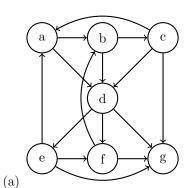
1. [20 Marks] (Social Choice and Game Theory)



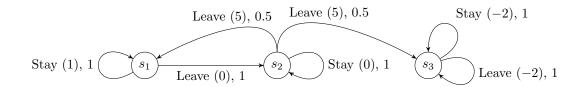
In the tournament in the above Figure, assuming all the arcs missing from the figure are downward arc, list

- the uncovered set;
- the top cycle;
- the set of Copeland winners;
- the set of Banks winners; and
- the set of Condorcet winners.
- (b) Compute all the Nash equilibria of the following two player game.

## 2. [30 Marks] (Decision Making)

- (a) For each of the following games, choose the best model among (A) Markov chain (Markov process); (B) Markov decision process (MDP); (C) Hidden Markov model (HMM); (D) Partially-observable Markov decision process (POMDP); and (E) None/Other.
  - Blackjack
  - Candy Crush
  - Chess
  - Minesweeper
  - Snakes and Ladders
  - Texas Hold 'em Poker

For the next questions, consider the Markov Decision Process depicted below. Edges are labelled "name of the action (reward associated), probability of the transition".



- (b) Using your intuition, give an optimal policy for situations where the discount factor is very high (for instance,  $\delta = 0.999$ )? Explain your reasoning in two or three sentences.
- (c) Using your intuition, give an optimal policy for situations where the discount factor is very low (for instance,  $\delta = 0.001$ )? Explain your reasoning in two or three sentences.
- (d) Represent the values computed during the first three iterations of the Value Iteration algorithm using the following format where L represents the action Leave and S represents the action Stay. Use a discounting factor of 0.6.

	$V_0(s)$	$V_0(s,S)$	$V_0(s,L)$	$V_1(s)$	$V_1(s,S)$	$V_1(s,L)$	$V_2(s)$	$V_2(s,S)$	$V_2(s,L)$	$V_3(s)$
$s_1$	0	1								
$s_2$	0									
$s_3$	0									

- (e) Let  $\pi$  be the following policy:  $\pi(s_1) = L$ ,  $\pi(s_2) = L$ ,  $\pi(s_3) = S$ . If  $\pi$  is assumed to hold, the MDP turns into a Markov Chain. Represent this Markov Chain / Markov Process.
- (f) Assuming the agent uses  $\pi$ , express the value associated to each state as a function of the discount factor  $\delta$ . Provide the formal derivation of the result as part of your answer. Elaborate on whether the computations of this question support the intuition of questions 2b and 2c.

## Submission

- Put your written solutions in a single PDF file assn3.pdf
- Submit using the command: give cs4418 assn3 assn3.pdf

## Late Submissions

Due to the assignment due date being extended to the 22nd November there will be no late submissions allowed.

## Academic Honesty and Plagiarism

All work submitted for assessment **must be your own work**. Assignments **must be completed individually**. We regard copying of assignments, in whole or part, as a very serious offence. Be warned that:

- the submission of work derived from another person, or jointly written with someone else will, at the very least, result in automatic failure for COMP4418 with a mark of zero;
- allowing another student to copy from you will, at the very least, result in a mark of zero for your own assignment; and
- severe or second offences will result in automatic failure, exclusion from the University, and possibly other academic discipline.

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