# **Bavarian Graduate Program in Economics (BGPE)**

## **Advanced Microeconomics**

## September 15 - 19, 2025

#### Zvika Neeman

#### **Course Outline**

The course provides a short introduction to game theory and to the field known as "information economics." Topics covered include normal and extensive form games, with complete and incomplete information, as well as more advanced topics such as sequential rationality, auctions, revenue equivalence, the winner's curse, mechanism and information design, and reputation. Many examples, both abstract and more applied will be presented.

Please note that the course will start on **Sunday**, **September 14**, in the evening with a welcome meeting at 19:00 followed by dinner. The course will end at lunchtime, on **Friday**, **September 19**.

The Final Examination will take place on Thursday, October 2nd, 2025.

**Prerequisites** The course is self contained. Basic knowledge of probability and calculus is assumed.

#### **Tentative Lecture Plan**

### Sunday (14/9) Brief Introduction

19:00-19:30 Brief Introduction

19:30- Dinner

### Monday (15/9) Strategic Form Games

7:00-9:30 Breakfast

9:30-10:45 Lecture 1: Dominant Strategies

10:45-11:00 Coffee break

11:00-12:15 Lecture 2: Successive Elimination of Strictly Dominated Strategies

12:15-14:00 Lunch

14:00-15:15 Lecture 3: Nash Equilibrium

15:15-15:45 Coffee break

15:45-17:00 Lecture 4: Existence of Nash Equilibrium

17:00-19:00 Free time

19:00- Dinner

### **Tuesday (16/9)** Extensive Form Games

7:00-9:30 Breakfast

9:30-10:45 Lecture 5: Backwards Induction

10:45-11:00 Coffee break

11:00-12:15 Lecture 6: Subgame Perfect Equilibrium

12:15-14:00 Lunch

14:00-15:15 Lecture 7: Rubinstein's Model of Alternating Offer Bargaining

15:15-15:45 Coffee break

15:45-17:00 Lecture 8: Repeated Games

17:00-19:00 Free time

19:00- Dinner

### Wednesday (17/9) Games with Incomplete Information

7:00-9:30 Breakfast

9:30-10:45 Lecture 9: Sequential Rationality

10:45-11:00 Coffee break

11:00-12:15 Lecture 10: Bayesian Games

12:15-14:00 Lunch

14:00-15:15 Lecture 11: Auctions with Private Values 1

15:15-15:45 Coffee break

15:45-17:00 Lecture 12: Auctions with Private Values 2

17:00-19:00 Free time

19:00- Dinner

## Thursday (18/9) Auctions, Mechanism Design, and Information Design

7:00-9:30 Breakfast

9:30-10:45 Lecture 13: Revenue Equivalence

10:45-11:00 Coffee break

11:00-12:15 Lecture 14: The Winner's Curse

12:15-14:00 Lunch

14:00-15:15 Lecture 15: Mechanism Design

15:15-15:45 Coffee break

15:45-17:00 Lecture 16: Information Design

17:00-19:00 Free time

19:00- Dinner

### Friday (19/9) Reputation

7:00-9:30 Breakfast

9:30-10:45 Lecture 17: Good Reputation

10:45-11:00 Coffee break

11:00-12:15 Lecture 18: Bad Reputation

12:15-14:00 Lunch