

Microeconomic Analyses of Old Indian Texts

Summer 2019

You have to accomplish this test within **60 minutes**.

MATRIKEL-NR.:

STUDIENGANG:

NAME, VORNAME:

UNTERSCHRIFT DES STUDENTEN:

ANFORDERUNGEN/REQUIREMENTS:

Lösen Sie die folgenden Aufgaben! / Solve all the exercises!

Schreiben Sie, bitte, leserlich! / Write legibly, please!

Sie können auf Deutsch schreiben! / You can write in English!

Begründen Sie Ihre Antworten! / Give reasons for your answers!

1	2	3	4	5	6	Σ

Problem 1 (10 points)

Explain $\frac{P_h}{D_G} > \frac{\delta}{\sigma}$ in the context of the Brahmanical theory of the gift!

Problem 2 (10 points)

Consider $I = \{1, 2, 3\}$ and the neighbourhood structure $N = \{1 - 2, 2 - 3, 3 - 1\}$.

- a) Find all the possible fighting structures!

 - b) Is country 1 a friend of country 3 against 2 at $\{2 \leftrightarrow 3\}$?

Problem 3 (10 points)

In Leeson's ordeal model, we find the equation

$$(1 - \rho)(1 - \alpha) < \frac{NOP}{OP} < \rho + (1 - \rho)(1 - \alpha).$$

Explain!

Problem 4 (10 points)

How did a “judicial wager” function? Could it solve the problem of identifying the guilty party in a lawsuit?

Problem 5 (10 points)

How might the Varuna rule be explained by way of principal-agent theory?

Problem 6 (10 points)

In some Upanishads, breath obtains some payment (bali) from the other vital forces. Explain in relation to the Shapley value.