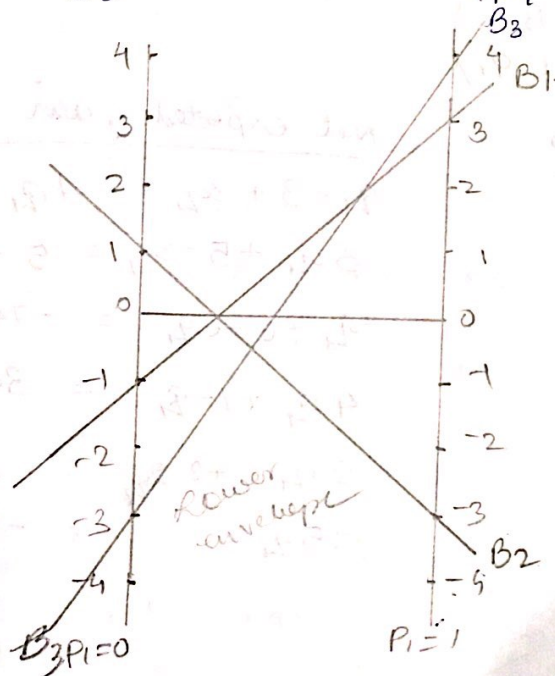
B₃

Net expected gain of A.

$$(p_1 \ 1-p_1) \begin{pmatrix} 3 \\ -1 \end{pmatrix} = 3p_1 - 1 + p_1 = 4p_1 - 1$$

$$-3p_1 + 1 - p_1 = -4p_1 + 1$$

$$4p_1 - 3 + 3p_1 = 7p_1 - 3$$



$$S_B = \begin{pmatrix} B_2 & B_3 \\ q_1 & 1-q_1 \end{pmatrix}$$

$$\text{Now, } A = \begin{pmatrix} -3 & 4 \\ 1 & -3 \end{pmatrix}$$

$$\frac{p_1}{p_2} = \frac{-3 - (-4)}{-3 - 4} = \frac{-4}{-7} = \frac{4}{7}$$

$$7p_1 = 4 - 4p_1$$

$$p_1 = \frac{4}{11}$$

$$\frac{a_1}{a_2} = \frac{-3 - (-4)}{-3 - 1} = \frac{1}{-4} = -\frac{1}{4}$$

$$4q_1 = 7 - 7q_1$$

$$11q_1 = 7$$

$$q_1 = \frac{7}{11}$$

$$v = \frac{9 - 4}{-6 - 5} = \frac{5}{-11} = -\frac{5}{11}$$

$$S_A = \begin{pmatrix} A_1 & A_2 \\ 4/11 & 7/11 \end{pmatrix}$$

$$S_B = \begin{pmatrix} B_1 & B_2 & B_3 \\ 0 & 7/11 & 4/11 \end{pmatrix}$$

8. Obtain the optimal strategies for the 2 persons and the value of the game when payoff matrix is given by:

Here, from perspective of B.

	B ₁	B ₂
A ₁	1	-3
A ₂	3	5
A ₃	-1	6
A ₄	4	1
A ₅	2	2
A ₆	-5	0

$$S_B = \begin{pmatrix} B_1 & B_2 \\ q_1 & 1-q_1 \end{pmatrix}$$

A's pure moves

A₁

A₂

A₃

A₄

A₅

A₆

Net expected gain of B

$$q_1 - 3 + 3q_1 = 4q_1 - 3$$

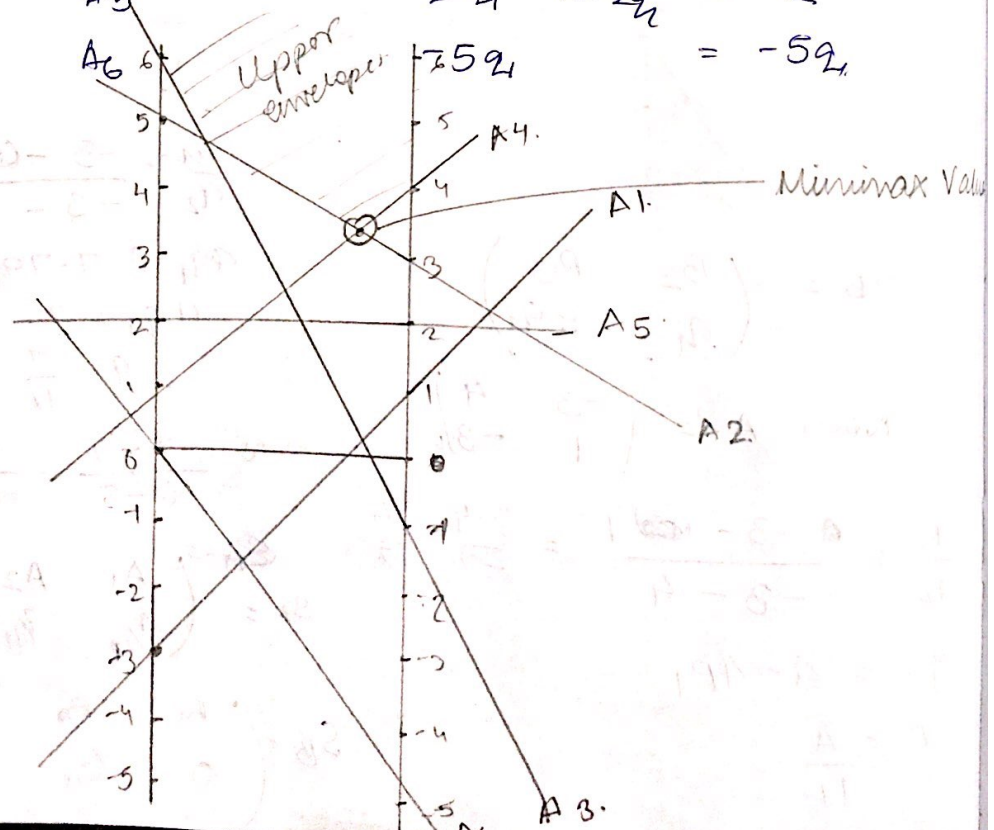
$$3q_1 + 5 - 5q_1 = 5 - 2q_1$$

$$-q_1 + 6 - 6q_1 = -7q_1 + 6$$

$$4q_1 + 1 - q_1 = 3q_1 + 1$$

$$2q_1 + 2 - 2q_1 = 2$$

$$= -5q_1$$



$$A \quad S_A = \begin{pmatrix} A_2 & A_4 \\ p_1 & 1-p_1 \end{pmatrix}$$

$$A = \begin{pmatrix} 3 & 5 \\ 4 & 1 \end{pmatrix}$$

$$\frac{p_1}{p_2} = \frac{1 - 4}{3 - 5} = \frac{-3}{-2} = \frac{3}{2}$$

$$2 \quad p_1 = \cancel{4p_1} \cdot 3 - 3p_1$$

$$5p_1 = 3$$

$$p_1 = \frac{3}{5}$$

$$\frac{q_1}{q_2} = \frac{1-5}{3-4} = 4$$

$$q_1 = 4 - 4q_1$$

$$5q_1 = 4$$

$$q_1 = \frac{4}{5}$$

$$v = \frac{3 - 20}{4 - 9} = \frac{-17}{-5} = \frac{17}{5}$$

$$S_B = \begin{pmatrix} B_1 & B_2 \\ \frac{4}{5} & \frac{1}{5} \end{pmatrix}$$

$$S_A = \begin{pmatrix} A_1 & A_2 & A_3 & A_4 & A_5 & A_6 \\ 0 & \frac{3}{5} & 0 & \frac{2}{5} & 0 & 0 \end{pmatrix}$$

B

$$\begin{matrix} & B_1 & B_2 \\ A_1 & 3 & -4 \\ A_2 & 2 & 5 \\ A_3 & -2 & 8 \end{matrix}$$

$$S_B = \begin{pmatrix} B_1 & B_2 \\ q_1 & 1-q_1 \end{pmatrix}$$

A's pure moves.

A₁

A₂

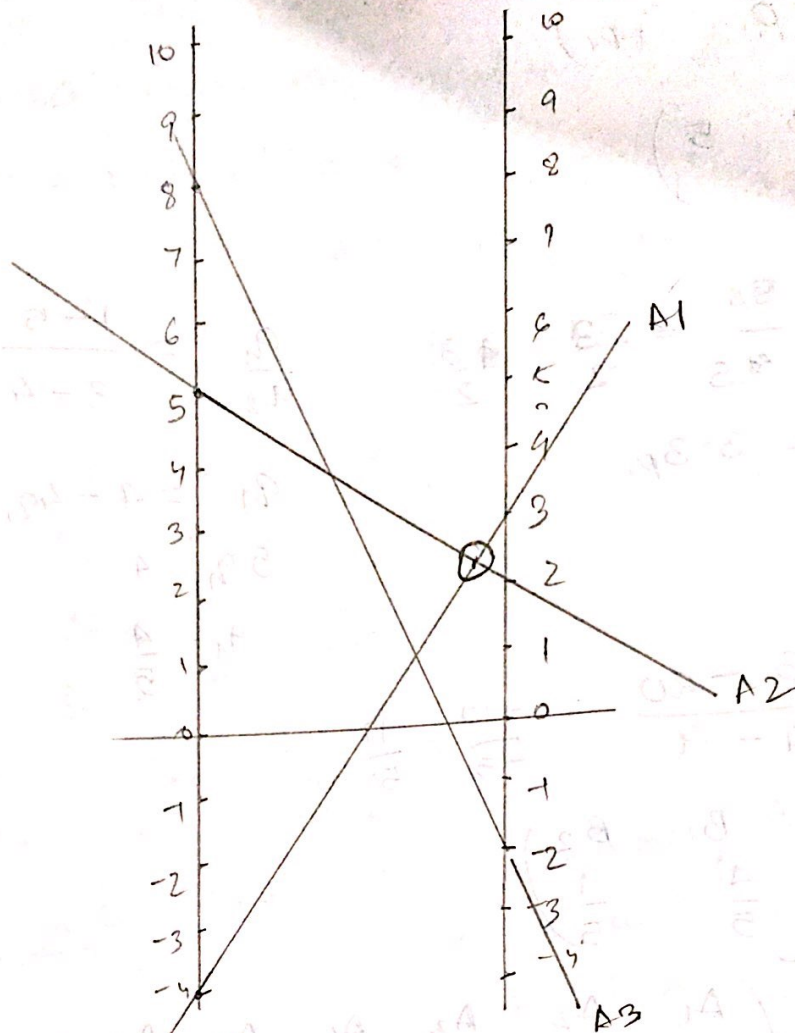
A₃

Net expected gain of B

$$3q_1 - 4 + 4q_1 = 7q_1 - 4$$

$$2q_1 + 5 - 5q_1 = -3q_1 + 5$$

$$-2q_1 + 8 - 8q_1 = -10q_1 + 8$$



$$S_A = \begin{pmatrix} A_1 & A_2 \\ p_1 & 1-p_1 \end{pmatrix}$$

$$A = \begin{pmatrix} 3 & -4 \\ 2 & 5 \end{pmatrix}$$

$$\frac{q_1}{p_2} = \frac{5-2}{3+4} = \frac{3}{7}$$

$$\frac{q_1}{q_2} = \frac{5+4}{3-2} = \frac{9}{1}$$

$$7p_1 = 3 - 3p_1$$

$$q_1 = 9 - 9q_1$$

$$10p_1 = 3$$

$$10q_1 = 9$$

$$p_1 = \frac{3}{10}$$

$$q_1 = \frac{9}{10}$$

$$v = \frac{15+8}{8+2} = \frac{23}{10}$$

$$\therefore S_B = \begin{pmatrix} B_1 & B_2 \\ q_{10} & 1/10 \end{pmatrix}$$

$$S_A = \begin{pmatrix} A_1 & A_2 & A_3 \\ \frac{3}{10} & \frac{7}{10} & 0 \end{pmatrix}$$