

D2 Game Theory Challenge

Challenge 1

Alma and Brian play a zero-sum game. The game is represented by the following pay-off matrix for Alma.

		Brian			
		I	II	III	IV
Alma	I	3	-1	7	-7
	II	3	-6	0	8
	III	8	12	8	11
	IV	8	13	8	10

- (a) Write down the pay-off for **Brian** if Alma plays I and Brian plays IV. *(1 mark)*
- (b) Show that this game has a stable solution. *(3 marks)*
- (c) Find all the saddle points for the game. *(2 marks)*



Challenge 2

Two people, A and B , play a zero sum game. The game is represented by the following pay-off matrix for A .

		B		
		I	II	III
A	Strategy	I	II	III
	I	5	1	3
	II	2	5	4
	III	4	-1	2

- (a) Show that there is no stable solution. (2 marks)
- (b) Explain why it will never be optimal for A to adopt strategy III. (1 mark)
- (c) By considering mixed strategies, and giving your answers as exact fractions,
- (i) find the optimal mixed strategy for A , (7 marks)
 - (ii) find the value of the game. (1 mark)



Final Challenge

Alan and Tracy play squash against each other every week. They each have three shots that they can play to try to win a point: a boast (B), a drop shot (D) and a lob (L). The pay-off matrix for Alan is given below.

		Tracy		
		B	D	L
Alan	B	12	5	2
	D	5	-2	-3
	L	8	10	13

- (a) State which shot Alan should **not** play, giving a reason for your answer. (2 marks)
- (b) By considering mixed strategies, find the ratio of the number of times Alan should play each of the other two shots. (8 marks)
- (c) Find the value of the game. (1 mark)



