

$$\begin{aligned}\theta_1 &= \{ 1, 2, 3 \} \\ \theta_2 &= \{ 2, 3 \}\end{aligned}$$

$$k^*(\theta_1, \theta_2) = \begin{cases} 2 \text{ buys from } 1 & , \text{ if } \theta_1 \geq \theta_2 \\ 1 \text{ buys from } 2 & , \text{ o/w} \end{cases}$$

$$v_1(k^*(1, 2), 1) = 1 + 1 = 2$$

$$v_1(k^*(1, 3), 1) = 1 + 1 = 2$$

$$v_1(k^*(2, 2), 2) = -2 + 0 = -2$$

$$v_1(k^*(2, 3), 2) = 2 + 2 = 4$$

$$v_1(k^*(2, 2), 3) = -3 + 0 = -3$$

$$v_1(k^*(3, 3), 3) = 3 + 3 = 6$$

$$v_2(k^*(1, 2), 2) = -2 + 0 = -2$$

$$v_2(k^*(1, 3), 3) = -3 + 0 = -3$$

$$v_2(k^*(2, 2), 2) = 2 + 2 = 4$$

$$v_2(k^*(2, 3), 3) = -3 + 0 = -3$$

$$v_2(k^*(3, 2), 2) = 2 + 2 = 4$$

$$v_2(k^*(3, 3), 2) = 3 + 3 = 6$$

$$\begin{aligned}\xi_1(1) &= \frac{1}{2}v_2(k^*(1, 2), 2) + \frac{1}{2}v_2(k^*(1, 3), 3) \\ &= \frac{1}{2} \times (-2) + \frac{1}{2} \times (-3) \\ &= \frac{-5}{2}\end{aligned}$$

$$\begin{aligned}\xi_1(2) &= \frac{1}{2}v_2(k^*(2, 2), 2) + \frac{1}{2}v_2(k^*(2, 3), 3) \\ &= \frac{1}{2} \times (-3) + \frac{1}{2} \times (4) \\ &= \frac{1}{2}\end{aligned}$$

$$\begin{aligned}\xi_1(3) &= \frac{1}{2}v_2(k^*(3, 2), 2) + \frac{1}{2}v_2(k^*(3, 3), 3) \\ &= \frac{1}{2} \times (4) + \frac{1}{2} \times (6) \\ &= \frac{-10}{2} \\ &= 5\end{aligned}$$

$$\begin{aligned}
\xi_2(2) &= \frac{1}{3}v_1(k^*(1,2),1) + \frac{1}{3}v_1(k^*(2,2),2) + \frac{1}{3}v_1(k^*(3,2),3) \\
&= \frac{1}{3} \times (2) + \frac{1}{3} \times (-2) + \frac{1}{3} \times (-3) \\
&= -1
\end{aligned}$$

$$\begin{aligned}
\xi_2(3) &= \frac{1}{3}v_1(k^*(1,3),1) + \frac{1}{3}v_1(k^*(2,3),2) + \frac{1}{3}v_1(k^*(3,3),3) \\
&= \frac{1}{3} \times (2) + \frac{1}{3} \times (4) + \frac{1}{3} \times (6) \\
&= 4
\end{aligned}$$