# Two-Task Cobb—Douglas Team: Model, Symmetry-Guided Regimes, and Equilibrium Shell

#### 1 Model

Two players  $i \in \{1, 2\}$  choose efforts  $x_i, y_i \ge 0$  on tasks X and Y. Aggregate outputs are linear in efforts:

$$X = p_{1x}x_1 + p_{2x}x_2, Y = p_{1y}y_1 + p_{2y}y_2, p_{ix}, p_{iy} > 0. (1)$$

Preferences are Cobb–Douglas with quadratic cost in total own effort:

$$U_i(x_i, y_i; x_{-i}, y_{-i}) = X^{1-a_i} Y^{a_i} - \frac{c_i}{2} (x_i + y_i)^2, \qquad a_i \in (0, 1), \ c_i > 0.$$
 (2)

#### Parameter restrictions

- Productivities:  $p_{ix} > 0$ ,  $p_{iy} > 0$  for i = 1, 2.
- Preferences:  $a_i \in (0,1)$  for i = 1, 2.
- Costs:  $c_i > 0$  for i = 1, 2.

#### Derived notation (from the model, step by step)

**Shorthands.** Define the total-effort shorthand  $s_i := x_i + y_i$  and the output ratio

$$r \coloneqq \frac{Y}{X}.$$

(We will only use r in regimes where this ratio is well-defined.)

**Useful identities.** Whenever r is used, the following equalities are immediate:

$$X^{-a_i}Y^{a_i} = r^{a_i}$$
 and  $X^{1-a_i}Y^{a_i-1} = r^{a_i-1}$ .

# 2 First-order building blocks (four partial derivatives)

With  $s_i = x_i + y_i$ , the partial derivatives are

$$\frac{\partial U_1}{\partial x_1} = (1 - a_1) X^{-a_1} Y^{a_1} p_{1x} - c_1 s_1, \qquad \frac{\partial U_1}{\partial y_1} = a_1 X^{1-a_1} Y^{a_1-1} p_{1y} - c_1 s_1, \qquad (3)$$

$$\frac{\partial U_2}{\partial x_2} = (1 - a_2) X^{-a_2} Y^{a_2} p_{2x} - c_2 s_2, \qquad \frac{\partial U_2}{\partial y_2} = a_2 X^{1-a_2} Y^{a_2-1} p_{2y} - c_2 s_2.$$
 (4)

Using the identities above, these can be r-reduced to

$$\frac{\partial U_i}{\partial x_i} = (1 - a_i) \, p_{ix} \, r^{a_i} - c_i \, s_i, \qquad \frac{\partial U_i}{\partial y_i} = a_i \, p_{iy} \, r^{a_i - 1} - c_i \, s_i, \qquad i \in \{1, 2\}.$$
 (5)

#### Interior benchmarks (used only when a choice is active)

For later algebra, record the marginal-equality totals that would hold when a given choice is strictly positive:

$$s_i^X(r) := \frac{(1 - a_i) \, p_{ix}}{c_i} \, r^{a_i}, \qquad s_i^Y(r) := \frac{a_i \, p_{iy}}{c_i} \, r^{-(1 - a_i)}.$$
 (6)

Define the individual threshold ratio at which these coincide:

$$r_i \coloneqq \frac{a_i \, p_{iy}}{(1 - a_i) \, p_{ix}}.\tag{7}$$

## 3 Goal and symmetry plan

- **G1. Exhaustive masks.** There are  $4 \times 4 = 16$  ordered masks: for each player, B (both > 0), X (x > 0, y = 0), Y (x = 0, y > 0), 0 (x = y = 0).
- **G2. For each mask:** (i) decide feasible vs. impossible; (ii) if feasible, record parameter-only bounds; (iii) give equilibrium efforts  $(x_1^*, y_1^*, x_2^*, y_2^*)$  and (if used) the scalar equation for r.
- **G3.** Use player-index symmetry to reduce work. Swapping labels  $1 \leftrightarrow 2$  maps each ordered mask to a symmetric partner while keeping tasks (X,Y) and r = Y/X fixed. Under this convention, the 16 ordered masks collapse to 10 unordered shapes: four self-symmetric (B,B), (X,X), (Y,Y), (0,0) and six symmetric pairs:

$$(B, X) \sim (X, B), \ (B, Y) \sim (Y, B), \ (B, O) \sim (O, B), \ (X, Y) \sim (Y, X), \ (X, O) \sim (O, X), \ (Y, O) \sim (O, Y).$$

#### Flip rule (index swap, used throughout)

To obtain a symmetric partner from any derived case, swap indices  $1 \leftrightarrow 2$  everywhere:

$$a_1 \leftrightarrow a_2$$
,  $c_1 \leftrightarrow c_2$ ,  $p_{1x} \leftrightarrow p_{2x}$ ,  $p_{1y} \leftrightarrow p_{2y}$ ,  $r_1 \leftrightarrow r_2$ .

Keep r = Y/X fixed (do not invert it).

## 4 Pair P1: One interior + X-only (B,X) and (X,B)

**Derive once:** (B,X). **Setup.** Player 1 is interior  $(x_1 > 0 \text{ and } y_1 > 0)$ . Player 2 is X-only  $(x_2 > 0 \text{ and } y_2 = 0)$ . We derive: (i) the ratio r = Y/X (if pinned), (ii) the totals  $s_1 = x_1 + y_1$  and  $s_2 = x_2 + y_2$ , (iii) the split  $(x_1, y_1)$ , and (iv) parameter-only bounds ensuring this mask is feasible.

Step 1 (FOCs when a choice is active): from the reduced derivatives. From the four partials in the previous section, when a choice is *strictly positive* at optimum, its marginal equals zero. Using the r-reduced forms,

$$\frac{\partial U_i}{\partial x_i} = (1 - a_i)p_{ix}r^{a_i} - c_i s_i, \qquad \frac{\partial U_i}{\partial y_i} = a_i p_{iy}r^{a_i - 1} - c_i s_i.$$

Step 1a (Player 1 interior  $\Rightarrow$  both equalities bind). Because  $x_1 > 0$  and  $y_1 > 0$ , set both derivatives to zero:

$$(1 - a_1)p_{1x}r^{a_1} - c_1s_1 = 0, (8)$$

$$a_1 p_{1y} r^{a_1 - 1} - c_1 s_1 = 0. (9)$$

Both right-hand sides equal  $c_1s_1$ , so equate the left-hand sides of (8) and (9):

$$(1-a_1)p_{1x}r^{a_1} = a_1p_{1y}r^{a_1-1}.$$

Divide both sides by  $r^{a_1-1} > 0$ :

$$(1-a_1)p_{1x}r = a_1p_{1y} \implies r = r_1 := \frac{a_1p_{1y}}{(1-a_1)p_{1x}}$$

Conclusion: in (B,X) the ratio is pinned to  $r = r_1$ .

Step 1b (Totals for Player 1). Either (8) or (9) gives the same  $s_1$  once  $r = r_1$ :

$$s_1 = \frac{(1-a_1)p_{1x}}{c_1} r_1^{a_1} = \frac{a_1p_{1y}}{c_1} r_1^{-(1-a_1)}.$$

(Equality of the two forms is guaranteed by the algebra that produced  $r_1$ .)

Step 1c (Totals for Player 2 with X-only). Here  $x_2 > 0$  and  $y_2 = 0$ . Thus set the  $x_2$ -marginal to zero and only require the  $y_2$ -marginal to be  $\leq 0$ :

$$(1-a_2)p_{2x}r^{a_2} - c_2s_2 = 0 \implies s_2 = \frac{(1-a_2)p_{2x}}{c_2}r^{a_2}$$

Since  $r = r_1$ , substitute to get

$$s_2 = \frac{(1-a_2)p_{2x}}{c_2} r_1^{a_2} .$$

Because  $y_2 = 0$ , we also have  $x_2 = s_2$ .

Step 2 (Split  $(x_1, y_1)$  using Y = rX). By definition,

$$X = p_{1x}x_1 + p_{2x}x_2 = p_{1x}(s_1 - y_1) + p_{2x}s_2, Y = p_{1y}y_1.$$

Impose Y = rX with  $r = r_1$ :

$$p_{1y}y_1 = r_1[p_{1x}(s_1 - y_1) + p_{2x}s_2]$$
  
=  $r_1p_{1x}s_1 - r_1p_{1x}y_1 + r_1p_{2x}s_2$ .

Collect the  $y_1$  terms on the left:

$$(p_{1y} + r_1 p_{1x}) y_1 = r_1 (p_{1x} s_1 + p_{2x} s_2).$$

Divide by the positive denominator  $p_{1y} + r_1 p_{1x} > 0$ :

$$y_1 = \frac{r_1(p_{1x}s_1 + p_{2x}s_2)}{p_{1y} + r_1p_{1x}}, \quad [x_1 = s_1 - y_1].$$

Step 3 (Feasibility/bounds as parameter-only inequalities). Two conditions must hold:

(A) Keep  $y_2 = 0$  optimal. Require  $\frac{\partial U_2}{\partial y_2} \leq 0$ :

$$\frac{\partial U_2}{\partial y_2} = a_2 p_{2y} r^{a_2-1} - c_2 s_2 \leq 0,$$
 substitute  $r = r_1, \ s_2 = \frac{(1-a_2)p_{2x}}{c_2} r_1^{a_2} \quad \Rightarrow \quad a_2 p_{2y} r_1^{a_2-1} \leq c_2 \cdot \frac{(1-a_2)p_{2x}}{c_2} r_1^{a_2}$  
$$a_2 p_{2y} \leq (1-a_2)p_{2x} r_1$$
 
$$r_1 \geq r_2 := \frac{a_2 p_{2y}}{(1-a_2)p_{2x}}.$$

(B) Ensure the interior split is feasible:  $0 \le y_1 \le s_1$ . - Lower bound  $y_1 \ge 0$ : numerator  $r_1(p_{1x}s_1+p_{2x}s_2)$  and denominator  $p_{1y}+r_1p_{1x}$  are both strictly positive, so  $y_1 \ge 0$  holds automatically. - Upper bound  $y_1 \le s_1$ : start from the explicit  $y_1$  formula:

$$\frac{r_1(p_{1x}s_1 + p_{2x}s_2)}{p_{1y} + r_1p_{1x}} \leq s_1 \iff r_1(p_{1x}s_1 + p_{2x}s_2) \leq (p_{1y} + r_1p_{1x})s_1 
\iff r_1p_{2x}s_2 \leq p_{1y}s_1 \quad \text{(cancel } r_1p_{1x}s_1 \text{ on both sides)} 
\iff r_1p_{2x} \cdot \frac{(1 - a_2)p_{2x}}{c_2} r_1^{a_2} \leq p_{1y} \cdot \frac{(1 - a_1)p_{1x}}{c_1} r_1^{a_1} 
\iff \frac{(1 - a_2)p_{2x}^2}{c_2} r_1^{a_2 + 1} \leq \frac{(1 - a_1)p_{1y}p_{1x}}{c_1} r_1^{a_1} 
\iff r_1^{1 + a_2 - a_1} \leq \left[ \frac{(1 - a_1)p_{1y}p_{1x}c_2}{(1 - a_2)p_{2x}^2c_1} \right].$$

This is the *capacity inequality* for (B,X). (Strict inequality gives  $x_1 > 0$ ; equality is a knife-edge where a neighboring mask meets.)

Summary for (B,X).

$$\begin{bmatrix}
r = r_1 = \frac{a_1 p_{1y}}{(1 - a_1) p_{1x}}, & s_1 = \frac{(1 - a_1) p_{1x}}{c_1} r_1^{a_1}, & s_2 = \frac{(1 - a_2) p_{2x}}{c_2} r_1^{a_2}; \\
y_1 = \frac{r_1 (p_{1x} s_1 + p_{2x} s_2)}{p_{1y} + r_1 p_{1x}}, & x_1 = s_1 - y_1, & s_2 = s_2, y_2 = 0; \\
\hline
r_1 \ge r_2 = \frac{a_2 p_{2y}}{(1 - a_2) p_{2x}}, & r_1^{1+a_2-a_1} \le \frac{(1 - a_1) p_{1y} p_{1x} c_2}{(1 - a_2) p_{2x}^2 c_1}.
\end{bmatrix}$$

Step 4 (Double-checks). (i) Substituting the  $y_1$  solution into X and Y gives  $\frac{Y}{X} = r_1$  by construction. (ii) With the two bounds satisfied,  $\frac{\partial U_2}{\partial y_2} \leq 0$  at  $y_2 = 0$  and  $0 < y_1 \leq s_1$ , so the mask is internally consistent.

**Obtain by flip:** (X,B). Apply the index swap  $1 \leftrightarrow 2$  (keep r = Y/X unchanged). The results are the symmetric images:

## 5 Pair P2: One interior + Y-only (B,Y) and (Y,B)

**Derive once:** (B,Y). **Setup.** Player 1 is interior  $(x_1 > 0 \text{ and } y_1 > 0)$ . Player 2 is Y-only  $(y_2 > 0 \text{ and } x_2 = 0)$ . We derive: (i) the ratio r = Y/X, (ii) totals  $s_1 = x_1 + y_1$  and  $s_2 = x_2 + y_2$ , (iii) the split  $(x_1, y_1)$ , and (iv) parameter-only bounds ensuring this mask is feasible.

Step 1 (FOCs when a choice is active): from the reduced derivatives. When a choice is *strictly positive* at optimum, its marginal equals zero. Using the r-reduced forms,

$$\frac{\partial U_i}{\partial x_i} = (1 - a_i)p_{ix}r^{a_i} - c_i s_i, \qquad \frac{\partial U_i}{\partial y_i} = a_i p_{iy}r^{a_i - 1} - c_i s_i.$$

Step 1a (Player 1 interior  $\Rightarrow$  both equalities bind). Because  $x_1 > 0$  and  $y_1 > 0$ , set both derivatives to zero:

$$(1 - a_1)p_{1x}r^{a_1} - c_1s_1 = 0, (10)$$

$$a_1 p_{1y} r^{a_1 - 1} - c_1 s_1 = 0. (11)$$

Equate the left-hand sides of (10)–(11) (both equal  $c_1s_1$ ):

$$(1-a_1)p_{1x}r^{a_1} = a_1p_{1y}r^{a_1-1}.$$

Divide by  $r^{a_1-1}>0$  (since we use r only where it is well-defined/positive):

$$(1-a_1)p_{1x}r = a_1p_{1y} \implies r = r_1 := \frac{a_1p_{1y}}{(1-a_1)p_{1x}}$$

Step 1b (Totals for Player 1). Either (10) or (11) gives the same  $s_1$  once  $r = r_1$ :

$$s_1 = \frac{(1-a_1)p_{1x}}{c_1} r_1^{a_1} = \frac{a_1p_{1y}}{c_1} r_1^{-(1-a_1)}.$$

Step 1c (Totals for Player 2 with Y-only). Here  $y_2 > 0$  and  $x_2 = 0$ . Thus set the  $y_2$ -marginal to zero and only require the  $x_2$ -marginal to be  $\leq 0$ :

$$a_2 p_{2y} r^{a_2 - 1} - c_2 s_2 = 0 \implies s_2 = \frac{a_2 p_{2y}}{c_2} r^{a_2 - 1}$$

Since  $r = r_1$ , substitute to get

$$s_2 = \frac{a_2 p_{2y}}{c_2} r_1^{a_2 - 1}.$$

Because  $x_2 = 0$ , we also have  $y_2 = s_2$ .

Step 2 (Split  $(x_1, y_1)$  using Y = rX). By definition,

$$X = p_{1x}x_1 + p_{2x}x_2 = p_{1x}(s_1 - y_1) + \underbrace{p_{2x} \cdot 0}_{=0} = p_{1x}(s_1 - y_1), \qquad Y = p_{1y}y_1 + p_{2y}y_2 = p_{1y}y_1 + p_{2y}s_2.$$

Impose Y = rX with  $r = r_1$ :

$$p_{1y}y_1 + p_{2y}s_2 = r_1[p_{1x}(s_1 - y_1)] = r_1p_{1x}s_1 - r_1p_{1x}y_1.$$

Collect the  $y_1$  terms on the left:

$$(p_{1y} + r_1 p_{1x}) y_1 = r_1 p_{1x} s_1 - p_{2y} s_2.$$

Divide by  $p_{1y} + r_1 p_{1x} > 0$ :

$$y_1 = \frac{r_1 p_{1x} s_1 - p_{2y} s_2}{p_{1y} + r_1 p_{1x}}, \qquad [x_1 = s_1 - y_1].$$

Step 3 (Feasibility/bounds as parameter-only inequalities). Two conditions must hold:

(A) Keep  $x_2 = 0$  optimal. Require  $\frac{\partial U_2}{\partial x_2} \leq 0$ :

$$\frac{\partial U_2}{\partial x_2} = (1 - a_2) p_{2x} r^{a_2} - c_2 s_2 \leq 0,$$
 substitute  $r = r_1, \ s_2 = \frac{a_2 p_{2y}}{c_2} r_1^{a_2 - 1} \quad \Rightarrow \quad (1 - a_2) p_{2x} r_1^{a_2} \leq a_2 p_{2y} r_1^{a_2 - 1}$  
$$(1 - a_2) p_{2x} r_1 \leq a_2 p_{2y}$$
 
$$\boxed{r_1 \leq r_2 := \frac{a_2 p_{2y}}{(1 - a_2) p_{2x}}}.$$

- (B) Ensure the interior split is feasible:  $0 \le y_1 \le s_1$ . Upper bound  $y_1 \le s_1$  is automatic: from  $y_1 \le s_1 \iff r_1p_{1x}s_1 p_{2y}s_2 \le (p_{1y} + r_1p_{1x})s_1 \iff -p_{2y}s_2 \le p_{1y}s_1$ , which always holds because the left side is  $\le 0$  and the right side is  $\ge 0$ .
  - Lower bound  $y_1 \ge 0$  gives the nontrivial constraint:

$$\frac{r_1 p_{1x} s_1 - p_{2y} s_2}{p_{1y} + r_1 p_{1x}} \ge 0 \quad \Longleftrightarrow \quad r_1 p_{1x} s_1 \ge p_{2y} s_2.$$

Insert 
$$s_1 = \frac{(1-a_1)p_{1x}}{c_1}r_1^{a_1}$$
 and  $s_2 = \frac{a_2p_{2y}}{c_2}r_1^{a_2-1}$ :
$$r_1p_{1x} \cdot \frac{(1-a_1)p_{1x}}{c_1}r_1^{a_1} \ge p_{2y} \cdot \frac{a_2p_{2y}}{c_2}r_1^{a_2-1}$$

$$\frac{(1-a_1)p_{1x}^2}{c_1}r_1^{a_1+1} \ge \frac{a_2p_{2y}^2}{c_2}r_1^{a_2-1}$$

$$r_1^{2+a_1-a_2} \ge \frac{a_2c_1p_{2y}^2}{(1-a_1)c_2p_{1x}^2} =: K_{XY}.$$

Thus the capacity inequality is

$$r_1^{2+a_1-a_2} \ge K_{XY}$$
 with  $K_{XY} = \frac{a_2 c_1 p_{2y}^2}{(1-a_1)c_2 p_{1x}^2}$ .

Summary for (B,Y).

**Step 4 (Double-checks).** (i) Substituting the  $y_1$  solution into X and Y returns  $\frac{Y}{X} = r_1$  by construction. (ii) With the two bounds satisfied,  $\frac{\partial U_2}{\partial x_2} \leq 0$  at  $x_2 = 0$  and  $0 \leq y_1 \leq s_1$ , so the mask is internally consistent. (iii)  $x_1 > 0$  holds strictly whenever the capacity inequality is strict, since  $x_1 = s_1 - y_1 = \frac{p_{1y}s_1 + p_{2y}s_2}{p_{1y} + r_1p_{1x}} > 0$ .

**Obtain by flip:** (Y,B). Apply the index swap  $1 \leftrightarrow 2$  (keep r = Y/X unchanged). The results are the symmetric images:

$$\begin{bmatrix}
r = r_2 = \frac{a_2 p_{2y}}{(1 - a_2) p_{2x}}, & s_2 = \frac{(1 - a_2) p_{2x}}{c_2} r_2^{a_2} = \frac{a_2 p_{2y}}{c_2} r_2^{-(1 - a_2)}, & s_1 = \frac{a_1 p_{1y}}{c_1} r_2^{a_1 - 1}; \\
y_2 = \frac{r_2 p_{2x} s_2 - p_{1y} s_1}{p_{2y} + r_2 p_{2x}}, & s_2 = s_2 - y_2, & s_1 = 0, y_1 = s_1; \\
\hline
r_2 \le r_1, & r_2^{2 + a_2 - a_1} \ge K_{YX} = \frac{a_1 c_2 p_{1y}^2}{(1 - a_2) c_1 p_{2x}^2}.
\end{bmatrix}$$

#### 6 Pair P3: One interior + Zero-effort (B,0) and (0,B)

**Derive once:** (B,0). **Setup.** Player 1 is interior  $(x_1 > 0 \text{ and } y_1 > 0)$ . Player 2 exerts zero effort  $(x_2 = 0 \text{ and } y_2 = 0)$ . We ask: (i) is r = Y/X used and what is it? (ii) what are  $s_1$  and the split  $(x_1, y_1)$ ? (iii) under what parameter-only bounds (if any) can player 2 optimally choose zero? We will see this mask is impossible under our standing restrictions.

Step 1 (Player 1 interior pins r and  $s_1$ ). From the reduced marginal conditions, when a choice is strictly positive its marginal equals zero:

$$\frac{\partial U_i}{\partial x_i} = (1 - a_i)p_{ix}r^{a_i} - c_i s_i, \qquad \frac{\partial U_i}{\partial y_i} = a_i p_{iy}r^{a_i - 1} - c_i s_i.$$

Because  $x_1 > 0$  and  $y_1 > 0$  (player 1 interior), set both to zero:

$$(1 - a_1)p_{1x}r^{a_1} - c_1s_1 = 0, (12)$$

$$a_1 p_{1v} r^{a_1 - 1} - c_1 s_1 = 0. (13)$$

Equate the left-hand sides of (12)–(13) (both equal  $c_1s_1$ ):

$$(1 - a_1)p_{1x}r^{a_1} = a_1p_{1y}r^{a_1 - 1} \quad \Longrightarrow \quad (1 - a_1)p_{1x}r = a_1p_{1y} \quad \Longrightarrow \quad \boxed{r = r_1 = \frac{a_1p_{1y}}{(1 - a_1)p_{1x}}}.$$

Is r used/defined? Yes. Since player 1 is interior,  $X = p_{1x}x_1 > 0$  and  $Y = p_{1y}y_1 > 0$ , so r = Y/X is well-defined and strictly positive. Either (12) or (13) yields the same total  $s_1$ :

$$s_1 = \frac{(1-a_1)p_{1x}}{c_1} r_1^{a_1} = \frac{a_1p_{1y}}{c_1} r_1^{-(1-a_1)}.$$

Step 2 (Split  $(x_1, y_1)$  using Y = rX with  $x_2 = y_2 = 0$ ). Here  $X = p_{1x}x_1 = p_{1x}(s_1 - y_1)$  and  $Y = p_{1y}y_1$ . Impose Y = rX with  $r = r_1$ :

$$p_{1y}y_1 = r_1 p_{1x}(s_1 - y_1) = r_1 p_{1x}s_1 - r_1 p_{1x}y_1.$$

Collect  $y_1$ -terms on the left and divide by  $p_{1y} + r_1 p_{1x} > 0$ :

$$y_1 = \frac{r_1 p_{1x} s_1}{p_{1y} + r_1 p_{1x}}, \qquad x_1 = s_1 - y_1$$

(These produce  $Y/X = r_1$  by construction.)

Step 3 (Can player 2 optimally choose zero? KKT at  $x_2 = y_2 = 0$ ). For player 2 to play (0,0) optimally, both one-sided KKT inequalities at zero must hold:

$$\left. \frac{\partial U_2}{\partial x_2} \right|_{(0,0)} \le 0$$
 and  $\left. \frac{\partial U_2}{\partial y_2} \right|_{(0,0)} \le 0$ .

Evaluate them at  $s_2 = 0$  and  $r = r_1 > 0$ :

$$\frac{\partial U_2}{\partial x_2}\Big|_{(0,0)} = (1 - a_2)p_{2x} r^{a_2} - c_2 s_2 = (1 - a_2)p_{2x} r_1^{a_2} > 0,$$

$$\left. \frac{\partial U_2}{\partial y_2} \right|_{(0,0)} = a_2 p_{2y} r^{a_2 - 1} - c_2 s_2 = a_2 p_{2y} r_1^{a_2 - 1} > 0.$$

Each strict positivity follows from:

$$(1-a_2) > 0$$
,  $p_{2x} > 0$ ,  $a_2 \in (0,1)$ ,  $p_{2y} > 0$ ,  $r_1 > 0 \implies r_1^{a_2} > 0$ ,  $r_1^{a_2-1} > 0$ .

Therefore both inequalities fail at (0,0); player 2 has strictly positive marginal gains in both directions while the marginal cost term  $c_2s_2$  equals 0 at  $s_2 = 0$ .

Conclusion for (B,0). Under our standing restrictions  $(a_i \in (0,1), p_{ix}, p_{iy}, c_i > 0)$ , the mask (B,0) is *impossible for any parameter values*. The only ways to make one of those marginals nonpositive at (0,0) would be to violate a restriction (e.g.,  $p_{2x} = 0$  or  $p_{2y} = 0$ ) or drive r to 0 or  $\infty$  (which cannot happen here because player 1 is interior and pins  $r = r_1 \in (0,\infty)$ ).

Summary for (B,0).

(If one nonetheless writes the would-be Player 1 split, it is given above; but it cannot be an equilibrium because Player 2's best response is not (0,0).)

Obtain by flip: (0,B). Swap  $1 \leftrightarrow 2$  (keep r = Y/X). The same logic applies symmetrically:

Indeed, with Player 2 interior one pins  $r = r_2 > 0$ ; at  $(x_1, y_1) = (0, 0)$ , player 1's one-sided marginals are  $(1 - a_1)p_{1x}r_2^{a_1} > 0$  and  $a_1p_{1y}r_2^{a_1-1} > 0$ , so (0, 0) cannot be optimal for player 1.

## 7 Pair P4: Full specialization (X,Y) and (Y,X)

**Derive once:** (X,Y). **Setup.** Player 1 is X-only  $(x_1 > 0, y_1 = 0)$ . Player 2 is Y-only  $(y_2 > 0, x_2 = 0)$ . We derive: (i) the ratio r = Y/X, (ii) totals  $s_1 = x_1$  and  $s_2 = y_2$ , (iii) parameter-only bounds that keep the inactive choices at zero, and (iv) the equilibrium efforts.

Step 1 (FOCs when a choice is active): use the reduced derivatives. From the r-reduced forms,

$$\frac{\partial U_i}{\partial x_i} = (1 - a_i)p_{ix}r^{a_i} - c_i s_i, \qquad \frac{\partial U_i}{\partial y_i} = a_i p_{iy}r^{a_i - 1} - c_i s_i.$$

Active choices bind:

$$x_1 > 0 \Rightarrow (1 - a_1)p_{1x}r^{a_1} = c_1s_1, y_2 > 0 \Rightarrow a_2p_{2y}r^{a_2-1} = c_2s_2.$$

Thus the *totals* at a given r are

$$s_1 = s_1^X(r) = \frac{(1-a_1)p_{1x}}{c_1}r^{a_1}, \qquad s_2 = s_2^Y(r) = \frac{a_2p_{2y}}{c_2}r^{a_2-1}.$$

Step 2 (Pin r from the identity r = Y/X). Under (X,Y) we have

$$X = p_{1x}x_1 = p_{1x}s_1, \qquad Y = p_{2y}y_2 = p_{2y}s_2,$$

since  $y_1 = 0$  and  $x_2 = 0$ . Therefore

$$r = \frac{Y}{X} = \frac{p_{2y}s_2}{p_{1x}s_1} = \frac{\frac{a_2p_{2y}^2}{c_2}r^{a_2-1}}{\frac{(1-a_1)p_{1x}^2}{c_1}r^{a_1}} = \frac{a_2c_1p_{2y}^2}{(1-a_1)c_2p_{1x}^2} r^{a_2-1-a_1}.$$

Multiply both sides by  $r^{1+a_1-a_2} > 0$ :

$$T^{2+a_1-a_2} = K_{XY}$$
,  $K_{XY} := \frac{a_2 c_1 p_{2y}^2}{(1-a_1)c_2 p_{1x}^2}$ .

Hence

$$r = K_{XY}^{1/(2+a_1-a_2)}.$$

Uniqueness. Since  $a_1, a_2 \in (0, 1)$ , the exponent  $2 + a_1 - a_2 \in (1, 3)$ , so this positive root is unique.

Step 3 (Feasibility/bounds: keep inactive choices at zero). We must ensure the *inactive* choices are indeed optimal at zero:

(A)  $y_1 = 0$  optimal for player 1. Require  $\frac{\partial U_1}{\partial y_1} \le 0$  at  $y_1 = 0$ . Using  $c_1 s_1 = (1 - a_1) p_{1x} r^{a_1}$  from  $x_1 > 0$ ,

$$\frac{\partial U_1}{\partial y_1} = a_1 p_{1y} r^{a_1 - 1} - c_1 s_1 = a_1 p_{1y} r^{a_1 - 1} - (1 - a_1) p_{1x} r^{a_1} \le 0$$

$$\iff$$
  $a_1 p_{1y} \le (1 - a_1) p_{1x} r \iff$   $r \ge r_1 := \frac{a_1 p_{1y}}{(1 - a_1) p_{1x}}$ .

(B)  $x_2 = 0$  optimal for player 2. Require  $\frac{\partial U_2}{\partial x_2} \le 0$  at  $x_2 = 0$ . Using  $c_2 s_2 = a_2 p_{2y} r^{a_2 - 1}$  from  $y_2 > 0$ ,

$$\frac{\partial U_2}{\partial x_2} = (1 - a_2)p_{2x}r^{a_2} - c_2s_2 = (1 - a_2)p_{2x}r^{a_2} - a_2p_{2y}r^{a_2 - 1} \le 0$$

$$\iff$$
  $(1-a_2)p_{2x} r \le a_2 p_{2y} \iff r \le r_2 := \frac{a_2 p_{2y}}{(1-a_2)p_{2x}}$ .

Bounds summary: the specialized equilibrium is feasible iff

$$r \in [r_1, r_2].$$

(At the endpoints the inactive FOC is exactly binding; strict inequalities give a strict corner.)

Step 4 (Equilibrium efforts). Plug the pinned r into the active totals; the efforts are

$$x_1^* = s_1 = \frac{(1 - a_1)p_{1x}}{c_1} r^{a_1}, \qquad y_1^* = 0, \qquad x_2^* = 0, \qquad y_2^* = s_2 = \frac{a_2p_{2y}}{c_2} r^{a_2 - 1}.$$

(Optionally:  $X = \frac{(1-a_1)p_{1x}^2}{c_1}r^{a_1}$  and  $Y = \frac{a_2p_{2y}^2}{c_2}r^{a_2-1}$ , which satisfy Y/X = r by construction.)

Summary for (X,Y).

$$r^{2+a_1-a_2} = K_{XY} = \frac{a_2 c_1 p_{2y}^2}{(1-a_1)c_2 p_{1x}^2}, \quad r \in [r_1, r_2];$$

$$(x_1^*, y_1^*; x_2^*, y_2^*) = \left(\frac{(1 - a_1)p_{1x}}{c_1}r^{a_1}, \ 0; \ 0, \ \frac{a_2p_{2y}}{c_2}r^{a_2 - 1}\right).$$

**Obtain by flip:** (Y,X). Apply the index swap  $1 \leftrightarrow 2$  (keep r = Y/X). Active equalities are now  $s_1 = s_1^Y(r)$  and  $s_2 = s_2^X(r)$ , and the same steps give

$$r^{2+a_2-a_1} = K_{YX} := \frac{a_1 c_2 p_{1y}^2}{(1-a_2)c_1 p_{2x}^2}, \quad r \in [r_2, r_1];$$

$$(x_1^*, y_1^*; x_2^*, y_2^*) = \left(0, \frac{a_1 p_{1y}}{c_1} r^{a_1 - 1}; \frac{(1 - a_2) p_{2x}}{c_2} r^{a_2}, 0\right).$$

# 8 Pair P5: One X-only + Zero-effort (X,0) and (0,X)

**Derive once:** (X,0). **Setup.** Player 1 is X-only  $(x_1 > 0, y_1 = 0)$ . Player 2 exerts zero effort  $(x_2 = 0, y_2 = 0)$ . Under this mask,

$$X = p_{1x}x_1 > 0, Y = p_{1y}y_1 + p_{2y}y_2 = 0.$$

Important: here r = Y/X is not used (the ratio is 0), so we work directly with the X, Y-form derivatives.

Step 1 (FOCs/KKT evaluated at the mask). From the original (non-r-reduced) partial derivatives,

$$\frac{\partial U_i}{\partial x_i} = (1 - a_i)X^{-a_i}Y^{a_i}p_{ix} - c_i s_i, \qquad \frac{\partial U_i}{\partial y_i} = a_iX^{1 - a_i}Y^{a_i - 1}p_{iy} - c_i s_i,$$

with  $a_i \in (0,1), p_{ix}, p_{iy}, c_i > 0$ .

Player 1  $(x_1 > 0, y_1 = 0)$ . Here  $s_1 = x_1 > 0$  and X > 0, Y = 0.

$$\frac{\partial U_1}{\partial x_1} = (1 - a_1)X^{-a_1} \underbrace{Y_{a_1}^{a_1}}_{=0} p_{1x} - c_1 s_1 = -c_1 s_1 < 0.$$

Since  $x_1 > 0$  (an active choice) requires  $\frac{\partial U_1}{\partial x_1} = 0$  at optimum, this is a contradiction (it says "decrease  $x_1$ "). Moreover, for the inactive choice  $y_1 = 0$ , KKT demands  $\frac{\partial U_1}{\partial y_1} \leq 0$ ; but

$$\frac{\partial U_1}{\partial y_1} = a_1 X^{1-a_1} \underbrace{Y^{a_1-1}}_{\text{diverges to } +\infty} p_{1y} - c_1 s_1 = +\infty - c_1 s_1 = +\infty > 0,$$

because  $a_1 - 1 < 0$  and Y = 0 imply  $Y^{a_1 - 1} = 1/Y^{1 - a_1} \to +\infty$ . So  $y_1 = 0$  also violates its KKT inequality: player 1 strictly wants to increase  $y_1$ .

Player 2  $(x_2 = y_2 = 0)$ . Here  $s_2 = 0, X > 0, Y = 0$ .

$$\frac{\partial U_2}{\partial x_2} = (1 - a_2) X^{-a_2} \underbrace{Y^{a_2}}_{=0} p_{2x} - c_2 s_2 = 0 \quad (\leq 0 \text{ holds as equality}),$$

but

$$\frac{\partial U_2}{\partial y_2} = a_2 X^{1-a_2} \underbrace{Y^{a_2-1}}_{\to +\infty} p_{2y} - c_2 s_2 = +\infty > 0.$$

Thus player 2 also strictly wants to deviate to  $y_2 > 0$ .

Step 2 (Feasibility verdict). Both players' KKT conditions are violated under the mask: - An active  $x_1 > 0$  cannot satisfy  $\partial U_1/\partial x_1 = 0$  when Y = 0 (it is strictly negative). - The inactive  $y_1 = 0$  and  $y_2 = 0$  fail their  $\leq 0$  inequalities because  $\partial U/\partial y$  blows up  $+\infty$  at Y = 0 for  $a \in (0,1)$ .

Therefore the mask (X,0) is impossible for all admissible parameters  $(a_i \in (0,1), p_{ix}, p_{iy}, c_i > 0)$ .

#### Feasibility/bounds (parameter-only).

Mask impossible (no parameter region).

#### Equilibrium efforts.

Not applicable (mask cannot be an equilibrium).

**Obtain by flip:** (0,X). Swap  $1 \leftrightarrow 2$ . The symmetric argument applies verbatim: with player 2 X-only and player 1 at zero, you again have Y = 0 and the same derivative contradictions.

 $({\tt 0},{\tt X})$  is impossible for all admissible parameters.

# 9 Pair P6: One Y-only + Zero-effort (Y,0) and (0,Y)

**Derive once:** (Y,0). **Setup.** Player 1 is Y-only  $(x_1 = 0, y_1 > 0)$ . Player 2 exerts zero effort  $(x_2 = 0, y_2 = 0)$ . Under this mask,

$$X = p_{1x}x_1 + p_{2x}x_2 = 0, Y = p_{1y}y_1 + p_{2y}y_2 = p_{1y}y_1 > 0.$$

Important: here r = Y/X is not used (the ratio is  $+\infty$ ), so we work directly with the X, Y-form derivatives.

Step 1 (FOCs/KKT evaluated at the mask). From the original (non-r-reduced) partial derivatives,

$$\frac{\partial U_i}{\partial x_i} = (1 - a_i) X^{-a_i} Y^{a_i} p_{ix} - c_i s_i, \qquad \frac{\partial U_i}{\partial y_i} = a_i X^{1 - a_i} Y^{a_i - 1} p_{iy} - c_i s_i,$$

with  $a_i \in (0,1)$  and  $p_{ix}, p_{iy}, c_i > 0$ .

Player 1  $(x_1 = 0, y_1 > 0; s_1 = y_1 > 0; X = 0, Y > 0).$ 

$$\frac{\partial U_1}{\partial y_1} = a_1 X^{1-a_1} Y^{a_1-1} p_{1y} - c_1 s_1 = a_1 \underbrace{X^{1-a_1}}_{0^{1-a_1}=0} Y^{a_1-1} p_{1y} - c_1 s_1 = -c_1 s_1 < 0.$$

Because  $y_1 > 0$  is *active*, optimality would require  $\partial U_1/\partial y_1 = 0$ , which is impossible here (strictly negative). For the *inactive* choice  $x_1 = 0$ , KKT requires  $\partial U_1/\partial x_1 \leq 0$ , but

$$\frac{\partial U_1}{\partial x_1} = (1 - a_1) X^{-a_1} Y^{a_1} p_{1x} - c_1 s_1 = (1 - a_1) \underbrace{X^{-a_1}}_{0^{-a_1} = +\infty} Y^{a_1} p_{1x} - c_1 s_1 = +\infty > 0,$$

since  $a_1 \in (0,1) \Rightarrow -a_1 < 0$  and  $0^{-a_1} = +\infty$ . Thus  $x_1 = 0$  also violates its KKT inequality.

Player 2  $(x_2 = y_2 = 0; x_2 = 0; X = 0, Y > 0).$ 

$$\frac{\partial U_2}{\partial x_2} = (1 - a_2) X^{-a_2} Y^{a_2} p_{2x} - c_2 s_2 = +\infty > 0,$$

so  $x_2 = 0$  is not optimal; player 2 strictly wants to increase  $x_2$ . For completeness,

$$\frac{\partial U_2}{\partial u_2} = a_2 X^{1-a_2} Y^{a_2-1} p_{2y} - c_2 s_2 = 0 - 0 = 0 \ (\le 0),$$

so  $y_2 = 0$  passes its inequality, but the failure for  $x_2 = 0$  already invalidates the mask.

Step 2 (Feasibility verdict). Under  $a_i \in (0,1)$  and  $p_{ix}, p_{iy}, c_i > 0$ , the mask (Y,0) violates KKT for both players: - Player 1's active  $y_1 > 0$  cannot satisfy  $\partial U_1/\partial y_1 = 0$  at X = 0 (it is strictly negative), and the inactive  $x_1 = 0$  also fails since  $\partial U_1/\partial x_1 = +\infty > 0$ . - Player 2's  $x_2 = 0$  fails because  $\partial U_2/\partial x_2 = +\infty > 0$ . Therefore (Y,0) is impossible for all admissible parameters.

Feasibility/bounds (parameter-only).

Mask impossible (no parameter region).

Equilibrium efforts.

Not applicable (mask cannot be an equilibrium).

**Obtain by flip:** (0,Y). Swap  $1 \leftrightarrow 2$ . The same logic applies with roles reversed: player 2 Y-only and player 1 zero effort again implies X = 0, Y > 0 and the same derivative contradictions.

(0,Y) is impossible for all admissible parameters.

## 10 Self-symmetric S1: Fully interior (B,B)

**Setup and feasibility.** Both players are interior:  $x_i > 0$  and  $y_i > 0$  for  $i \in \{1, 2\}$ . Thus both marginal equalities bind:

$$(1 - a_i)p_{ix}r^{a_i} = c_is_i,$$
  $a_ip_{iy}r^{a_i-1} = c_is_i,$   $s_i := x_i + y_i.$ 

Equating the two left-hand sides gives, for each i,

$$(1 - a_i)p_{ix} r = a_i p_{iy} \quad \Longrightarrow \quad r = r_i := \frac{a_i p_{iy}}{(1 - a_i)p_{ix}}.$$

Hence a necessary condition for (B,B) is

$$r_1 = r_2$$
 (knife-edge in parameters).

When  $r_1 = r_2$  holds, set  $r := r_1 = r_2$ . Then the interior totals are pinned for each player (either equality gives the same value):

$$s_i = \frac{(1 - a_i)p_{ix}}{c_i} r^{a_i} = \frac{a_i p_{iy}}{c_i} r^{-(1 - a_i)}, \quad i \in \{1, 2\}.$$

Since  $x_i, y_i > 0$  and  $p_{ix}, p_{iy} > 0$ , both  $X = p_{1x}x_1 + p_{2x}x_2$  and  $Y = p_{1y}y_1 + p_{2y}y_2$  are strictly positive and r = Y/X is well-defined.

Feasibility region (parameter-only).

(B,B) is feasible if and only if 
$$r_1 = r_2$$
.

(Generically, this is a measure-zero "boundary" in parameter space; off this equality, at least one player must be corner.)

Equilibrium efforts: continuum of splits + a canonical selection. The marginal equalities pin the totals  $s_1, s_2$  and the common ratio r, but they do not pin each player's split  $(x_i, y_i)$  separately because cost depends only on  $s_i = x_i + y_i$ . The remaining equilibrium condition is the accounting identity Y = rX:

$$X = p_{1x}x_1 + p_{2x}x_2,$$
  $Y = p_{1y}y_1 + p_{2y}y_2 = p_{1y}(s_1 - x_1) + p_{2y}(s_2 - x_2).$ 

Impose Y = rX and rearrange to a linear constraint in  $(x_1, x_2)$ :

$$(p_{1y} + rp_{1x}) x_1 + (p_{2y} + rp_{2x}) x_2 = p_{1y}s_1 + p_{2y}s_2.$$

Together with the box constraints  $0 < x_1 < s_1$ ,  $0 < x_2 < s_2$ , this defines a *line segment* of equilibria (a continuum). An explicit parameterization is convenient:

$$x_2(x_1) = \frac{p_{1y}s_1 + p_{2y}s_2 - (p_{1y} + rp_{1x})x_1}{p_{2y} + rp_{2x}}, y_i = s_i - x_i, i \in \{1, 2\}.$$

The feasible interval of  $x_1$  that keeps  $0 \le x_2 \le s_2$  is

$$x_1 \in I := \left[ \max \left\{ 0, \ \frac{p_{1y}s_1 - rp_{2x}s_2}{p_{1y} + rp_{1x}} \right\}, \ \min \left\{ s_1, \ \frac{p_{1y}s_1 + p_{2y}s_2}{p_{1y} + rp_{1x}} \right\} \right],$$

which is nonempty under  $p_{ix}$ ,  $p_{iy}$ ,  $s_i > 0$ . Any choice  $x_1 \in I$  yields  $0 < x_1 < s_1$  and  $0 < x_2 < s_2$  and hence an equilibrium effort vector with  $x_i > 0$ ,  $y_i > 0$ .

Canonical selection (equal fraction to X). For a single-valued "selected interior equilibrium," choose a common fraction  $\lambda \in (0,1)$  so that both players allocate the *same share* of their totals to task X:

$$x_1 = \lambda s_1, \qquad x_2 = \lambda s_2, \qquad y_i = (1 - \lambda)s_i.$$

Plugging into  $r = \frac{Y}{X}$  with  $Y = p_{1y}y_1 + p_{2y}y_2$  and  $X = p_{1x}x_1 + p_{2x}x_2$  gives

$$\frac{Y}{X} = \frac{(1-\lambda)(p_{1y}s_1 + p_{2y}s_2)}{\lambda(p_{1x}s_1 + p_{2x}s_2)} = r \implies \lambda = \frac{p_{1y}s_1 + p_{2y}s_2}{p_{1y}s_1 + p_{2y}s_2 + r(p_{1x}s_1 + p_{2x}s_2)}$$

At the knife-edge  $r = r_1 = r_2$  with  $s_i$  as above, this produces a unique canonical point on the equilibrium line segment:

$$x_i^{\operatorname{can}} = \lambda s_i, \quad y_i^{\operatorname{can}} = (1 - \lambda)s_i, \quad i \in \{1, 2\}.$$

Summary (ready for the master table).

Feasible iff 
$$r_1 = r_2$$
.  $s_i = \frac{(1 - a_i)p_{ix}}{c_i} r^{a_i} = \frac{a_i p_{iy}}{c_i} r^{-(1 - a_i)}$ .

Efforts: any  $(x_1, x_2)$  on  $(p_{1y} + rp_{1x})x_1 + (p_{2y} + rp_{2x})x_2 = p_{1y}s_1 + p_{2y}s_2$ ,  $0 < x_i < s_i$ ;  $y_i = s_i - x_i$ .

Canonical selection: 
$$\lambda = \frac{p_{1y}s_1 + p_{2y}s_2}{p_{1y}s_1 + p_{2y}s_2 + r(p_{1x}s_1 + p_{2x}s_2)}, \ x_i = \lambda s_i, \ y_i = (1 - \lambda)s_i.$$

## 11 Self-symmetric S2: Both X-only (X,X)

**Setup and feasibility.** Both players choose X only:  $x_i > 0$  and  $y_i = 0$  for  $i \in \{1, 2\}$ . Then

$$X = p_{1x}x_1 + p_{2x}x_2 > 0, Y = p_{1y}y_1 + p_{2y}y_2 = 0.$$

Important: here r = Y/X is not used (the ratio is 0). We work directly with the original X, Y-form partial derivatives:

$$\frac{\partial U_i}{\partial x_i} = (1 - a_i) X^{-a_i} Y^{a_i} p_{ix} - c_i s_i, \qquad \frac{\partial U_i}{\partial y_i} = a_i X^{1 - a_i} Y^{a_i - 1} p_{iy} - c_i s_i,$$

with  $a_i \in (0,1)$  and  $p_{ix}, p_{iy}, c_i > 0$ .

**KKT** at the mask. Since  $x_i > 0$  is *active*, optimality would require  $\frac{\partial U_i}{\partial x_i} = 0$ . But with Y = 0:

$$\frac{\partial U_i}{\partial x_i} = (1 - a_i) X^{-a_i} \underbrace{Y^{a_i}}_{=0} p_{ix} - c_i s_i = -c_i s_i < 0,$$

a contradiction (it says "decrease  $x_i$ "). For the *inactive* choice  $y_i = 0$ , KKT requires  $\frac{\partial U_i}{\partial y_i} \leq 0$ . Yet with Y = 0 and  $a_i - 1 < 0$ ,

$$\frac{\partial U_i}{\partial y_i} = a_i X^{1-a_i} \underbrace{Y^{a_i-1}}_{=1/Y^{1-a_i} \to +\infty} p_{iy} - c_i s_i = +\infty > 0.$$

Thus  $y_i = 0$  is also not optimal. These two violations occur for both players.

Bounds (parameter-only). Under the standing restrictions  $a_i \in (0,1)$ ,  $p_{ix}, p_{iy}, c_i > 0$ , there are no parameters that make (X,X) satisfy KKT:

(Only by leaving the admissible class—e.g., setting some  $a_i = 0$  or  $p_{iy} = 0$ —could one remove the blow-up at Y = 0, but such cases are excluded here.)

Equilibrium efforts  $(x_1^*, y_1^*; x_2^*, y_2^*)$ .

Not applicable (mask cannot be an equilibrium).

## 12 Self-symmetric S3: Both Y-only (Y,Y)

**Setup and feasibility.** Both players choose Y only:  $y_i > 0$  and  $x_i = 0$  for  $i \in \{1, 2\}$ . Then

$$X = p_{1x}x_1 + p_{2x}x_2 = 0, Y = p_{1y}y_1 + p_{2y}y_2 > 0.$$

Important: here r = Y/X is not used (the ratio is  $+\infty$ ). We work directly with the original X, Y-form partial derivatives:

$$\frac{\partial U_i}{\partial x_i} = (1 - a_i) X^{-a_i} Y^{a_i} p_{ix} - c_i s_i, \qquad \frac{\partial U_i}{\partial y_i} = a_i X^{1 - a_i} Y^{a_i - 1} p_{iy} - c_i s_i,$$

with  $a_i \in (0,1)$  and  $p_{ix}, p_{iy}, c_i > 0$ .

**KKT at the mask (each player).** Because  $y_i > 0$  is *active*, optimality would require  $\frac{\partial U_i}{\partial y_i} = 0$ . But with X = 0:

$$\frac{\partial U_i}{\partial y_i} = a_i \underbrace{X^{1-a_i}}_{0^{1-a_i}=0} Y^{a_i-1} p_{iy} - c_i s_i = -c_i s_i < 0,$$

a contradiction (it says "decrease  $y_i$ "). For the *inactive* choice  $x_i = 0$ , KKT requires  $\frac{\partial U_i}{\partial x_i} \leq 0$ ; but with X = 0 and  $a_i \in (0, 1)$ ,

$$\frac{\partial U_i}{\partial x_i} = (1 - a_i) \underbrace{X^{-a_i}}_{0^{-a_i} = +\infty} Y^{a_i} p_{ix} - c_i s_i = +\infty > 0.$$

Thus  $x_i = 0$  is also not optimal. Both violations occur for both players.

Bounds (parameter-only). Under the standing restrictions  $a_i \in (0,1)$ ,  $p_{ix}, p_{iy}, c_i > 0$ , there are no parameters that make (Y,Y) satisfy KKT:

Mask impossible (no parameter region).

(Only by leaving the admissible class—e.g., setting some  $a_i = 1$  or  $p_{ix} = 0$ —could one remove the blow-up at X = 0, but such cases are excluded here.)

Equilibrium efforts  $(x_1^*, y_1^*; x_2^*, y_2^*)$ .

Not applicable (mask cannot be an equilibrium).

## 13 Self-symmetric S4: Both zero effort (0,0)

**Setup and feasibility.** Both players choose zero effort:  $x_i = y_i = 0$  for  $i \in \{1, 2\}$ . Then

$$X = p_{1x}x_1 + p_{2x}x_2 = 0, Y = p_{1y}y_1 + p_{2y}y_2 = 0.$$

With  $a_i \in (0,1)$  and  $p_{ix}, p_{iy}, c_i > 0$ , Cobb–Douglas utility for player i is

$$U_i = X^{1-a_i}Y^{a_i} - \frac{c_i}{2}(x_i + y_i)^2.$$

At (X,Y) = (0,0) the product term is not well-defined as a differentiable function; rather than rely on derivatives, we use a *direct deviation* argument to test whether (0,0) can be a best reply.

**Direct deviation test (constructive).** Fix the opponent at zero effort. Consider for player i a small deviation that makes *both* outputs positive:

$$x_i = t,$$
  $y_i = t,$   $t > 0$  small (others stay at 0).

Then  $X = p_{ix}t > 0$  and  $Y = p_{iy}t > 0$ , and the resulting payoff is

$$U_i(t) = (p_{ix}t)^{1-a_i}(p_{iy}t)^{a_i} - \frac{c_i}{2}(2t)^2 = \underbrace{p_{ix}^{1-a_i}p_{iy}^{a_i}}_{=:B_i} t - 2c_it^2.$$

For sufficiently small t, the linear term dominates the quadratic cost:

$$U_i(t) - U_i(0) = B_i t - 2c_i t^2 > 0$$
 whenever  $0 < t < \frac{B_i}{2c_i}$ .

Hence t=0 is not a best reply to the opponent's zero effort. This holds for each player i=1,2.

**Feasibility verdict.** Because each player has a profitable unilateral deviation from zero (for all admissible parameters), the mask (0,0) cannot be a Nash equilibrium.

Bounds (parameter-only). None: under  $a_i \in (0,1)$  and  $p_{ix}, p_{iy}, c_i > 0$ , there are no parameters for which (0,0) is an equilibrium.

Equilibrium efforts  $(x_1^*, y_1^*; x_2^*, y_2^*)$ .

Not applicable (mask cannot be an equilibrium).

# 14 Equilibrium Tables

Table 1: Symmetric feasible pairs placed side-by-side. Feasibility/bounds (with how r is determined) and stacked equilibrium efforts.

Pair	Left mask (feasibility/bounds & efforts)	Right mask (feasibility/bounds & efforts)
	(B,X) (Player 1 interior; Player 2	(X,B) (Player 1 X-only; Player 2
(X,B)	X-only)	interior)
	Bounds: $r_1 \geq r_2$ ,	Bounds: $r_2 \geq r_1$ ,
	$r_1^{1+a_2-a_1} \le \frac{\overline{(1-a_1)p_{1y}p_{1x}c_2}}{(1-a_2)p_{2x}^2c_1}.$	$r_2^{1+a_1-a_2} \le \frac{\overline{(1-a_2)p_{2y}p_{2x}c_1}}{(1-a_1)p_{1x}^2c_2}.$
	Efforts (evaluate at $r_1$ ):	Efforts (evaluate at $r_2$ ):
	$s_1 = \frac{(1 - a_1)p_{1x}}{c_1}  r_1^{a_1}$	$s_2 = \frac{(1-a_2)p_{2x}}{c_2}  r_2^{a_2}$
	$s_2 = \frac{(1-a_2)p_{2x}}{c_2}  r_1^{a_2}$	$s_1 = \frac{(1-a_1)p_{1x}}{c_1}  r_2^{a_1}$
	$y_1 = \frac{r_1(p_{1x}s_1 + p_{2x}s_2)}{p_{1y} + r_1p_{1x}}$	$y_2 = \frac{r_2(p_{1x}s_1 + p_{2x}s_2)}{p_{2y} + r_2p_{2x}}$
	$x_1 = s_1 - y_1$	$x_2 = s_2 - y_2$
	$x_2 = s_2$	$x_1 = s_1$
	$y_2 = 0$	$y_1 = 0$
$\mathbf{P2}$ : (B,Y) $\leftrightarrow$	(B,Y) (Player 1 interior; Player 2	(Y,B) (Player 1 Y-only; Player 2
(Y,B)	Y-only)	interior)
	Bounds: $r_1 \le r_2$ , $r_1^{2+a_1-a_2} \ge K_{XY}$ ,	Bounds: $r_2 \le r_1$ , $r_2^{2+a_2-a_1} \ge K_{YX}$ ,
	$K_{XY} = \frac{a_2 c_1 p_{2y}^2}{(1 - a_1) c_2 p_{1x}^2}.$	$K_{YX} = \frac{a_1 c_2 p_{1y}^2}{(1 - a_2) c_1 p_{2x}^2}.$
	Efforts (evaluate at $r_1$ ):	Efforts (evaluate at $r_2$ ):
	$s_1 = \frac{(1-a_1)p_{1x}}{c_1} r_1^{a_1}$	$s_2 = \frac{(1-a_2)p_{2x}}{c_2} r_2^{a_2} = \frac{a_2p_{2y}}{c_2} r_2^{-(1-a_2)}$
	$s_2 = \frac{a_2 p_{2y}}{c_2} r_1^{a_2 - 1}$	$s_1 = \frac{a_1 p_{1y}}{c_1} r_2^{a_1 - 1}$
	$y_1 = \frac{r_1 \bar{p}_{1x} s_1 - p_{2y} s_2}{p_{1y} + r_1 p_{1x}}$	$y_2 = \frac{r_2 \bar{p}_{2x} s_2 - p_{1y} s_1}{p_{2y} + r_2 p_{2x}}$
	$x_1 = s_1 - y_1$	$x_2 = s_2 - y_2$
	$x_2 = 0$	$x_1 = 0$
	$y_2 = s_2$	$y_1 = s_1$

(table continues on next page)

Pair	Left mask (feasibility/bounds & efforts)	Right mask (feasibility/bounds & efforts)
P3 (specialization): $(X,Y) \leftrightarrow (Y,X)$	$ \begin{aligned} & \text{(X,Y) } & \text{(1: $X$-only; 2: $Y$-only)} \\ & \text{Let } r_* := K_{XY}^{1/(2+a_1-a_2)} \text{ with} \\ & K_{XY} = \frac{a_2c_1p_{2y}^2}{(1-a_1)c_2p_{1x}^2}; \text{ require} \\ & r_* \in [r_1, r_2]. \\ & \textit{Efforts } & \textit{(evaluate at $r_*$):} \\ & x_1 = \frac{(1-a_1)p_{1x}}{c_1}  r_*^{a_1} \\ & y_1 = 0 \\ & x_2 = 0 \\ & y_2 = \frac{a_2p_{2y}}{c_2}  r_*^{a_2-1} \end{aligned} $	$ \begin{aligned} & \text{(Y,X) } \text{(1: } Y\text{-only; 2: } X\text{-only)} \\ & \text{Let } \tilde{r}_* := K_{YX}^{1/(2+a_2-a_1)} \text{ with} \\ & K_{YX} = \frac{a_1c_2p_{1y}^2}{(1-a_2)c_1p_{2x}^2}; \text{ require} \\ & \tilde{r}_* \in [r_2,r_1]. \\ & \textit{Efforts } (evaluate \ at \ \tilde{r}_*): \\ & x_1 = 0 \\ & y_1 = \frac{a_1p_{1y}}{c_1} \ \tilde{r}_*^{a_1-1} \\ & x_2 = \frac{(1-a_2)p_{2x}}{c_2} \ \tilde{r}_*^{a_2} \\ & y_2 = 0 \end{aligned} $

Table 2: Self-symmetric feasible case.

Mask	Feasibility/bounds & equilibrium efforts (stacked)
(B,B)	Feasible iff $r_1 = r_2$ (knife-edge). Set $r = r_1 = r_2$ and $s_i = \frac{(1 - a_i)p_{ix}}{c_i} r^{a_i} = \frac{a_ip_{iy}}{c_i} r^{-(1 - a_i)}.$ Splits lie on $(p_{1y} + rp_{1x})x_1 + (p_{2y} + rp_{2x})x_2 = p_{1y}s_1 + p_{2y}s_2$ with $0 < x_i < s_i$ . Canonical selection (equal fraction to $X$ ): $\lambda = \frac{p_{1y}s_1 + p_{2y}s_2}{p_{1y}s_1 + p_{2y}s_2 + r(p_{1x}s_1 + p_{2x}s_2)};$ $x_1 = \lambda s_1, y_1 = (1 - \lambda)s_1, x_2 = \lambda s_2, y_2 = (1 - \lambda)s_2.$

Table 3: Masks that are impossible for all admissible parameters  $(a_i \in (0,1), \, p_{ix}, p_{iy}, c_i > 0).$ 

Mask	Why impossible (brief)
(B,0)	With Player 1 interior (so $r = r_1 > 0$ ), at $(x_2, y_2) = (0, 0)$ both one-sided marginals for Player 2 are $> 0$ (violates KKT at zero).
(0,B)	Symmetric of (B,0): with Player 2 interior $(r = r_2 > 0)$ , Player 1's one-sided marginals at $(0,0)$ are $> 0$ .
(X,O)	Forces $Y=0; \partial U/\partial y$ blows up $+\infty$ at $Y=0$ (for $a\in(0,1)$ ), so $y=0$ cannot be optimal.
(0,X)	Symmetric of (X,0).
(Y,0)	Forces $X = 0$ ; $\partial U/\partial x$ blows up $+\infty$ at $X = 0$ , so $x = 0$ cannot be optimal.
(O,Y)	Symmetric of (Y,0).

Table 3 (continued).

Mask	Why impossible (brief)
(X,X)	Forces $Y = 0$ ; for each player, active $x > 0$ cannot satisfy $\partial U/\partial x = 0$ and inactive $y = 0$ violates $\partial U/\partial y \leq 0$ .
(Y,Y)	Forces $X = 0$ ; symmetric argument to (X,X).
(0,0)	Each player has profitable small deviations $(t, t)$ : $U_i(t) - U_i(0) = p_{ix}^{1-a_i} p_{iy}^{a_i} t - 2c_i t^2 > 0$ for small $t > 0$ .