

INDIVIDUAL - INSTITUTIONAL DYNAMICS

$$\begin{aligned}
 \frac{d}{dt} G_{i,l}^{(ind)} &= (m-i+1) \left\{ \overbrace{f(2(l)-1)}^{\text{benefit}} + \overbrace{\beta(i-1)}^{\text{cost}} + \overbrace{e\beta\bar{i}}^{\text{imitation}} \right\} G_{i-1,l} \\
 &+ (i+1) \left\{ f(1-2(l)) + \overbrace{\gamma(m-i-1)}^{\text{imitation}} + e\gamma(m-\bar{i}) \right\} G_{i+1,l} \\
 &- (m-i) \left\{ f(2(l)-1) + \beta i + e\beta\bar{i} \right\} G_{i,l} \\
 &- i \left\{ f(1-2(l)) + \gamma(m-i) + e\gamma(m-\bar{i}) \right\} G_{i,l} \quad (1)
 \end{aligned}$$

where $\bar{i} = \sum_{i,l} i G_{i,l}$

$2(l): \frac{d2}{dl} > 0$; $f(x): \frac{df}{dx} > 0$, $f(0) = \frac{1}{2}$

$$\begin{aligned}
 \frac{d}{dt} G_{i,l}^{(group)} &= \overbrace{g(bi-cl)}^{\text{condition for required resources}} \left\{ \overbrace{\mu}^{\text{spontaneous}} + e \overbrace{\frac{Z_l}{Z_{l-1}}}^{\text{imitation}} \right\} G_{i,l-1} \\
 &+ \left\{ \mu g(c(l+1)-bi) + e g(bi-cl) \frac{Z_l}{Z_{l+1}} \right\} G_{i,l+1} \\
 &- g(bi-c(l+1)) \left\{ \mu + e \frac{Z_{l+1}}{Z_l} \right\} G_{i,l} \\
 &- \left\{ \mu g(cl-bi) + e g(bi-c(l-1)) \frac{Z_{l-1}}{Z_l} \right\} G_{i,l} \quad (2)
 \end{aligned}$$

where $g(x): \frac{dg}{dx} > 0$, $g(0) = \frac{1}{2}$ (indifference about strategy)

$$\overline{Z}_l = \frac{\sum_i G_{i,l} \tilde{g}(bi-cl)}{\sum_i G_{i,l}} \quad ; \quad \text{possibly } \tilde{g} \equiv g.$$

$$\frac{d}{dt} G_{i,l} = \frac{d}{dt} G_{i,l}^{(ind)} + \frac{d}{dt} G_{i,l}^{(group)}$$

$$\left\{ \mu g(cl - bi) + e g(bi - c(l-1)) \frac{z_{l-1}}{z_l} \right\} G_{i,l} = g(bi - cl) \left\{ \mu + e \frac{z_l}{z_{l-1}} \right\} G_{i,l-1}$$

Summing over i :

$$\mu \sum_i g(cl - bi) G_{i,l} + e \frac{z_{l-1}}{z_l} \sum_i g(bi - c(l-1)) G_{i,l} = \left(\mu + e \frac{z_l}{z_{l-1}} \right) \sum_i g(bi - cl) G_{i,l-1}$$

$$G_{i,l} \simeq G_l \delta_{i0} + h_{i,l} \mathbb{I} \sim \mathcal{O}(1) + \mathcal{O}(\mathbb{I}) \quad \text{for } \mathbb{I} \rightarrow 0$$

$$\Rightarrow \mu g(cl) G_l + e \frac{\tilde{g}(-c(l-1))}{\tilde{g}(-cl)} g(-c(l-1)) G_l = \left(\mu + e \frac{\tilde{g}(-cl)}{\tilde{g}(-c(l-1))} \right) g(-cl) G_{l-1}$$

$$\Rightarrow G_l = \frac{\left[\mu + e \frac{\tilde{g}(-cl)}{\tilde{g}(-c(l-1))} \right] g(-cl)}{\mu g(cl) + e \frac{\tilde{g}(-c(l-1))}{\tilde{g}(-cl)} g(-c(l-1))} G_{l-1}$$

$$\Rightarrow G_l = G_1 \prod_{k=1}^{l-1} \frac{\left[\mu + e \frac{\tilde{g}(-ck)}{\tilde{g}(-c(k-1))} \right] g(-ck)}{\mu g(ck) + e \frac{\tilde{g}(-c(k-1))}{\tilde{g}(-ck)} g(-c(k-1))} \quad \checkmark$$