# Cooperative game theory seminar

#### 18. května 2022

#### $\mathbf{Abstrakt}$

We are interested in cooperative games where each player has partial knowledge of the game.

## 1 Problem

**Setting:** For a set of *n* players, we have *n* incomplete games  $(N, \mathcal{K}_1, v_1), \ldots, (N, \mathcal{K}_n, v_n)$  representing each player's knowledge about a common underlying game.

**Goal:** We assume that N forms. How to distribute v(N)?

## 2 Assumptions

- consistency: for  $S \in \mathcal{K}_i \cap \mathcal{K}_j$ , it holds  $v_i(S) = v_j(S)$
- knowledge assumptions
  - $N \in \mathcal{K}_i$  for every  $i \dots$  all players know the *budget*
  - $-\{i\} \in \mathcal{K}_i$  for every i ... everyone knows his worth
- *honesty* ... players do not *lie*
- secrecy ... no player shares anything about his knowledge

## 3 Model

• iterative vs. "one-time" process

### 3.1 Dynamic (iterative) model

Idea: The computation of payoffs is represented by an interative process. In each step, requests and information sharing (with possible payments for shares) take place. Based on these, each player reevaluates his set of feasible payoff vectors. The process continues until a stable situation or ending condition is met.

#### 3.2 One-time information sharing model

A simple model which might be viewed as a special case of the previous one with only one iteration.

- The process:
  - 1. Send requests to other players
  - 2. Share information
  - 3. Compute payoffs

#### 3.2.1 Payoff distribution

We might assume that we choose  $\mathcal{I}^*(v) = \{x \in \mathbb{R}^n \mid x_1 + \dots + x_n = v(N)\}.$ 

- $X_i \dots$  feasible set of a player
- Questions
  - Do we agree on payoff distribution method before or after information sharing?
  - What are feasible vectors for every player i?

### 4 Questions

- How to define *information sharing*?
  - graphs?
  - portion of  $(N, \mathcal{K}_i, v_i)$ ?
  - ...
- Is *honesty* the right way to go?

## 5 Further ideas

### 5.1 God (arbiter)

Idea: Each player shares a *portion of his information* with the god, he then computes the solution and returns it to all the players.

- we decided to rule out this entity, because it leads in many scenarios to the standard model
  - honesty  $\implies$  i shares  $(N, \mathcal{K}_i, v_i) \implies$  God concerns  $(N, \mathcal{K}_1 \cup \cdots \cup \mathcal{K}_n, v) \implies$  reduces to theory of incomplete games
  - Without arbiter, what do we share with the others?
    - \* payoff vectors vs. portion of information  $(N, \mathcal{K}_i, v_i)$ ?