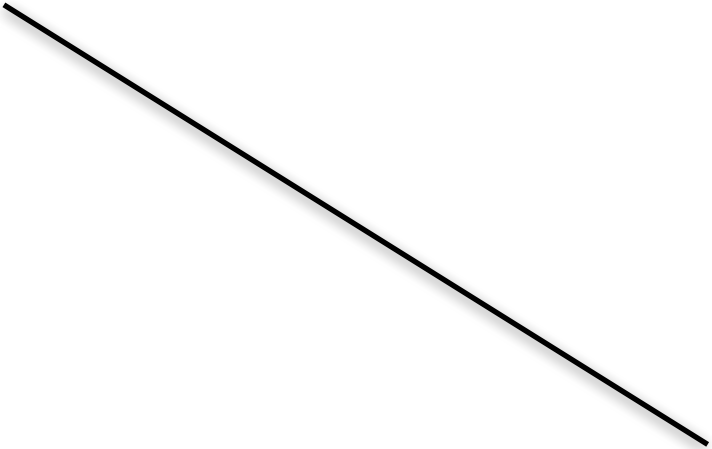


If country A
cooperates

If country B
cooperates



A gets:

\$960

B gets:

\$960

If country B
cheats

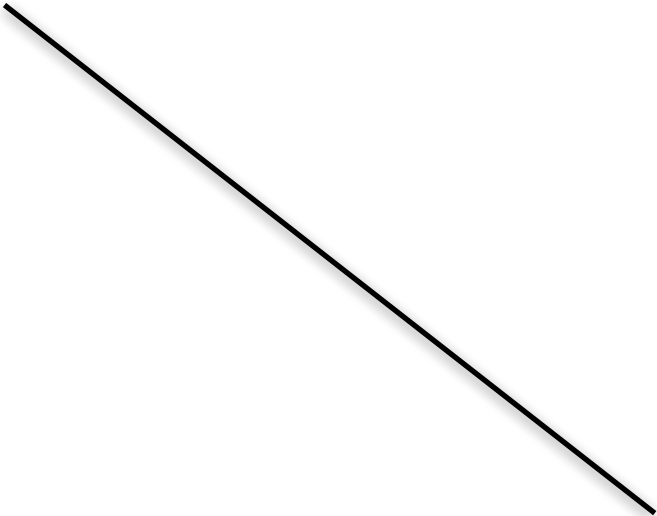
If country A
cheats

A gets:

\$700

B gets:

\$700

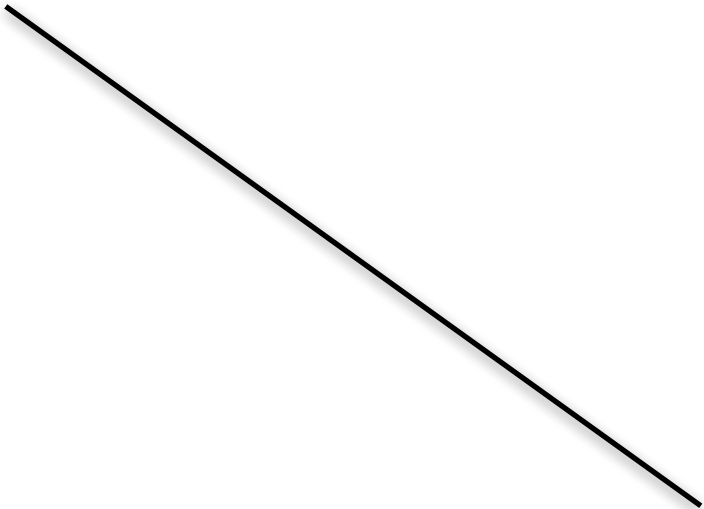


A gets:

\$1,260

B gets:

\$720

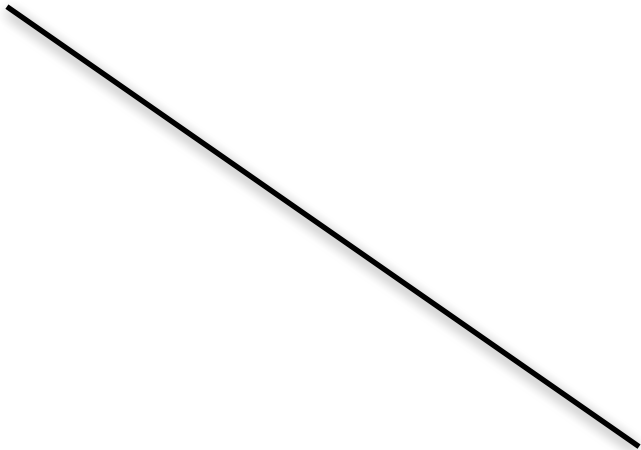


A gets:

\$720

B gets:

\$1,260



If country A
cooperates

If country B
cooperates

If country A
cheats

M

2







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2















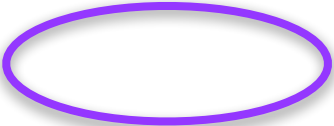


2















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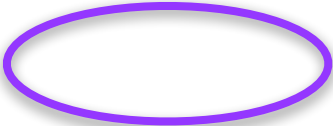


2



The **Maximin** Criteria: Choose the Strategy with the **maximum** of
the **worst** outcomes

**Maximin
strategy for B:
Cooperate**





If there is no Dominant Strategy, choose the least worse...

Country B's worst outcome if
it cooperates: 720

Country B's worst outcome if
it cheats: 700

Maximum of these: 720 (Cooperate)

The Maximin Criteria: Choose the Strategy with the maximum of the worst outcomes

Country B's worst outcome if it cooperates: 720

Country B's worst outcome if it cheats: 700

Maximum of these: 720 (Cooperate)

Maximin
strategy for B:
Cooperate

	If country B cooperates	If country B cheats
If country A cooperates	B gets: \$960	B gets: \$1,260
If country A cheats	B gets: \$720	B gets: \$700

Revenues

	If country B cooperates	If country B cheats
If country A cooperates	<div>A gets: \$960</div> <div>B gets: \$960</div>	<div>A gets: \$720</div> <div>B gets: \$1,260</div>
If country A cheats	<div>A gets: \$1,260</div> <div>B gets: \$720</div>	<div>A gets: \$700</div> <div>B gets: \$700</div>