# First Problem Assignment

### Problem 6

#### Statement

Consider a set of n players that must be partitioned into two groups. However, there is a set of bad pairings and the two players in such a pair do not want to be in the same group. Moreover, each player is free to choose which of the two groups to be in. We can model this by a graph G = (V, E) where each player i is a vertex. There is an edge (i, j) if i and j form a bad pair. The private objective of player i is to maximize the number of its neighbors that are in the other group.

Provide a formal characterization of the strategy profiles that are pure Nash equilibrium of this game. Analyze the complexity of the problems related to pure Nash equilibria for this family of games.

#### Solution

In this game, all players have de same set of actions  $A = \{0, 1\}$ , where 0 and 1 are the two available groups which players can be partitioned in. Hence, a strategy profile for the game is  $s \in \{0, 1\}^n$ . With this, we can define the utility of as:

$$u_i(s) = |\{j \in V \mid (i, j) \in E, s_j \neq s_i\}|$$

In order to maximize the utility, we have to maximize the edges between both groups. So, the formal definition of the characterization of the strategy profiles that are pure Nash equilibria is the following:

$$\{ \forall i \in V \mid \sum_{j \in V} u_j(s) \ge \sum_{j \in V} u_j(s_{-i} \cup \{1 - s_i\}) \}$$

Notice that maximize the edges between both groups is exactly the *MaxCut* problem. Because of this, we know that:

- $IsPNE \in P$  because MaxCut is a NP-complete problem, which means that can be checked in polynomial time.
- You can decide EPN in constant time, since it always exits a minimal cut for a game.
- Computing a MaxCut is the same than computing a PNE.
- The utility and neighborhood of a solution can be calculated and searched in polynomial time, since *MaxCut* is known to be PLS-complete.

## Problem 7

#### Statement

The Max 2SAT game is defined by a weighted 2-CNF formula on n variables. In a weighted formula each clause has a weight. The game has n players. Player i controls the i-th variable and can decide the value assigned to this variable. A strategy profile is a truth assignment  $x \in \{0,1\}^n$ . Player i gets 1/3 of the weight of the clauses that are satisfied due to its bit selection.

Provide a formal characterization of the strategy profiles that are pure Nash equilibrium of the Max 2SAT game. Analyze the complexity of the problems related to pure Nash equilibria for this family of games.

#### Solution

Let F be the 2-CNF formula, which is composed by a set of K clauses  $c_{i,j,k}$ , where i and j represents the position of the variables in x that forms the clause (with  $1 \le i, j \le n$ ), and k is the identifier of the clause (with  $1 \le k \le K$ ). I define the following function to ease the explanation of the problem:

clauses
$$(F, i) = \{ \forall x_i \in x, 1 \le k \le K \mid c_{i,i,k} \in F \}$$

Consider also that  $eval(c_{i,j,k}, x)$  gives the resultant boolean value of the clause according to the strategy profile x. I define the set of actions for all players as  $A = \{0, 1\}$ , and utility as:

$$u_i(x) = \frac{1}{3} \cdot \sum_{c_{i,j,k} \in \text{clauses}(F,i)} w_k \cdot \text{eval}(c_{i,j,k}, x) \cdot (1 - \text{eval}(c_{i,j,k}, x_{-i} \cup \{1 - x_i\}))$$

The formal definition of the characterization of the strategy profiles that are pure Nash equilibria is the following:

$$\{ \forall x_i \in x \mid \sum_{x_j \in x} u_j(x) \ge \sum_{x_j \in x} u_j(x_{-i} \cup (1 - x_i)) \}$$

Since Max 2SAT game is PNE (given an strategy profile) is a *Maximal-2-SAT* problem, we know that:

- $IsPN \in P$ , since Maximal-2-SAT can be decided in polynomial time.
- EPN can be decided in constant time because Maximal-2-SAT always exists.
- Computing PNE is NP-hard because Maximal-2-SAT is known to be NP-hard.
- The utility and neighborhood of a solution can be calculated and searched in polynomial time, since *Maximal-2-SAT* is known to be PLS-complete.

## Problem 8

#### Statement

Assume that we have fixed a finite set K of k colors. Consider a graph G = (V, E) with a labeling function  $\ell: V \to 2^K$  and define an associated coloring game  $\Gamma(G, \ell)$  as follows

- the players are V(G),
- the set of strategies for player v is  $\ell(v)$ ,
- the payoff function of player v is  $u_v(s) = |\{u \in N(v) \mid s_u = s_v\}|$ .

Provide a formal characterization of the strategy profiles that are pure Nash equilibrium of the coloring game game. Analyze the complexity of the problems related to pure Nash equilibria for this family of games.

#### Solution

In this game, each player v has the set of actions  $A_v \subseteq K$ . Hence, a strategy profile for the game is  $s \in K^n$ . The formal definition of the characterization of the strategy profiles that are pure Nash equilibria, using the utility formula defined in the statement, is the following:

$$\{\forall s_v \in s, \forall a_v \in A_v \mid \sum_{s_u \in s} u_u(s) \ge \sum_{x_u \in x} u_u(x_{-v} \cup \{a_v\})\}$$