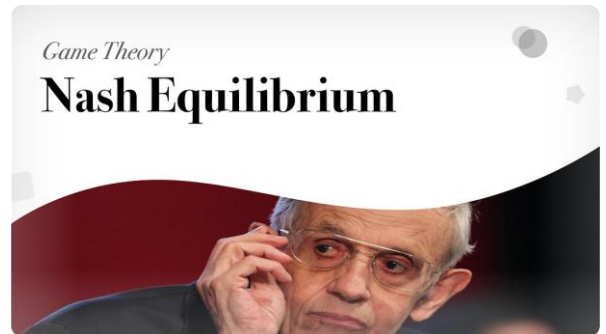


The orange sector E-D-E is the most Pareto efficient - since an increase in one indicator leads to a decrease in another.

Prisoners' dilemma

		prisoner B	
		confess	remain silent
prisoner A	confess	5 years, 5 years	0 year, 20 years
	remain silent	20 years, 0 year	1 year, 1 year

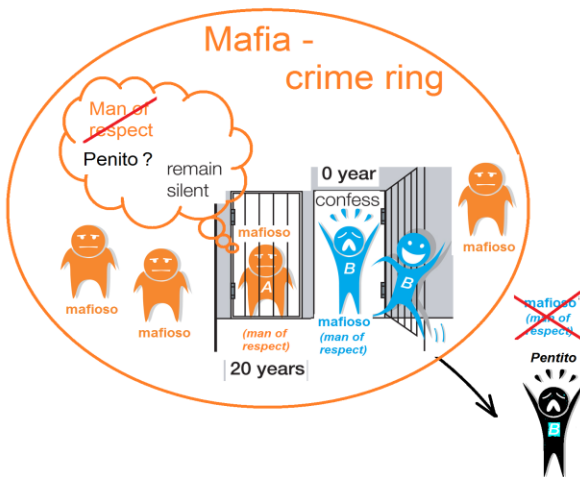
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** => Nash equilibrium

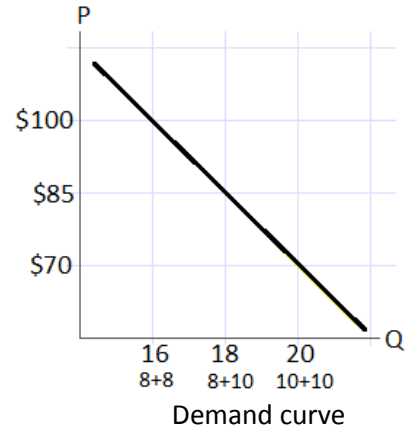
		H ₂ (x)	
		Recognition;	Non-recognition;
H ₁ (x)	Player 1	1	2
	Recognition;	1, -5*	-20, 0
Non-recognition;	2	-20, -5*	-1, -1














-1-1
Pareto Optimality



Oil price hits 18-year low

Brent crude, US dollars per barrel



Barrel 		1.	2.
		$8 \cdot 10^6$  day	$10 \cdot 10^6$  day
1.  $8 \cdot 10^6$	 \$800 millions per day	 \$850 millions per day	
	 \$800 millions per day	 \$680	
2.  $10 \cdot 10^6$ day	 \$680 millions per day	 \$700 millions per day	
	 \$850 millions per day	 \$700 millions per day	

