Econ 206 - Problem Set 1
Due 2/16/2006

Question 1

Mas Colell, Whinston and Green (M-W-G) question 23.C.10 with the following modifications: At the end if the first pragraph (before part **(a)**) insert the following:

> "Assume throughout that conditions are such that (23.C.8) holding is a necessary condition for $(k^*(\cdot), t_1(\cdot), ..., t_I(\cdot))$ to be truthfully implementable in dominant strategies."

Also, in the second line of part **(c)** insert the word "implementable" before "ex post efficient social choice function..."

Question 2

M-W-G question 23.E.6

Question 3

Fudenberg & Tirole (Game Theory) question 7.2