Homework #4

1. In the Bev-Jim car market game in Handout #5, is there a WPBE in which a car is sold if and only if it is good?

2. In the Bev-Jim car market game in Handout #5, is there a WPBE in which a good car is always sold at $5000 and a bad car is always sold at $1500?

3. Is there a WPBE in which good cars are sold at $5500 and bad cars sold at either $2000 or $5500?