

LECON2112 Advanced Microeconomics II

– Assignment 6 –

Professor Benoît Decerf

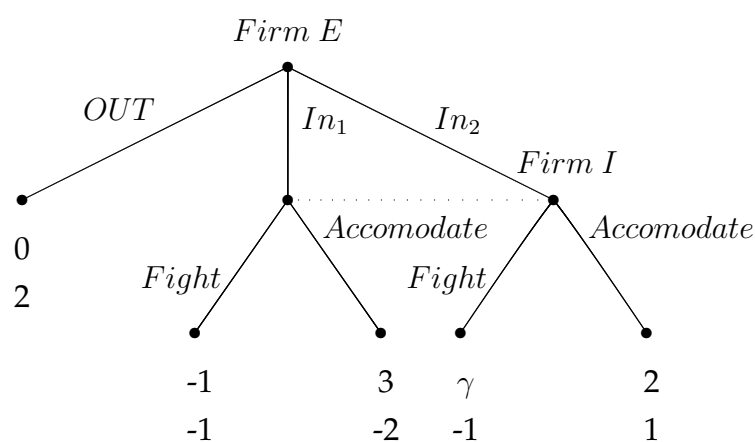
TA: Thomas Eisfeld

Deadline: Monday, March 25, 2024 at 5pm.

Instructions: To be submitted via Moodle as a single file (including your name and NOMA).

Exercises¹

9C2. Consider the following game:



(a) What is the set of weak PBEs when $\gamma > 0$?

(b) What is the set of weak PBEs when $\gamma \in (-1, 0)$?

¹Source: Mas-Colell, Whinston, & Green, 1995. "Microeconomic Theory," Oxford University Press.