

UNIVERSITÀ DEGLI STUDI DELL'AQUILA  
**Non-Cooperative Networks: Mid-term Evaluation**  
 Thursday, November 19th, 2020 – Prof. Guido Proietti

	Last name: .....	First name: .....	ID number: .....		Points
EXERCISE 1					
EXERCISE 2					
TOTAL					

**EXERCISE 1: Multiple-choice questions (20 points)**

**Remark:** Only one choice is correct. Use the enclosed grid to select your choice. A correct answer scores 3 points, while a wrong answer receives a  $-1$  penalization. You are allowed to omit an answer. If you wrongly select an answer, just make a circle around the wrong  $\times$  (i.e., in the following way  $\otimes$ ) and select through a  $\times$  the newly selected answer. A question collecting more than one answer will be considered as omitted. The final score will be given by summing up all the obtained points (0 for a missing answer), and then normalizing to 20.

1. A *Dominant Strategy Equilibrium* is a strategy combination  $s^* = (s_1^*, \dots, s_N^*)$ , such that (assume  $p_i$  is a cost):
  - a) there exists a player  $i$  and an alternative strategy profile  $s = (s_1, \dots, s_i, \dots, s_N)$ , such that  $p_i(s_1, \dots, s_i^*, \dots, s_N) \geq p_i(s_1, \dots, s_i, \dots, s_N)$
  - b) there exist no player  $i$  and no alternative strategy profile  $s = (s_1, \dots, s_i, \dots, s_N)$ , such that  $p_i(s_1, \dots, s_i^*, \dots, s_N) \leq p_i(s_1, \dots, s_i, \dots, s_N)$
  - c) for each player  $i$  and for any possible alternative strategy profile  $s = (s_1, \dots, s_i, \dots, s_N)$ ,  $p_i(s_1^*, \dots, s_i^*, \dots, s_N) \geq p_i(s_1, \dots, s_i, \dots, s_N)$
  - \*d) for each player  $i$  and for any possible alternative strategy profile  $s = (s_1, \dots, s_i, \dots, s_N)$ ,  $p_i(s_1, \dots, s_i^*, \dots, s_N) \leq p_i(s_1, \dots, s_i, \dots, s_N)$
2. A *Nash Equilibrium* is a strategy combination  $s^* = (s_1^*, \dots, s_N^*)$ , such that (assume  $p_i$  is a utility):
  - a) there exists a player  $i$  and an alternative strategy profile  $s = (s_1, \dots, s_i, \dots, s_N)$ , such that  $p_i(s_1, \dots, s_i^*, \dots, s_N) \leq p_i(s_1, \dots, s_i, \dots, s_N)$
  - b) for each player  $i$  and for any possible alternative strategy profile  $s = (s_1, \dots, s_i, \dots, s_N)$ ,  $p_i(s_1, \dots, s_i^*, \dots, s_N) \geq p_i(s_1, \dots, s_i, \dots, s_N)$
  - \*c) for each player  $i$  and for any alternative strategy  $s_i$  of  $i$ ,  $p_i(s_1^*, \dots, s_i^*, \dots, s_N) \geq p_i(s_1^*, \dots, s_i, \dots, s_N)$
  - d) there exist no player  $i$  and no alternative strategy profile  $s = (s_1, \dots, s_i, \dots, s_N)$ , such that  $p_i(s_1, \dots, s_i^*, \dots, s_N) \leq p_i(s_1, \dots, s_i, \dots, s_N)$
3. Which of the following claim is true for the Prisoner's Dilemma game:
  - a) It admits two Nash equilibria
  - b) It does not admit a dominant strategy equilibrium
  - c) It has a Price of Anarchy equal to  $4/3$
  - \*d) It has a Price of Stability equal to 5
4. How the Price of Anarchy is defined for a game in which the social choice function  $C$  has to be minimized ( $S$  is the set of Nash equilibria)?
  - a)  $\text{PoA} = \inf_{s \in S} \frac{C(s)}{C(\text{OPT})}$
  - \*b)  $\text{PoA} = \sup_{s \in S} \frac{C(s)}{C(\text{OPT})}$
  - c)  $\text{PoA} = \sup_{s \in S} \frac{C(\text{OPT})}{C(s)}$
  - d)  $\text{PoA} = \inf_{s \in S} \frac{C(\text{OPT})}{C(s)}$
5. The Beckmann theorem states that under certain assumptions the Nash flow of  $(G, s, r, l)$  exists and is unique, and is equal to the optimal min-cost flow of the instance:
  - \*a)  $(G, s, r, \lambda(x) = [\int_0^x l(t) dt]/x)$
  - b)  $(G, s, r, \lambda(x) = \int_0^x l(t) dt)$
  - c)  $(G, s, r, \lambda(x) = [\int_0^{+\infty} l(t) dt]/x)$
  - d)  $(G, s, r, \lambda(x) = [\int l(t) dt]/x)$
6. In the global connection game on a graph  $G = (V, E, c)$ , if we denote by  $c_e$  (resp.,  $k_e$ ) the cost (resp., the load) of an edge  $e \in E$ , and by  $N(S)$  the network induced by a given strategy profile  $S$ , which of the following is a potential function?
  - a)  $\Psi(S) = \sum_{e \in N(S)} c_e/k_e$
  - \*b)  $\Psi(S) = \sum_{e \in N(S)} c_e \cdot (1 + 1/2 + \dots + 1/k_e)$
  - c)  $\Psi(S) = \sum_{e \in N(S)} c_e$
  - d)  $\Psi(S) = \sum_{e \in N(S)} c_e \cdot (1 + 2 + \dots + k_e)$
7. In a local connection game with  $k$  players and building cost  $\alpha \geq 0$ , which of the following claim is false?
  - a) for  $\alpha = 1$ , the clique and the star are stable graphs
  - b)  $\text{PoA} \leq 6\sqrt{\alpha} + 3$
  - \*c) for  $\alpha \geq 1$ , the star is an optimal solution
  - d)  $\text{PoS} \leq 4/3$
8. Which of the following is a Clarke payment scheme?
  - a)  $p_i(g(r)) = \sum_{j \neq i} v_j(r_j, g(r-i)) - \sum_{j \neq i} v_j(r_j, g(r))$
  - b)  $p_i(g(r)) = -\sum_{j \neq i} v_j(r_j, g(r)) + \sum_j v_j(r_j, g(r))$
  - \*c)  $p_i(g(r)) = -\sum_{j \neq i} v_j(r_j, g(r-i)) + \sum_{j \neq i} v_j(r_j, g(r))$
  - d)  $p_i(g(r)) = -\sum_j v_j(r_j, g(r-i)) + \sum_{j \neq i} v_j(r_j, g(r))$
9. Which of the following corresponds to the definition of the Ackermann function?
  - a)  $A(1, j) = 2^j$  for  $j \geq 1$ ,  $A(i, 1) = A(i-1, 2)$  for  $i \geq 2$ ,  $A(i, j) = A(i-1, A(i-1, j-1))$  for  $i, j \geq 2$
  - b)  $A(1, j) = 2^j$  for  $j \geq 1$ ,  $A(i, 1) = A(i-1, 2)$  for  $i \geq 2$ ,  $A(i, j) = A(i, A(i, j-1))$  for  $i, j \geq 2$
  - c)  $A(1, j) = 2^j$  for  $j \geq 1$ ,  $A(i, 1) = A(i-1, 2)$  for  $i \geq 2$ ,  $A(i, j) = A(1, A(i, j-1))$  for  $i, j \geq 2$
  - \*d)  $A(1, j) = 2^j$  for  $j \geq 1$ ,  $A(i, 1) = A(i-1, 2)$  for  $i \geq 2$ ,  $A(i, j) = A(i-1, A(i, j-1))$  for  $i, j \geq 2$
10. In the Malik, Mittal and Gupta algorithm for the selfish-edge shortest path problem, which of the following keys is associated with a node  $y$  in the priority queue when an edge  $e$  of a graph  $G = (V, E)$  is considered?
  - a)  $k(y) = \min_{(x,y) \in E, x \in N_s(e)} \{d_G(s, x) + r(x, y) + d_G(y, z)\}$
  - b)  $k(y) = \max_{(x,y) \in E, x \in M_s(e)} \{d_G(s, x) + r(x, y) + d_G(y, z)\}$
  - c)  $k(y) = \min_{(x,y) \in E, x \in M_s(e)} \{d_G(s, x) + 1 + d_G(y, z)\}$
  - \*d)  $k(y) = \min_{(x,y) \in E, x \in M_s(e)} \{d_G(s, x) + r(x, y) + d_G(y, z)\}$

**Answer Grid**

	Question									
Choice	1	2	3	4	5	6	7	8	9	10
a										
b										
c										
d										

**EXERCISE 2: Open question (10 points)**

**Remark:** Select at your choice one out of the following two questions, and address it exhaustively.

1. Describe and analyze the selfish routing game.
2. Describe and analyze the VCG-mechanism for the single-edge single-pair shortest path problem.